United Overseas Bank Limited

Incorporated in the Republic of Singapore
Company Registration Number: 193500026Z

GROUP FINANCIAL PERFORMANCE
FOR THE THREE MONTHS / FIRST QUARTER 2005

4 MAY 2005

Contents

Note: The financial statements are presented in Singapore dollars.
Certain comparative figures have been restated to conform with the current period's presentation.
Certain figures in this report may not add up to the respective totals due to rounding.

I) Highlights and Performance Indicators

	1st Quarter 2005	1st Quarter 2004	1Q05 / 1Q04 %	4th Quarter 2004	1Q05 / 4Q04 %
● **Key Indicators**					
Net interest income (NII) ($'m)	**583**	523	+ 11.4	562	+ 3.7
Non-interest income (Non NII) ($'m)	**316**	293	+ 8.0	298	+ 6.3
Total income ($'m)	**899**	816	+ 10.2	860	+ 4.6
Total expenses ($'m)	**319**	268	+ 19.2	364	- 12.3
Operating profit before goodwill amortisation and impairment ($'m)	**580**	548	+ 5.7	496	+ 16.9
❖ Net profit after tax					
- Including goodwill amortisation ($'m)	**406**	357	+ 13.6	376	+ 8.0
- Excluding goodwill amortisation ($'m)	**407**	407	-	434	- 6.2
❖ Income mix:					
- NII / Total income (%)	**64.8**	64.1	+ 0.7 % pt	65.4	- 0.6 % pt
- Non NII / Total income (%)	**35.2**	35.9	- 0.7 % pt	34.6	+ 0.6 % pt
	100.0	100.0	-	100.0	-
❖ Profit contribution (before tax and goodwill amortisation):					
- Onshore (including ACU) (%)	**78.4**	79.3	- 0.9 % pt	77.6	+ 0.8 % pt
- Offshore (%)	**21.6**	20.7	+ 0.9 % pt	22.4	- 0.8 % pt
	100.0	100.0	-	100.0	-
❖ Annualised return on average shareholders' equity					
- Including goodwill amortisation (%)	**11.8**	10.6	+ 1.2 % pt	11.1	+ 0.7 % pt
- Excluding goodwill amortisation (%)	**11.9**	12.1	- 0.2 % pt	12.8	- 0.9 % pt
❖ Annualised basic earnings per share					
- Including goodwill amortisation (¢)	**105.6**	90.9	+ 16.2	96.8	+ 9.1
- Excluding goodwill amortisation (¢)	**106.1**	103.7	+ 2.3	111.8	- 5.1
❖ Annualised return on average assets					
- Including goodwill amortisation (%)	**1.21**	1.23	- 0.02 % pt	1.16	+ 0.05 % pt
- Excluding goodwill amortisation (%)	**1.21**	1.41	- 0.20 % pt	1.34	- 0.13 % pt
❖ Annualised NII / Average interest bearing assets (%)	**2.06**	2.16	- 0.10 % pt	2.05	+ 0.01 % pt
❖ Expense / Income ratio (%)	**35.5**	32.8	+ 2.7 % pt	42.3	- 6.8 % pt

I) Highlights and Performance Indicators

	31-Mar-05	Restated 31-Dec-04		Mar-05 / Restated Dec-04 (%)	31-Dec-04
• **Other Indicators**					
❖ Customer loans (net) ($'m)	**64,106**	64,188	-	0.1	64,300
❖ Customer deposits ($'m)	**80,069**	78,951	+	1.4	79,019
❖ Loans / Deposits ratio @ (%)	**80.1**	81.3	-	1.2 % pt	81.4
❖ Non-performing loans (NPLs) ($'m)	**4,728**	5,199	-	9.1	5,484
❖ Cumulative impairment ($'m)	**3,267**	3,573	-	8.6	3,724
❖ NPL ratio ^ (%)	**6.9**	7.6	-	0.7 % pt	8.0
❖ Cumulative impairment / NPLs (%)	**69.1**	68.7	+	0.4 % pt	67.9
❖ Total assets ($'m)	**134,066**	134,776	-	0.5	134,879
❖ Shareholders' equity ($'m)	**13,935**	13,456	+	3.6	13,439
❖ Unrealised revaluation surplus # ($'m)	**1,257**	1,235	+	1.8	1,562
❖ Net asset value (NAV) per share ($)	**9.07**	8.76	+	3.5	8.75
❖ Revalued NAV per share ($)	**9.89**	9.56	+	3.5	9.77
❖ Net tangible asset backing per share ($)	**6.46**	6.15	+	5.0	6.14
❖ Capital adequacy ratios (CAR)					
- Tier 1 capital (%)	**10.9**	10.8	+	0.1 % pt	11.0
- Total capital (%)	**15.4**	15.5	-	0.1 % pt	15.6
❖ Manpower (number)	**13,403**	13,574	-	171 no.	13,574

@ "Loans" refers to net customer loans while "Deposits" refers to customer deposits.

^ NPL ratio represents NPLs (excluding debt securities) as a percentage of gross customer loans.

Refer to unrealised revaluation surplus on properties and securities which was not incorporated into the financial statements.

II) Review of Financial Performance

New / Revised Financial Reporting Standards

The financial statements have been prepared in accordance with Singapore Financial Reporting Standards (“FRS”). The new and revised FRS that are applicable to the Group with effect from 1 January 2005 and that have impact on the Group’s financials are as follows:

(a) FRS39 Financial Instruments: Recognition and Measurement

Classification and measurement

The new FRS39 requires financial assets and financial liabilities to be classified into the following categories which dictate the accounting treatment:

- Financial assets and financial liabilities at fair value through profit and loss account are assets and liabilities held principally for the purpose of short term profit taking or those that are designated by the Group upon recognition as at fair value through profit or loss account. All derivatives, except those qualified for hedge accounting, are included in this category.
- Held-to-maturity assets are non-derivative financial assets with fixed or determinable payments and fixed maturity that the Group has the positive intention and ability to hold to maturity.
- Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted on an active market, other than those that the Group intends to sell immediately or in the near term, or those that are designated as available for sale upon initial recognition.
- Available-for-sale assets are non-derivative financial assets that are designated as available for sale or are not classified as financial assets at fair value through profit or loss account, loans and receivables or held-to-maturity.
- Non-trading liabilities are financial liabilities other than those that are fair value through profit and loss account.

Impairment

Financial assets, other than those measured at fair value through profit and loss account, are subject to impairment review at each balance sheet date. A financial asset is impaired where there is objective evidence of impairment after its initial recognition. Financial assets that are individually significant are assessed individually, and those that are not individually significant are grouped accordingly to similar credit risks and assessed as a portfolio. The resulting individual impairment (specific provision) is charged to the profit and loss account. Where no evidence of individual impairment exists, the assets are collectively assessed based on historical loss experience and the resulting collective impairment (general provision) is recognised in the profit and loss account . In accordance with the transitional arrangement set out in the Notice to Banks, MAS 612 dated 11 March 2005, the Group has maintained collective impairment in excess of the minimum requirement of 1% on its net loans and receivables.

Hedge accounting

Hedge accounting is applied in accordance with the criteria set out in FRS39 when the Group requires to hedge its exposure to changes in fair value or variability in cash flows of its assets or liabilities, or to its net investments in foreign operations.

II) Review of Financial Performance

(a) FRS39 Financial Instruments: Recognition and Measurement (cont'd)

Impact on Group's financials on first adoption

FRS39 requires prospective application with the opening balances of the affected financial assets and financial liabilities as at 1 January 2005 restated, and the resulting changes adjusted to the shareholders' equity. The impact on the Group's financials upon the first adoption of the standard is as follows:

As at 31 December 2004 Closing / 1 January 2005 Opening	Original Balance	Increase / (Decrease)	Restated Balance
	$ million	$ million	$ million
Total Equity	**13,587**	**25**	**13,612**
Available for sale ("AFS") reserves	-	171	171
Retained profits	3,101	(154)	2,947
Minority interests	148	8	156
Total Liabilities	**121,292**	**(128)**	**121,163**
Deposits of non-bank customers	79,019	(68)	78,951
Other liabilities	6,733	(107)	6,626
Debts issued	7,089	47	7,136
Total Assets	**134,879**	**(103)**	**134,776**
Singapore Government treasury bills and securities	7,772	20	7,793
Other government treasury bills and securities	1,975	9	1,984
Trading securities	439	(8)	431
Loans and advances to non-bank customers	64,300	(112)	64,188
Other assets	5,964	(264)	5,699
Investment securities	8,609	253	8,861

(b) FRS103 Business Combinations, FRS36 Impairment of Assets and FRS38 Intangible Assets

The new standard on Business Combinations resulted in the consequential amendments to two other standards – revised FRS36 Impairment of Assets and revised FRS38 Intangible Assets.

Under FRS103, goodwill acquired in a business combination is no longer subject to amortisation to the profit and loss account. Instead, it is subject to impairment review annually or whenever there is an indication that the goodwill is impaired as required by the revised FRS36. Any impairment loss is charged to the profit and loss account and subsequent reversal is not allowed.

No goodwill amortisation was recorded for the first quarter of 2005 (first quarter of 2004: $50 million).

II) Review of Financial Performance

(c) FRS102 Share-based Payment

FRS102 covers the recognition and measurement of share-based payments. It requires the effects of share-based payment transactions to be reflected in the profit or loss account. For the first quarter of 2005, an amount of $0.6 million pertaining to the employee share options has been charged to the profit and loss account. Had this standard been adopted on 1 January 2004, the share option expense for the first quarter of 2004 would have been $1.5 million.

(d) FRS105 Non-current Assets Held for Sale and Discontinued Operations

FRS105 specifies the accounting treatment for assets held for sale, and the presentation and disclosure of discontinued operations. Assets that meet the criteria to be classified as held for sale under this standard are to be measured at the lower of carrying amount and fair value less costs to sell.

In compliance with the Banking Regulations to segregate financial and non-financial businesses, and to reduce the Group's equity interest in the latter to no more than 10% by 17 July 2006, the Group has identified those assets to be divested and classified them as assets held for sale. Prior to the adoption of FRS105, these assets were classified as investment securities with the exception of United Overseas Land Limited ("UOL") which was treated as an associate and equity accounted for at the Group level. Following the adoption of FRS105 on 1 January 2005, the Group has ceased to equity account for the results of UOL.

Other than the above changes, the accounting policies and computation methods adopted in the financial statements for the first quarter of 2005 are the same as those adopted in the audited financial statements for the financial year ended 31 December 2004.

II) Review of Financial Performance

Review of Group Performance

Results

The financial statements of the Group for the first quarter of 2005 included the corresponding results of Bank of Asia Public Company Limited and its subsidiaries ("BOA") which were acquired by the Group on 27 July 2004, while that of the first quarter of 2004 did not include BOA's results.

1Q05 versus 1Q04

The Group's net profit after tax ("NPAT") of $406 million in the first quarter of 2005 ("1Q05") was an increase of $49 million or 13.6% over the $357 million registered in the first quarter of 2004 ("1Q04"). The increase was mainly due to higher net interest income, discontinuation of goodwill amortisation, and higher fee and commission income. These were partly offset by higher operating expenses and lower share of profit of associates.

Total income increased 10.2% to $899 million in 1Q05 from $816 million in 1Q04, primarily due to higher net interest income mainly from loans, and higher fee and commission income, contributed mainly by the acquisition of BOA.

The Group's total operating expenses increased 19.2% to $319 million in 1Q05 from $268 million in 1Q04 attributed mainly to the acquisition of BOA. Staff costs increased 17.9% to $153 million primarily due to higher headcount, while other operating expenses increased 20.4% to $166 million mainly due to higher depreciation charges and IT maintenance. Consequently, the expense-to-income ratio of the Group increased to 35.5% in 1Q05 from 32.8% in 1Q04. Excluding BOA, the Group's total operating expenses would have shown a lower increase of 1.8% and expense-to-income ratio would have remained at 32.8%.

Total impairment charges increased $6 million or 9.4% to $66 million in 1Q05 from $60 million in 1Q04. The increase was mainly due to higher impairment on loans, partially offset by lower impairment on other assets.

Share of profit of associates (before tax) decreased $15 million to $14 million in 1Q05 from $29 million in 1Q04 mainly due to the discontinuation of equity accounting for UOL with effect from 1 January 2005.

1Q05 versus 4Q04

The Group's NPAT of $406 million recorded in 1Q05 was 8.0% higher than the $376 million registered in the fourth quarter of 2004 ("4Q04"). The increase was mainly due to the discontinuation of goodwill amortisation, lower impairment charges, higher other operating income, higher net interest income, and lower operating expenses. These were partially offset by lower share of profit of associates, and lower fee and commission income.

The Group's total income increased 4.6% to $899 million in 1Q05 from $860 million in 4Q04 primarily due to higher other operating income and higher net interest income mainly from loans, partially offset by lower fee and commission income largely from trade-related and investment-related activities.

The Group's total operating expenses decreased 12.3% to $319 million in 1Q05 from $364 million in 4Q04. Staff costs decreased 10.2% to $153 million in 1Q05, mainly due to lower headcount, while other operating expenses decreased 14.0% to $166 million in 1Q05 mainly in respect of advertising and marketing, commission and brokerage, and professional fees. Consequently, expense-to-income ratio reduced to 35.5% in 1Q05 from 42.3% in 4Q04.

II) Review of Financial Performance

1Q05 versus 4Q04 (cont'd)

Total impairment charges decreased $47 million or 41.5% to $66 million in 1Q05 from $113 million in 4Q04. The decline was largely due to lower impairment on loans and other assets.

Share of profit of associates (before tax) decreased to $14 million in 1Q05 from $184 million in 4Q04, largely from UOL which recorded an exceptional gain in 4Q04 from its divestment of UOB shares, and the Group's discontinuation of equity accounting for UOL in 1Q05.

Balance Sheet

The Group's net loans and advances to customers as at 31 March 2005 were $64,106 million, representing a decline of 0.1% over the $64,188 million as at 31 December 2004 (restated). Group non-performing loans ("NPLs") decreased 9.1% to $4,728 million as at 31 March 2005 from the $5,199 million as at 31 December 2004 (restated). Consequently, Group NPL ratio improved to 6.9% as at 31 March 2005 from 7.6% as at 31 December 2004 (restated). Of the total Group NPLs as at 31 March 2005, $2,536 million or 53.6% were secured by collateral, and $2,938 million or 62.1% were in the Substandard category.

Total cumulative impairment of the Group was $3,267 million as at 31 March 2005 compared to the $3,573 million as at 31 December 2004 (restated). Collective impairment (general provisions) as at 31 March 2005 was $1,372 million or 42.0% of total cumulative impairment. The total cumulative impairment as at 31 March 2005 provided coverage of 69.1% against Group NPLs, compared to the 68.7% as at 31 December 2004 (restated). As at 31 March 2005, unsecured NPLs were 149.0% covered by total cumulative impairment, compared to the 133.1% as at 31 December 2004 (restated).

Total assets of the Group as at 31 March 2005 were $134,066 million, representing a decline of 0.5% over the $134,776 million as at 31 December 2004 (restated). Shareholders' equity of the Group as at 31 March 2005 was $13,935 million, representing an increase of 3.6% over the $13,456 million as at 31 December 2004 (restated). Consequently, the Group's net asset value per share increased to $9.07 as at 31 March 2005, from $8.76 as at 31 December 2004 (restated).

As at 31 March 2005, the Group's total Capital Adequacy Ratio ("CAR") of 15.4% was 5.4% points above the minimum total CAR of 10% set by Monetary Authority of Singapore and 0.1% point lower than the total CAR of 15.5% as at 31 December 2004 (restated).

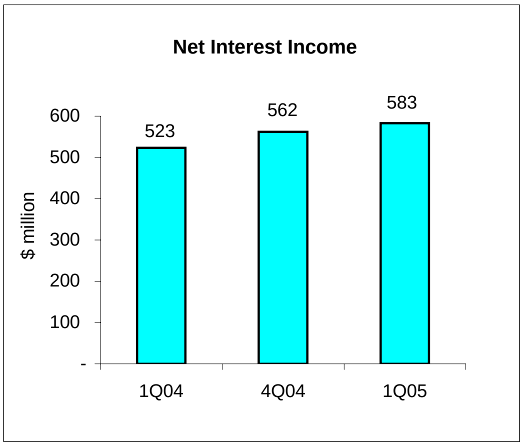
II) Review of Financial Performance

UNAUDITED CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE THREE MONTHS / FIRST QUARTER ENDED 31 MARCH 2005

	1st Quarter 2005 $ million	1st Quarter 2004 $ million	1Q05 / 1Q04 %	4th Quarter 2004 $ million	1Q05 / 4Q04 %
Interest income	**1,096**	829	32.2	1,046	4.8
Less: Interest expense	**514**	306	67.9	484	6.2
Net interest income	**583**	523	11.4	562	3.7
Dividend income	**3**	6	(57.0)	5	(42.4)
Fee and commission income	**186**	170	9.4	204	(9.0)
Rental income	**16**	16	1.4	16	2.1
Other operating income	**112**	101	10.8	73	53.3
Total non-interest income	**316**	293	8.0	298	6.3
Income before operating expenses	**899**	816	10.2	860	4.6
Less:					
Staff costs	**153**	130	17.9	171	(10.2)
Other operating expenses	**166**	138	20.4	193	(14.0)
Total operating expenses	**319**	268	19.2	364	(12.3)
Operating profit before goodwill amortisation and impairment	**580**	548	5.7	496	16.9
Less: Goodwill written-off and amortised	**2**	50	(96.7)	59	(97.2)
Less: Impairment charges	**66**	60	9.4	113	(41.5)
Operating profit after goodwill amortisation and impairment	**512**	438	17.0	324	57.9
Share of profit of associates	**14**	29	(52.7)	184	(92.5)
Profit before tax	**526**	467	12.6	509	3.4
Less: Tax	**117**	108	8.3	130	(10.5)
Profit after tax	**409**	359	13.9	378	8.2
Less: Net profit attributable to minority interests	**4**	2	68.9	3	41.4
Net profit attributable to members	**406**	357	13.6	376	8.0
Expense / Income ratio (%)	**35.5**	32.8	2.7 % pt	42.3	(6.8)% pt
Annualised earnings per share (¢)					
- Basic	**105.6**	90.9	16.2	96.8	9.1
- Diluted	**105.6**	90.9	16.2	96.7	9.2

II) Review of Financial Performance

Net Interest Income



Net interest income of the Group increased 11.4% to $583 million in 1Q05 compared to $523 million in 1Q04. The growth was mainly from increased loan volume contributed by the acquisition of BOA, and a higher loan yield. These were partially offset by higher funding costs. Net interest income continued to be the major contributor of total income, accounting for 64.8% (1Q04: 64.1%) of total income.

Average interest margin was lower at 2.06% in 1Q05 as compared to 2.16% in 1Q04. The decrease in interest margin was mainly due to shorter term interbank placements in anticipation of rising interest rates.

In 1Q05, net interest income increased 3.7% to $583 million from $562 million in 4Q04. The increase was mainly due to improved loan margin, partly offset by lower contributions from interbank money market activities. Average interest margin improved by 1 basis point to 2.06% in 1Q05 from 2.05% in 4Q04.

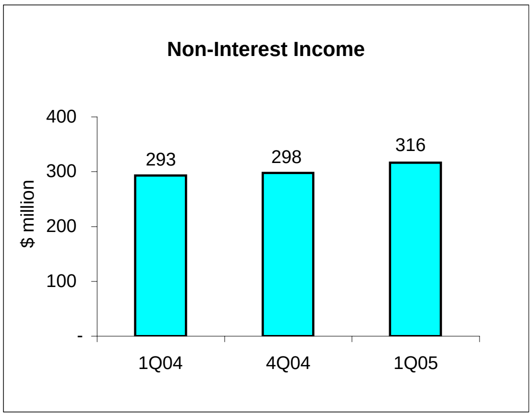
Average Interest Margin

	1st Quarter 2005	1st Quarter 2004	1Q05 / 1Q04	4th Quarter 2004	1Q05 / 4Q04
	$ million	$ million	%	$ million	%
Annualised interest income	**4,447**	3,336	33.3	4,160	6.9
Less: Annualised interest expense	**2,083**	1,231	69.3	1,924	8.3
Annualised net interest income	**2,364**	2,105	12.3	2,237	5.7
Average balance of interest bearing assets	**114,506**	97,528	17.4	109,319	4.7
Average interest margin ^ (%)	**2.06**	2.16	(0.10)% pt	2.05	0.01% pt

^ Average interest margin represents net interest income as a percentage of total interest bearing assets. It is computed on an annualised basis.

II) Review of Financial Performance

Non-Interest Income



Non-interest income of the Group increased 8.0% to $316 million in 1Q05 compared to $293 million in 1Q04. The growth was primarily due to higher fee and commission income, higher net gain from trading securities, government securities and derivatives, and a gain on structured deposits in 1Q05. These were partly negated by lower gain on foreign exchange and loss on investment securities in 1Q05. The Group's non-interest income in 1Q05 accounted for 35.2% of total income compared to 35.9% in 1Q04.

Non-interest income increased 6.3% to $316 million in 1Q05 from $298 million in 4Q04 mainly attributed to net gain on trading securities, government securities and derivatives as opposed to the net loss in 4Q04, coupled with the gain on structured deposits in 1Q05. These were partly offset by the loss on investment securities and lower gain on foreign exchange.

Composition of Non-Interest Income

	1st Quarter 2005 $ million	1st Quarter 2004 $ million	1Q05 / 1Q04 %	4th Quarter 2004 $ million	1Q05 / 4Q04 %
Fee and commission income					
Credit card	**28**	23	20.8	31	(10.5)
Fund management	**31**	29	6.3	33	(5.2)
Futures broking	**5**	9	(42.4)	6	(16.3)
Investment-related	**35**	35	0.5	39	(9.4)
Loan-related	**31**	28	13.0	33	(7.0)
Service charges	**15**	12	27.3	16	(6.8)
Trade-related	**34**	31	9.6	40	(16.4)
Other	**7**	4	87.7	6	18.6
	186	170	9.4	204	(9.0)
Dividend and rental income	**19**	22	(15.3)	21	(8.2)
Other operating income					
Net gain / (loss) on:					
- Trading securities, government securities and derivatives	**46**	1	NM	(24)	NM
- Foreign exchange	**28**	47	(40.2)	48	(41.6)
- Investment securities	**(26)**	23	(211.9)	20	(228.1)
- Deposits and other	**36**	-	NM	-	NM
Other	**27**	30	(8.3)	29	(6.5)
	112	101	10.8	73	53.3
Total non-interest income	**316**	293	8.0	298	6.3

NM denotes "Not Meaningful".

II) Review of Financial Performance

Operating Expenses

Total operating expenses increased 19.2% to $319 million for 1Q05 compared to $268 million in 1Q04, attributed mainly to the acquisition of BOA. Consequently, the expense-to-income ratio of the Group increased to 35.5% in 1Q05 from 32.8% in 1Q04. Excluding BOA's operating expenses of $47 million, the Group's total operating expenses would have shown a lower increase of 1.8% and expense-to-income ratio would have remained at 32.8%.

In 1Q05, total operating expenses decreased 12.3% to $319 million from $364 million in 4Q04. Expense-to-income ratio decreased to 35.5% in 1Q05 from 42.3% in 4Q04.

	1st Quarter 2005 $ million	1st Quarter 2004 $ million	1Q05 / 1Q04 %	4th Quarter 2004 $ million	1Q05 / 4Q04 %
Staff costs	**153**	130	17.9	171	(10.2)
Other operating expenses	**166**	138	20.4	193	(14.0)
Total operating expenses	**319**	268	19.2	364	(12.3)
Expense-to-income ratio (%)	**35.5**	32.8	2.7 % pt	42.3	(6.8)% pt
Manpower (number)	**13,403**	10,594	2,809	13,574	(171)
Total operating expenses included:					
IT-related expenses	**52**	42	24.1	56	(7.2)
IT-related expenses / Total operating expenses (%)	**16.3**	15.6	0.7 %pt	15.4	0.9 %pt

Other Operating Expenses

Other operating expenses increased 20.4% to $166 million in 1Q05 compared to $138 million in 1Q04. The increase was mainly attributed to the acquisition of BOA. Excluding BOA's other operating expenses of $29 million, other operating expenses would have recorded a decrease of 0.7%.

In 1Q05, other operating expenses decreased 14.0% to $166 million from $193 million in 4Q04, mainly in respect of advertising and marketing, commission and brokerage, and professional fees.

	1st Quarter 2005 $ million	1st Quarter 2004 $ million	1Q05 / 1Q04 %	4th Quarter 2004 $ million	1Q05 / 4Q04 %
Depreciation					
- Land and buildings	**7**	7	1.9	7	0.1
- Office equipment, computers, fixtures and other fixed assets	**28**	22	31.3	28	0.8
	35	28	24.4	35	0.6
Rental of premises and equipment	**11**	9	27.6	10	12.5
Maintenance of premises and other assets	**14**	11	25.5	17	(20.2)
Other expenses	**106**	90	17.9	131	(19.2)
Total other operating expenses	**166**	138	20.4	193	(14.0)

II) Review of Financial Performance

Impairment Charges

Total impairment charges in 1Q05 of $66 million was 9.4% higher than the $60 million in 1Q04. The increase was mainly from loans, partially offset by lower impairment on other assets.

In 1Q05, total impairment charges reduced by 41.5% to $66 million from $113 million in 4Q04 mainly due to lower impairment on loans and other assets.

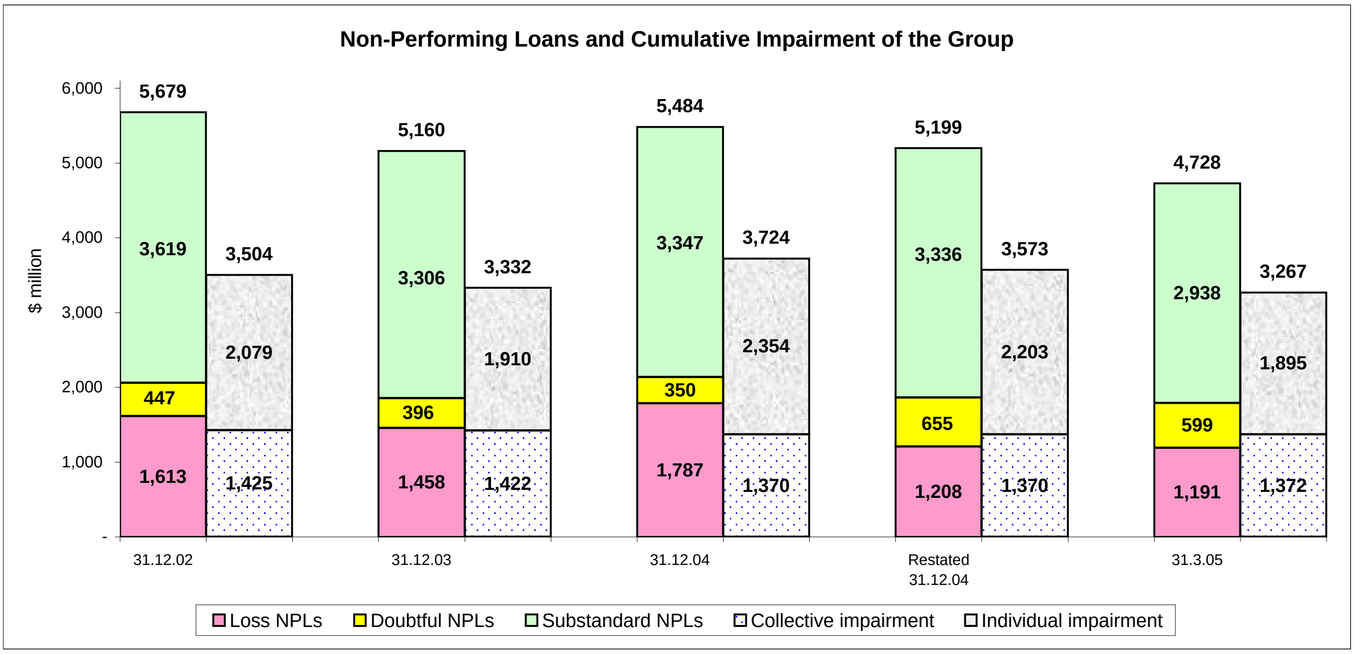
	1st Quarter 2005 $ million	1st Quarter 2004 $ million	1Q05 / 1Q04 %	4th Quarter 2004 $ million	1Q05 / 4Q04 %
Individual impairment on loans	**60**	42	43.5	81	(26.2)
Individual impairment on other assets	**6**	19	(65.9)	22	(71.1)
Collective impairment	**-**	-	-	10	(100.0)
Total impairment charges	**66**	60	9.4	113	(41.5)

III) Non-Performing Loans (NPLs) and Cumulative Impairment

NPLs and Cumulative Impairment of the Group

NPLs declined by 9.1% or $471 million to $4,728 million as at 31 March 2005 from $5,199 million as at 31 December 2004 (restated). Consequently, NPL ratio of the Group improved to 6.9% as at 31 March 2005 from the 7.6% as at 31 December 2004 (restated). Of the total NPLs, $2,536 million or 53.6% were secured by collateral, and $2,938 million or 62.1% were in the Substandard category.

Individual impairment decreased by $308 million or 14.0% to $1,895 million as compared to $2,203 million as at 31 December 2004 (restated). Total cumulative impairment provided coverage of 69.1% against total NPLs, compared to the 68.7% as at 31 December 2004 (restated). Unsecured NPLs as at 31 March 2005 were 149.0% covered by total cumulative impairment, compared to the 133.1% as at 31 December 2004 (restated).



	31-Mar-05	Restated 31-Dec-04	31-Dec-04	31-Dec-03	31-Dec-02
NPLs					$ million
Substandard	**2,938**	3,336	3,347	3,306	3,619
Doubtful	**599**	655	350	396	447
Loss	**1,191**	1,208	1,787	1,458	1,613
Total NPLs	**4,728**	5,199	5,484	5,160	5,679
Cumulative Impairment					$ million
Individual impairment	**1,895**	2,203	2,354	1,910	2,079
Collective impairment	**1,372**	1,370	1,370	1,422	1,425
Total cumulative impairment	**3,267**	3,573	3,724	3,332	3,504
Ratios					%
NPL ratio*	**6.9**	7.6	8.0	8.1	9.0
NPLs / Total assets	**3.5**	3.9	4.1	4.5	5.3
Cumulative impairment / NPLs	**69.1**	68.7	67.9	64.6	61.7
Cumulative impairment / Doubtful & Loss NPLs	**182.5**	191.8	174.3	179.7	170.1
Cumulative impairment / Unsecured NPLs	**149.0**	133.1	138.6	141.4	138.3
Cumulative impairment ^ / Gross customer loans	**4.8**	5.2	5.4	5.2	5.5
Collective impairment / Gross customer loans (net of individual impairment ^)	**2.1**	2.1	2.1	2.3	2.4

* NPL ratio represents NPLs (excluding debt securities) as a percentage of gross customer loans.

^ Excluding debt securities.

III) Non-Performing Loans (NPLs) and Cumulative Impairment

NPLs by Region

By geographical region, Singapore accounted for $2,533 million or 53.6% of the total NPLs as at 31 March 2005. NPLs of Singapore decreased $255 million or 9.1% compared to the $2,788 million as at 31 December 2004 (restated).

As at 31 March 2005, NPLs of Thailand and Malaysia decreased by 6.0% to $1,099 million and 10.3% to $682 million respectively over that as at 31 December 2004 (restated).

	31-Mar-05		Restated 31-Dec-04		31-Dec-04	
	$ million	**%**	$ million	%	$ million	%
Singapore	**2,533**	**53.6**	2,788	53.6	2,949	53.8
Malaysia	**682**	**14.4**	760	14.6	873	15.9
Indonesia	**88**	**1.9**	88	1.7	88	1.6
Philippines	**164**	**3.5**	160	3.1	160	2.9
Thailand	**1,099**	**23.2**	1,169	22.5	1,170	21.4
Greater China *	**101**	**2.1**	161	3.1	161	2.9
Other	**61**	**1.3**	73	1.4	83	1.5
Total NPLs	**4,728**	**100.0**	5,199	100.0	5,484	100.0

* Greater China comprises China, Hong Kong S.A.R. and Taiwan.

NPLs by Industry

The lower NPLs as at 31 March 2005 compared to that as at 31 December 2004 (restated) was mainly from general commerce, professionals and private individuals, and non-bank financial institutions sectors.

	31-Mar-05		Restated 31-Dec-04		31-Dec-04	
	Amount $ million	**As % of Gross Customer Loans**	Amount $ million	As % of Gross Customer Loans	Amount $ million	As % of Gross Customer Loans
Transport, storage and communication	**94**	**4.3**	113	5.4	119	5.7
Building and construction	**758**	**10.2**	801	10.8	844	11.3
Manufacturing	**1,022**	**13.7**	1,092	14.1	1,130	14.5
Non-bank financial institutions	**540**	**5.2**	619	6.1	660	6.5
General commerce	**857**	**8.1**	948	8.7	1,006	9.2
Professionals and private individuals	**737**	**7.2**	826	8.2	897	8.8
Housing loans	**438**	**2.8**	492	3.1	505	3.2
Other	**204**	**6.6**	229	6.6	244	7.1
Sub-total	**4,650**	**6.9**	5,120	7.6	5,405	8.0
Debt securities	**78**		79		79	
Total NPLs	**4,728**		5,199		5,484	

Secured / Unsecured NPLs

As at 31 March 2005, 53.6% of the Group's total NPLs was secured by collateral compared to 48.4% as at 31 December 2004 (restated).

	31-Mar-05		Restated 31-Dec-04		31-Dec-04	
	$ million	**%**	$ million	%	$ million	%
Secured	**2,536**	**53.6**	2,515	48.4	2,797	51.0
Unsecured	**2,192**	**46.4**	2,684	51.6	2,687	49.0
Total NPLs	**4,728**	**100.0**	5,199	100.0	5,484	100.0

IV) Segmental Analysis

Geographical Segments

The following geographical segment information is based on the location where the transactions and assets are booked. It provides an approximation to geographical segment information that is based on the location of customers and assets. The figures are stated after elimination of inter-segment transactions.

Income before Operating Expenses

	1st Quarter 2005		1st Quarter 2004		4th Quarter 2004	
	$ million	**%**	$ million	%	$ million	%
Singapore (including Asian Currency Unit)	**621**	**69.1**	617	75.6	561	65.2
Other ASEAN countries	**203**	**22.6**	127	15.6	209	24.3
Other Asia-Pacific countries	**38**	**4.2**	46	5.6	51	5.9
Rest of the world	**37**	**4.1**	26	3.2	39	4.6
Total	**899**	**100.0**	816	100.0	860	100.0

Profit before Tax

	1st Quarter 2005		1st Quarter 2004		4th Quarter 2004	
	$ million	**%**	$ million	%	$ million	%
Singapore (including Asian Currency Unit)	**414**	**78.4**	410	79.3	441	77.6
Other ASEAN countries	**63**	**11.9**	52	10.1	101	17.8
Other Asia-Pacific countries	**24**	**4.6**	37	7.2	12	2.1
Rest of the world	**27**	**5.1**	18	3.4	14	2.5
	528	**100.0**	517	100.0	568	100.0
Goodwill written-off and amortised	**(2)**		(50)		(59)	
Total	**526**		467		509	

Total Assets

	31-Mar-05		Restated 31-Dec-04		31-Dec-04	
	$ million	**%**	$ million	%	$ million	%
Singapore (including Asian Currency Unit)	**83,560**	**64.2**	84,517	64.6	84,688	64.6
Other ASEAN countries	**23,932**	**18.4**	23,398	17.9	23,387	17.9
Other Asia-Pacific countries	**16,528**	**12.7**	15,789	12.0	15,740	12.0
Rest of the world	**6,169**	**4.7**	7,196	5.5	7,188	5.5
	130,189	**100.0**	130,900	100.0	131,003	100.0
Goodwill	**3,877**		3,876		3,876	
Total	**134,066**		134,776		134,879	

V) Overview of Balance Sheet

Total Assets

Total assets as at 31 March 2005 were $134,066 million, representing a decline of 0.5% over the $134,776 million as at 31 December 2004 (restated). The decrease was mainly from government securities and other assets, partially offset by the increase in investment securities.

Customer Loans

Net loans and advances to customers of $64,106 million as at 31 March 2005 was 0.1% lower than the $64,188 million as at 31 December 2004 (restated), mainly due to lower overdrafts, partially offset by lower provision for individual impairment.

Customer Loans Analysed by Product Group	**31-Mar-05**		Restated 31-Dec-04		31-Dec-04	
	$ million	**%**	$ million	%	$ million	%
Housing loans	**15,853**	**23.6**	15,863	23.4	15,875	23.4
Term loans	**38,415**	**57.0**	38,390	56.7	38,371	56.4
Trade financing	**4,452**	**6.6**	4,503	6.7	4,503	6.6
Overdrafts	**8,595**	**12.8**	8,942	13.2	9,228	13.6
Total gross customer loans	**67,315** ^	**100.0**	67,698 ^	100.0	67,977	100.0
Collective impairment	**(1,372)**		(1,370)		(1,370)	
Individual impairment	**(1,837)**		(2,140)		(2,306)	
Total net customer loans	**64,106**		64,188		64,300	

^ Gross customer loans are presented net of interest-in-suspense, which previously formed part of the specific provisions.

Gross Customer Loans Analysed by Industry	**31-Mar-05**		Restated 31-Dec-04		31-Dec-04	
	$ million	**%**	$ million	%	$ million	%
Transport, storage and communication	**2,166**	**3.2**	2,099	3.1	2,104	3.1
Building and construction	**7,453**	**11.1**	7,440	11.0	7,477	11.0
Manufacturing	**7,479**	**11.1**	7,745	11.5	7,796	11.5
Non-bank financial institutions	**10,425**	**15.5**	10,171	15.0	10,205	15.0
General commerce	**10,598**	**15.7**	10,852	16.0	10,908	16.0
Professionals and private individuals	**10,248**	**15.2**	10,082	14.9	10,155	14.9
Housing loans	**15,853**	**23.6**	15,863	23.4	15,875	23.4
Other	**3,093**	**4.6**	3,446	5.1	3,457	5.1
Total gross customer loans	**67,315**	**100.0**	67,698	100.0	67,977	100.0

Deposits

Total deposits of $106,707 million as at 31 March 2005 were 0.4% lower than the $107,145 million as at 31 December 2004 (restated). The decrease was from bankers' deposits, partially offset by higher customer deposits.

As at 31 March 2005, customer deposits accounted for 75.0% of total deposits and the loans-to-deposits ratio was 80.1%.

Deposits Analysed by Product Group	**31-Mar-05**		Restated 31-Dec-04		31-Dec-04	
	$ million	**%**	$ million	%	$ million	%
Bankers' deposits	**26,639**	**25.0**	28,194	26.3	28,194	26.3
Customer deposits						
Fixed rate deposits	**50,974**	**47.8**	50,865	47.5	50,933	47.5
Current, savings and other deposits	**29,095**	**27.2**	28,086	26.2	28,086	26.2
	80,069	**75.0**	78,951	73.7	79,019	73.7
Total deposits	**106,707**	**100.0**	107,145	100.0	107,213	100.0
Loans / Deposits ratio * (%)		**80.1**		81.3		81.4

* "Loans" refers to net customer loans while "Deposits" refers to customer deposits.

V) Overview of Balance Sheet

Debts Issued

	31-Mar-05 $ million	Restated 31-Dec-04 $ million	31-Dec-04 $ million
(a) Subordinated Notes			
(i) S$1.3 billion 4.95% subordinated notes due 2016 callable with step-up in 2011	**1,342**	1,395	1,300
(ii) US$1 billion 4.50% subordinated notes due 2013	**1,501**	1,541	1,633
(iii) S$1 billion 4.100% subordinated notes due 2019 callable with step-up in 2014	**1,002**	1,031	998
(iv) US$1 billion 5.375% subordinated notes due 2019 callable with step-up in 2014	**1,632**	1,640	1,633
(v) THB2 billion subordinated debentures due 2008	**84**	84	84
	5,561	5,691	5,648
Unamortised expenses incurred in connection with the issue of the subordinated notes	**(14)**	(14)	(14)
	5,547	5,677	5,634
(b) Asset Backed Commercial Paper ("ABCP")			
(i) S$ ABCP	**697**	724	724
(ii) US$ ABCP	**231**	201	201
	927	925	925
(c) Other	**530**	534	530
Total debts issued	**7,005**	7,136	7,089

(a) (i) The S$1.3 billion 4.95% subordinated notes were issued by the Bank at par on 30 August 2001 and mature on 30 September 2016. The notes may be redeemed at par at the option of the Bank, in whole but not in part, on 30 September 2011 or at any interest payment date in the event of certain changes in the tax laws of Singapore, subject to the prior approval of the Monetary Authority of Singapore and certain other conditions. Interest is payable semi-annually at 4.95% per annum up to and including 29 September 2011. From and including 30 September 2011, interest is payable semi-annually at a fixed rate equal to the five-year Singapore Dollar Interest Rate Swap (Offer Rate) as at 30 September 2011 plus 2.25% per annum.

(ii) The US$1 billion 4.50% subordinated notes were issued by the Bank at 99.96% on 30 June 2003 and mature on 2 July 2013. The notes may be redeemed at par at the option of the Bank, in whole, on notice, in the event of certain changes in the tax laws of Singapore, subject to the approval of the Monetary Authority of Singapore and certain other conditions. Interest is payable semi-annually at 4.50% per annum beginning 2 January 2004.

(iii) The S$1 billion 4.100% subordinated notes were issued by the Bank at 99.755% on 24 August 2004 and mature on 3 September 2019. The notes may be redeemed at par at the option of the Bank, in whole but not in part, on 3 September 2014 or at any interest payment date in the event of certain changes in the tax laws of Singapore, subject to the prior approval of the Monetary Authority of Singapore and certain other conditions. Interest is payable semi-annually at 4.100% per annum beginning 3 March 2005. From and including 3 September 2014, interest is payable semi-annually at a fixed rate per annum equal to the five-year Singapore Dollar Interest Rate Swap (Offer Rate) plus 1.680%.

V) Overview of Balance Sheet

Debts Issued (cont'd)

(a) (iv) The US$1 billion 5.375% subordinated notes were issued by the Bank at 99.929% on 24 August 2004 and mature on 3 September 2019. The notes may be redeemed at par at the option of the Bank, in whole but not in part, on 3 September 2014 or at any interest payment date in the event of certain changes in the tax laws of Singapore, subject to the prior approval of the Monetary Authority of Singapore and certain other conditions. Interest is payable semi-annually at 5.375% per annum beginning 3 March 2005. From and including 3 September 2014, interest is payable semi-annually at a floating rate per annum equal to the six-month LIBOR plus 1.666%.

The capitalised expenses incurred in connection with the issue of the subordinated notes are amortised over 10 years from the date of issue of the subordinated notes.

All the S$ and US$ notes are unsecured subordinated obligations of the Bank and have been approved by the Monetary Authority of Singapore as qualifying for Upper Tier 2 capital. They rank equally with all present and future Upper Tier 2 unsecured subordinated indebtedness of the Bank and rank senior to all ordinary and preference shares of the Bank. At the balance sheet date, all outstanding liabilities of the Bank rank senior to these notes.

The Bank has entered into interest rate swaps to manage the interest rate risk arising from the S$ and US$ notes.

(v) The THB2 billion subordinated debentures were issued by BOA at par on 15 August 2001 and mature on 15 August 2008. The debentures carry a floating rate calculated based on the average of the deposit rate of one year of four major banks in Thailand and BOA, plus 2.50% per annum with a minimum guaranteed rate of 6.50% per annum. Interest rate of the debentures for the first quarter of 2005 was 6.50% (2004: 6.50%).

(b) The ABCP were issued in relation to a $1 billion ABCP programme carried out by Archer 1 Limited, a special purpose entity ("SPE"). The ABCP have maturity of less than one year, and are secured by a first floating charge on all assets of the SPE.

Interest rates of the S$ ABCP and US$ ABCP as at 31 March 2005 range from 1.45% to 2.15% (31 December 2004: 1.25% to 1.60%) per annum and 2.61% to 3.00% (31 December 2004: 2.00% to 2.48%) per annum respectively.

The holders of the ABCP are entitled to receive payment comprising both the principal and interest as contracted in the ABCP but only to the extent that there are available resources in the SPE to meet those payments. The holders of the ABCP have no recourse to the Group.

The SPE intends to issue new ABCP upon the maturity of outstanding ABCP for as long as the SPE intends to carry on its principal activity of investment holding.

(c) Other debts issued comprise equity linked notes, interest rate linked notes and credit linked notes issued by the Bank.

V) Overview of Balance Sheet

Shareholders' Equity

Shareholders' equity as at 31 March 2005 were $13,935 million, representing an increase of 3.6% over the $13,456 million as at 31 December 2004 (restated). The increase was largely contributed by retained profits.

Unrealised revaluation surplus on properties and securities (assets held for sale) amounted to $1,257 million as at 31 March 2005. The revaluation surplus was not incorporated into the financial statements.

	31-Mar-05	Restated 31-Dec-04	31-Dec-04
	$ million	$ million	$ million
Shareholders' equity	**13,935**	13,456	13,439
Add: Revaluation surplus *	**1,257**	1,235	1,562
Shareholders' equity including revaluation surplus	**15,192**	14,691	15,001
Net asset value (NAV) per share ($)	**9.07**	8.76	8.75
Revaluation surplus per share ($)	**0.82**	0.80	1.02
Revalued NAV per share ($)	**9.89**	9.56	9.77

* Refer to unrealised revaluation surplus on properties and securities which was not incorporated into the financial statements.

VI) Capital Adequacy Ratios

The Group's capital management policy is to maintain a strong capital position to support its growth, both organically and through acquisitions.

As at 31 March 2005, the Group's total Capital Adequacy Ratio ("CAR") of 15.4% was 5.4% points above the minimum total CAR of 10% set by Monetary Authority of Singapore ("MAS") and 0.1% point lower than the total CAR of 15.5% as at 31 December 2004 (restated).

The Group's tier 1 CAR of 10.9% as at 31 March 2005 was 3.9% points above the minimum tier 1 CAR of 7% set by MAS and 0.1% point higher than the 10.8% as at 31 December 2004 (restated).

		Restated	
	31-Mar-05	31-Dec-04	31-Dec-04
	$ million	$ million	$ million
Capital			
Tier 1 Capital			
Share capital	**1,537**	1,536	1,536
Disclosed reserves / other	**12,163**	11,751	11,910
Deduction of goodwill	**(4,010)**	(4,008)	(4,008)
	9,690	9,279	9,438
Upper Tier 2 Capital			
Cumulative collective impairment / other	**1,122**	1,077	1,079
Subordinated notes	**5,463**	5,593	5,550
	6,585	6,670	6,629
Deductions from Tier 1 and Upper Tier 2 Capital	**(2,618)**	(2,623)	(2,623)
Total capital	**13,657**	13,326	13,444
Risk-weighted assets (including market risk)	**88,850**	85,700	85,966
Capital adequacy ratios			
Tier 1 capital	**10.9%**	10.8%	11.0%
Total capital	**15.4%**	15.5%	15.6%

VII) Exposure by Country of Operations

The Group's total direct net exposure to the countries outside Singapore where it has a presence amounted to $50.0 billion or 37.3% of Group assets as at 31 March 2005. This represents an increase of 1.8% over the $49.1 billion as at 31 December 2004 (restated).

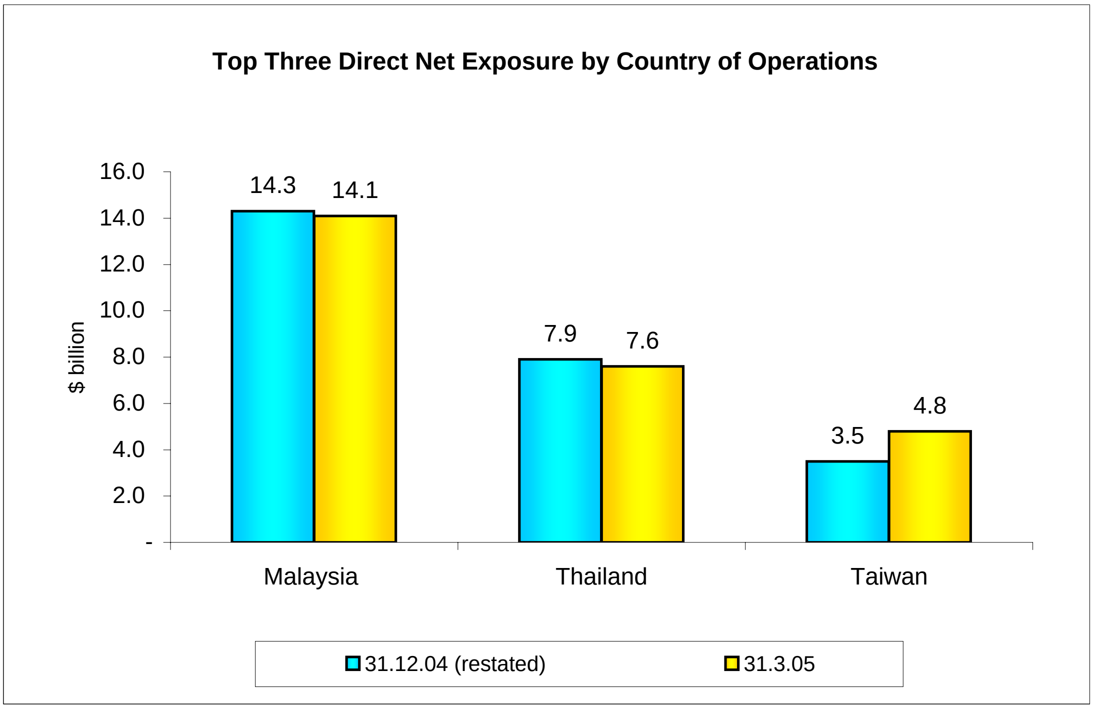
Exposure to countries outside Singapore (where UOB Group has a presence)

$ million

	Loans to		Government	Investments	Total	*Less:* Loans to / Investments in Subsidiaries & Branches	Net Exposure		Contingent Liabilities
	Non-Bank	Bank					Total	% of Group Assets	
Malaysia									
31-Mar-05	**7,109**	**4,109**	**3,334**	**929**	**15,481**	**1,369**	**14,112**	**10.5**	**986**
31-Dec-04 (restated)	6,939	5,014	3,383	1,056	16,392	2,137	14,255	10.6	1,066
31-Dec-04	7,051	5,014	3,377	1,009	16,451	2,137	14,314	10.6	1,066
Indonesia									
31-Mar-05	**478**	**126**	**183**	**288**	**1,075**	**50**	**1,025**	**0.8**	**226**
31-Dec-04 (restated)	448	127	234	288	1,097	109	988	0.7	240
31-Dec-04	448	127	234	260	1,069	109	960	0.7	240
Philippines									
31-Mar-05	**192**	**53**	**230**	**2**	**477**	**46**	**431**	**0.3**	**45**
31-Dec-04 (restated)	197	59	217	2	475	50	425	0.3	46
31-Dec-04	197	59	217	2	475	50	425	0.3	46
Thailand									
31-Mar-05	**6,581**	**135**	**510**	**1,934**	**9,160**	**1,586**	**7,574**	**5.6**	**962**
31-Dec-04 (restated)	6,564	165	851	1,945	9,525	1,580	7,945	5.9	993
31-Dec-04	6,565	165	851	1,937	9,518	1,580	7,938	5.9	993
Greater China									
31-Mar-05	**2,063**	**8,459**	**2,291**	**395**	**13,208**	**4,536**	**8,672**	**6.5**	**597**
31-Dec-04 (restated)	2,013	7,007	1,384	461	10,865	3,907	6,958	5.1	571
31-Dec-04	2,017	7,007	1,384	439	10,847	3,907	6,940	5.1	571
Other OECD									
31-Mar-05	**4,942**	**8,946**	**1,851**	**3,511**	**19,250**	**1,305**	**17,945**	**13.4**	**1,149**
31-Dec-04 (restated)	4,919	8,580	3,018	2,717	19,234	943	18,291	13.6	1,015
31-Dec-04	4,915	8,580	3,017	2,697	19,209	943	18,266	13.6	1,015
Other									
31-Mar-05	**185**	**163**	**18**	**-**	**366**	**122**	**244**	**0.2**	**51**
31-Dec-04 (restated)	183	121	19	5	328	68	260	0.2	74
31-Dec-04	195	121	19	5	340	68	272	0.2	74
Grand Total									
31-Mar-05	**21,550**	**21,991**	**8,417**	**7,059**	**59,017**	**9,014**	**50,003**	**37.3**	**4,016**
31-Dec-04 (restated)	21,263	21,073	9,106	6,474	57,916	8,794	49,122	36.4	4,005
31-Dec-04	21,388	21,073	9,099	6,349	57,909	8,794	49,115	36.4	4,005

VII) Exposure by Country of Operations

At the country level, direct net exposure to Malaysia where the Group has a long-standing presence, remained the largest at $14.1 billion or 10.5% of Group assets, followed by Thailand at $7.6 billion and Taiwan at $4.8 billion.



UNITED OVERSEAS BANK GROUP

UNAUDITED CONSOLIDATED BALANCE SHEET

	31-Mar-05	Restated 31-Dec-04	31-Dec-04	31-Mar-04
	$ million	$ million	$ million	$ million
Share Capital and Reserves				
Share capital	**1,537**	1,536	1,536	1,572
Capital reserves *	**4,405**	4,421	4,250	4,225
Statutory reserves	**2,922**	2,922	2,922	2,860
Revenue reserves	**4,859**	4,453	4,607	4,822
Share of reserves of associates	**213**	123	123	142
Shareholders' equity	**13,935**	13,456	13,439	13,620
Minority interests	**168**	156	148	157
Total equity	**14,103**	13,612	13,587	13,776
Liabilities				
Deposits of non-bank customers	**80,069**	78,951	79,019	70,630
Deposits and balances of banks and agents	**26,639**	28,194	28,194	22,069
Total deposits	**106,707**	107,145	107,213	92,698
Bills and drafts payable	**331**	256	256	293
Other liabilities	**5,920**	6,626	6,733	6,473
Debts issued	**7,005**	7,136	7,089	4,282
Total liabilities	**119,963**	121,163	121,292	103,747
Total equity and liabilities	**134,066**	134,776	134,879	117,523
Assets				
Cash, balances and placements with central banks	**11,878**	11,653	11,653	11,456
Singapore Government treasury bills and securities	**7,252**	7,793	7,772	6,076
Other government treasury bills and securities	**1,854**	1,984	1,975	1,690
Trading securities	**299**	431	439	586
Placements and balances with banks and agents	**26,297**	26,726	26,726	20,933
Loans and advances including trade bills to non-bank customers	**64,106**	64,188	64,300	59,214
Other assets	**4,724**	5,699	5,964	4,703
Investment securities	**9,495**	8,861	8,609	6,288
Assets held for sale	**1,149**	-	-	-
Investments in associates	**1,296**	1,702	1,702	1,400
Fixed assets	**1,839**	1,862	1,862	1,761
Goodwill	**3,877**	3,876	3,876	3,416
Total assets	**134,066**	134,776	134,879	117,523
Off-Balance Sheet Items				
Contingent liabilities	**9,884**	10,001	10,001	8,567
Derivative financial instruments	**431,984**	278,086	278,086	206,758
Commitments	**42,103**	39,276	39,276	38,091

* Including AFS reserves of $135 million and $171 million as at 31 March 2005 and 31 December 2004 (restated) respectively.

UNITED OVERSEAS BANK GROUP

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital $ million	Capital Reserves $ million	Statutory Reserves $ million	Revenue Reserves $ million	Share of Reserves of Associates $ million	Total Shareholders' Equity $ million	Minority Interest $ million	Total Equity $ million
Balance at 1 January 2005								
As previously reported	**1,536**	**4,250**	**2,922**	**4,607**	**123**	**13,439**	**148**	**13,587**
Adjustments due to FRS39	**-**	**171**	**-**	**(154)**	**-**	**17**	**8**	**25**
As restated	**1,536**	**4,421**	**2,922**	**4,453**	**123**	**13,456**	**156**	**13,612**
Net profit for the financial period	**-**	**-**	**-**	**406**	**-**	**406**	**4**	**409**
Differences arising from currency translation of financial statements of foreign branches, subsidiaries and associates	**-**	**13**	**-**	**-**	**-**	**13**	**0 ***	**14**
Group's share of reserves of associates	**-**	**-**	**-**	**-**	**89**	**89**	**-**	**89**
Other adjustments	**-**	**(33)**	**-**	**0 ***	**-**	**(33)**	**0 ***	**(32)**
Total recognised gains / (losses) for the financial period	**-**	**(19)**	**-**	**406**	**89**	**476**	**4**	**480**
Change in minority interests	**-**	**-**	**-**	**-**	**-**	**-**	**8**	**8**
Dividends	**-**	**-**	**-**	**-**	**-**	**-**	**(0)***	**(0)***
Issue of shares upon exercise of options	**0 ***	**3**	**-**	**-**	**-**	**3**	**-**	**3**
Balance at 31 March 2005	**1,537**	**4,405**	**2,922**	**4,859**	**213**	**13,935**	**168**	**14,103**

	Share Capital $ million	Capital Reserves $ million	Statutory Reserves $ million	Revenue Reserves $ million	Share of Reserves of Associates $ million	Total Shareholders' Equity $ million	Minority Interest $ million	Total Equity $ million
Balance at 1 January 2004	1,572	4,242	2,860	4,465	143	13,282	155	13,437
Net profit for the financial period	-	-	-	357	-	357	2	359
Differences arising from currency translation of financial statements of foreign branches, subsidiaries and associates	-	(18)	-	-	-	(18)	(1)	(19)
Group's share of reserves of associates	-	-	-	-	(2)	(2)	-	(2)
Other adjustments	-	-	-	(1)	1	-	-	-
Total recognised gains / (losses) for the financial period	-	(18)	-	357	(1)	337	2	338
Net transfer from revenue reserves	-	0 *	-	(0)*	-	-	-	-
Issue of shares upon exercise of options	0 *	1	-	-	-	1	-	1
Balance at 31 March 2004	1,572	4,225	2,860	4,822	142	13,620	157	13,776

* Less than $500,000.

UNITED OVERSEAS BANK GROUP

UNAUDITED CONSOLIDATED CASH FLOW STATEMENT

	1st Quarter 2005 $ million	1st Quarter 2004 $ million
Cash flows from operating activities		
Profit before tax	**526**	467
Adjustments for:		
Depreciation of fixed assets	**35**	28
Goodwill written-off and amortised	**2**	50
Share of profit of associates	**(14)**	(29)
Operating profit before working capital changes	**549**	516
Changes in working capital:		
(Decrease) / increase in deposits	**(438)**	3,996
Increase in bills and drafts payable	**75**	129
Decrease in other liabilities	**(777)**	(543)
Decrease / (increase) in trading securities	**131**	(62)
Decrease / (increase) in placements and balances with banks and agents	**429**	(861)
Decrease in trade bills and advances to non-bank customers	**82**	82
Decrease in other government treasury bills and securities not qualifying as cash and cash equivalents	**-**	3
Decrease in other assets	**940**	48
Cash generated from operations	**992**	3,309
Income tax paid	**(38)**	(31)
Net cash provided by operating activities	**954**	3,278
Cash flows from investing activities		
Increase in investment securities and investments in associates	**(1,282)**	(847)
Net dividends received from associates	**0 ***	0 *
Net increase in fixed assets	**(11)**	(21)
Change in / acquisition of minority interests of subsidiaries	**8**	(1)
Net cash used in investing activities	**(1,285)**	(869)
Cash flows from financing activities		
Proceeds from issue of shares	**3**	1
Net (decrease) / increase in debts issued	**(131)**	86
Dividends paid by subsidiaries to minority shareholders	**(0)***	-
Net cash (used) / provided by financing activities	**(128)**	87
Currency translation adjustment	**13**	(18)
Net (decrease) / increase in cash and cash equivalents for the financial period	**(446)**	2,478
Cash and cash equivalents at beginning of the financial period	**21,430**	16,362
Cash and cash equivalents at end of the financial period (Note A)	**20,984**	18,839

Note A:

Cash, balances and placements with central banks	**11,878**	11,456
Singapore Government treasury bills and securities	**7,252**	6,076
Other government treasury bills and securities less non-cash equivalents of $Nil (31 March 2004: $383 million)	**1,854**	1,308
Cash and cash equivalents at end of the financial period	**20,984**	18,839

* Less than $500,000.