



United Overseas Bank Limited

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

GROUP FINANCIAL PERFORMANCE FOR THE THREE MONTHS / FIRST QUARTER 2006

3 MAY 2006



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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 2006	1st Quarter 2005	1Q06 / 1Q05 %	4th Quarter 2005	1Q06 / 4Q05 %
• Key Indicators					
Net interest income (NII) (\$'m)	653	583	+ 12.1	614	+ 6.5
Non-interest income (Non NII) (\$'m)	350	316	+ 10.6	414	- 15.5
Total income (\$'m)	1,003	899	+ 11.6	1,028	- 2.4
Total expenses (\$'m)	396	319	+ 24.1	404	- 1.9
Operating profit before amortisation and impairment charges (\$'m)	607	580	+ 4.7	623	- 2.6
❖ Net profit after tax ^					
- Including intangible assets (\$'m)	439	406	+ 8.3	432	+ 1.7
- Excluding intangible assets (\$'m)	443	407	+ 8.7	434	+ 2.0
❖ Income mix					
- NII / Total income (%)	65.1	64.8	+ 0.3 % pt	59.7	+ 5.4 % pt
- Non NII / Total income (%)	34.9	35.2	- 0.3 % pt	40.3	- 5.4 % pt
	100.0	100.0	-	100.0	-
❖ Profit contribution (before tax and intangible assets)					
- Onshore (including ACU) (%)	74.1	78.4	- 4.3 % pt	80.5	- 6.4 % pt
- Offshore (%)	25.9	21.6	+ 4.3 % pt	19.5	+ 6.4 % pt
	100.0	100.0	-	100.0	-
❖ Return on average ordinary shareholders' equity * #					
- Including intangible assets (%)	11.9	11.8	+ 0.1 % pt	12.4	- 0.5 % pt
- Excluding intangible assets (%)	12.0	11.9	+ 0.1 % pt	12.5	- 0.5 % pt
❖ Basic earnings per ordinary share *					
- Including intangible assets (¢)	114.6	105.6	+ 8.5	112.3	+ 2.0
- Excluding intangible assets (¢)	115.5	106.1	+ 8.9	112.9	+ 2.3
❖ Return on average total assets *					
- Including intangible assets (%)	1.17	1.21	- 0.04 % pt	1.21	- 0.04 % pt
- Excluding intangible assets (%)	1.18	1.21	- 0.03 % pt	1.21	- 0.03 % pt
❖ NII * / Average interest bearing assets (%)	2.04	2.06	- 0.02 % pt	1.96	+ 0.08 % pt
❖ Expense / Income ratio (%)	39.5	35.5	+ 4.0 % pt	39.3	+ 0.2 % pt

^ Net profit after tax refers to profit attributable to equity holders of the Bank.

* Computed on an annualised basis.

Calculated based on profit attributable to equity holders of the Bank net of subsidiary preference share dividend incurred for the financial period.


I) Highlights and Performance Indicators

	31-Mar-06	31-Dec-05	Mar-06 / Dec-05 (%)	31-Mar-05	Mar-06 / Mar-05 (%)
• <u>Other Indicators</u>					
❖ Customer loans (net) (\$'m)	67,445	67,142	+ 0.5	64,106	+ 5.2
❖ Customer deposits (\$'m)	88,138	85,503	+ 3.1	80,069	+ 10.1
❖ Loans / Deposits ratio [@] (%)	76.5	78.5	- 2.0 % pt	80.1	- 3.6 % pt
❖ Non-performing loans (NPLs) (\$'m)	3,950	3,931	+ 0.5	4,728	- 16.5
❖ Cumulative impairment (\$'m)	2,736	2,714	+ 0.8	3,267	- 16.3
❖ NPL ratio [^] (%)	5.6	5.6	-	6.9	- 1.3 % pt
❖ Cumulative impairment / NPLs (%)	69.3	69.0	+ 0.3 % pt	69.1	+ 0.2 % pt
❖ Total assets (\$'m)	154,612	145,073	+ 6.6	134,066	+ 15.3
❖ Shareholders' equity * (\$'m)	15,453	14,929	+ 3.5	13,935	+ 10.9
❖ Revaluation surplus [#] (\$'m)	1,645	1,564	+ 5.2	1,257	+ 30.9
❖ Net asset value (NAV) per share (\$)	10.08	9.71	+ 3.8	9.07	+ 11.1
❖ Revalued NAV per share (\$)	11.15	10.73	+ 3.9	9.89	+ 12.7
❖ Net tangible asset backing per share (\$)	7.27	6.92	+ 5.1	6.46	+ 12.5
❖ Capital adequacy ratios					
- Tier 1 capital (%)	11.2	11.0	+ 0.2 % pt	10.9	+ 0.3 % pt
- Total capital (%)	16.0	16.1	- 0.1 % pt	15.4	+ 0.6 % pt
❖ Manpower (number)	18,624	18,816	- 192 no.	13,403	+ 5,221 no.

[@] "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.

* Shareholders' equity refers to equity attributable to equity holders of the Bank.

[#] Refers to revaluation surplus on properties and securities not recognised in the financial statements.



II) Review of Financial Performance

The financial statements are presented in Singapore dollars and have been prepared in accordance with Singapore Financial Reporting Standards ("FRS"), including the modification of the requirements of FRS39 Financial Instruments: Recognition and Measurement in respect of loan loss provisioning by Notice to Banks No. 612 "Credit Files, Grading and Provisioning" issued by Monetary Authority of Singapore. The same accounting policies and computation methods have been adopted for the first quarter of 2006 as those adopted in the audited financial statements for the financial year ended 31 December 2005.

Review of Group Performance

Results

1st Quarter 2006 versus 1st Quarter 2005

The Group's net profit after tax increased 8.3% to \$439 million in the first quarter of 2006 ("1Q06") from \$406 million in the first quarter of 2005 ("1Q05"). The increase was mainly due to higher net interest income, higher fee and commission income, higher share of associates' profits and lower impairment charges. These were partly offset by higher operating expenses.

Total income increased 11.6% to \$1,003 million in 1Q06 from \$899 million in 1Q05, primarily due to higher net interest income on increased loan volume, and higher fee and commission income mainly from fund management and trade-related activities.

The Group's total operating expenses increased 24.1% to \$396 million in 1Q06 compared to \$319 million in 1Q05. Staff costs increased 29.2% to \$198 million and other operating expenses increased 19.4% to \$199 million, attributed partly to the consolidation of Bank Buana's operating expenses. Expense-to-income ratio of the Group was 39.5% in 1Q06 compared to 35.5% in 1Q05.

Other impairment charges of \$55 million in 1Q06 was 16.6% lower than the \$66 million in 1Q05, largely due to write-back of impairment charges on other assets.

Share of pre-tax profit of associates increased 118.9% to \$30 million in 1Q06 from \$14 million in 1Q05, attributed mainly to higher contributions from major associates.

1st Quarter 2006 versus 4th Quarter 2005

The Group's net profit after tax of \$439 million recorded in 1Q06 was 1.7% higher than the \$432 million registered in the fourth quarter of 2005 ("4Q05"). The increase was mainly due to higher net interest income and lower other impairment charges, partially offset by lower fee and commission income.

The Group's total income declined 2.4% to \$1,003 million in 1Q06 from \$1,028 million in 4Q05 primarily due to lower fee and commission income, partly offset by higher net interest income.

Total operating expenses of the Group declined 1.9% to \$396 million in 1Q06 from \$404 million in 4Q05. Staff costs decreased 0.8% to \$198 million in 1Q06, while other operating expenses decreased 3.0% to \$199 million in 1Q06 due to lower advertising costs. The Group's expense-to-income ratio was 39.5% in 1Q06 compared to 39.3% in 4Q05.

Other impairment charges decreased to \$55 million in 1Q06 from \$74 million in 4Q05, largely due to lower impairment charges on loans.



II) Review of Financial Performance

Balance Sheet

The Group's net loans and advances to customers of \$67,445 million as at 31 March 2006 were 0.5% higher than the \$67,142 million as at 31 December 2005.

Group non-performing loans ("NPLs") increased 0.5% to \$3,950 million as at 31 March 2006 from \$3,931 million as at 31 December 2005. Group NPL ratio remained unchanged at 5.6% as at 31 March 2006 from 31 December 2005. Of the total Group NPLs as at 31 March 2006, \$2,211 million or 56.0% were secured by collateral, and \$2,594 million or 65.7% were in the Substandard category.

Total cumulative impairment of the Group increased 0.8% from \$2,714 million as at 31 December 2005 to \$2,736 million as at 31 March 2006. Collective impairment as at 31 March 2006 was \$1,272 million or 46.5% of total cumulative impairment. The total cumulative impairment as at 31 March 2006 provided a coverage of 69.3% against Group NPLs, as compared to the 69.0% as at 31 December 2005. As at 31 March 2006, unsecured NPLs were 157.3% covered by total cumulative impairment, compared to the 159.4% as at 31 December 2005.

Total assets of the Group as at 31 March 2006 were \$154,612 million, representing a growth of 6.6% over the \$145,073 million as at 31 December 2005. Shareholders' equity of the Group as at 31 March 2006 was \$15,453 million, representing an increase of 3.5% over the \$14,929 million as at 31 December 2005. Consequently, the Group's net asset value per share improved to \$10.08 as at 31 March 2006 from \$9.71 as at 31 December 2005.

As at 31 March 2006, the Group's total Capital Adequacy Ratio ("CAR") of 16.0% was 6.0% points above the minimum 10% set by Monetary Authority of Singapore. It was 0.1% point lower than the total CAR of 16.1% as at 31 December 2005.



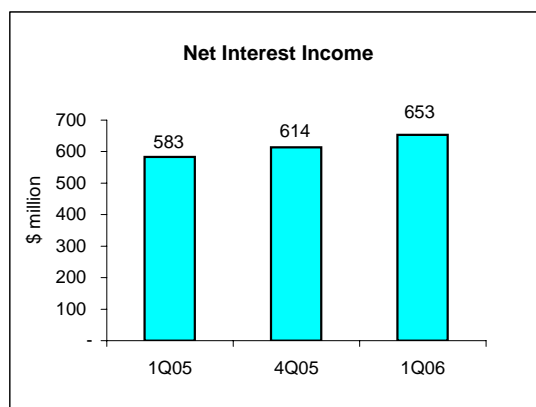
II) Review of Financial Performance

UNAUDITED CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE THREE MONTHS / FIRST QUARTER ENDED 31 MARCH 2006

	1st Quarter 2006	1st Quarter 2005	1Q06 / 1Q05	4th Quarter 2005	1Q06 / 4Q05
	\$ million	\$ million	%	\$ million	%
Interest income	1,563	1,096	42.5	1,387	12.7
Less: Interest expense	910	514	77.1	774	17.5
Net interest income	653	583	12.1	614	6.5
Dividend income	3	3	(6.3)	4	(29.2)
Fee and commission income	222	186	19.8	293	(24.2)
Rental income	16	16	(0.8)	16	2.0
Other operating income	109	112	(2.6)	101	7.6
Total non-interest income	350	316	10.6	414	(15.5)
Income before operating expenses	1,003	899	11.6	1,028	(2.4)
Less:					
Staff costs	198	153	29.2	199	(0.8)
Other operating expenses	199	166	19.4	205	(3.0)
Total operating expenses	396	319	24.1	404	(1.9)
Operating profit before amortisation and impairment charges	607	580	4.7	623	(2.6)
Less: Intangible assets amortised / impaired	3	2	99.0	2	58.3
Less: Other impairment charges	55	66	(16.6)	74	(25.3)
Operating profit after amortisation and impairment charges	549	512	7.1	548	0.2
Share of profit of associates	30	14	118.9	23	31.5
Profit before tax	579	526	10.1	571	1.4
Less: Tax	125	117	7.2	134	(6.8)
Profit for the financial period	454	409	10.9	437	4.0
Attributable to:					
Equity holders of the Bank	439	406	8.3	432	1.7
Minority interests	15	4	293.2	5	203.0
	454	409	10.9	437	4.0
Annualised earnings per ordinary share (¢)					
Basic	114.6	105.6	8.5	112.3	2.0
Diluted	114.6	105.6	8.5	112.3	2.0

II) Review of Financial Performance

Net Interest Income



Net interest income of the Group increased 12.1% to \$653 million in 1Q06 compared to \$583 million in 1Q05. The increase was mainly from higher loan volume, attributed partly to the consolidation of Bank Buana's loan portfolio, as well as from interbank money market activities. Net interest income continued to be the major contributor of total income, accounting for 65.1% (1Q05: 64.8%) of total income. Average interest margin was lower at 2.04% in 1Q06 as compared to 2.06% in 1Q05 due to increased funding costs.

In 1Q06, net interest income increased 6.5% to \$653 million from \$614 million in 4Q05. The increase was largely from interbank money market activities and the consolidation of Bank Buana's financials (full 3 months impact in 1Q06 versus 2 months in 4Q05). Average interest margin improved by 8 basis points to 2.04% in 1Q06 from 1.96% in 4Q05 due to improved asset yields.

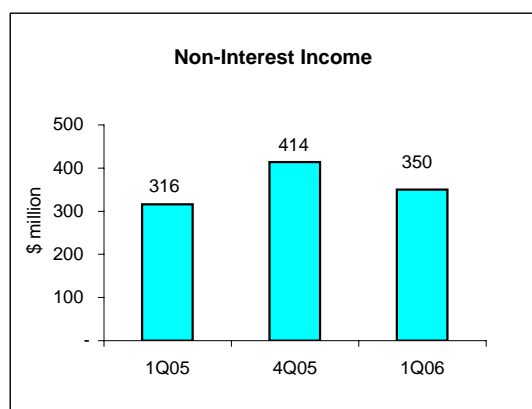
	1st Quarter 2006			1st Quarter 2005			4th Quarter 2005		
	Average Balance \$ million	Annualised Interest \$ million	Average Rate %	Average Balance \$ million	Annualised Interest \$ million	Average Rate %	Average Balance \$ million	Annualised Interest \$ million	Average Rate %
Customer loans	67,050	3,714	5.54	63,931	2,938	4.60	65,799	3,418	5.19
Inter-bank balances / balances with central banks	43,893	1,824	4.15	33,462	964	2.88	39,338	1,404	3.57
Securities	19,042	801	4.20	17,113	545	3.18	18,998	682	3.59
Total interest bearing assets	129,985	6,338	4.88	114,506	4,447	3.88	124,135	5,504	4.43
Customer deposits	87,992	2,068	2.35	80,039	1,182	1.48	87,036	1,694	1.95
Inter-bank balances / other	38,458	1,621	4.21	32,743	901	2.75	35,538	1,376	3.87
Total interest bearing liabilities	126,450	3,689	2.92	112,782	2,083	1.85	122,574	3,070	2.50
Net interest income		2,650			2,364			2,434	
Average interest margin ^			2.04			2.06			1.96

^ Average interest margin represents annualised net interest income as a percentage of total interest bearing assets.



II) Review of Financial Performance

Non-Interest Income



Non-interest income of the Group increased 10.6% to \$350 million in 1Q06 compared to the \$316 million in 1Q05. The growth was primarily due to higher net gain from trading securities, government securities and derivatives, higher fee and commission income and higher profit from foreign exchange. These were partly negated by higher loss on investment securities. The Group's non-interest income in 1Q06 accounted for 34.9% of total income compared to 35.2% in 1Q05.

Non-interest income decreased 15.5% to \$350 million in 1Q06 from \$414 million in 4Q05, mainly attributed to lower fee and commission income from investment-related activities, as well as higher loss on investment securities. These were partly offset by higher net gain on trading securities, government securities and derivatives.

Composition of Non-Interest Income

	1st Quarter 2006	1st Quarter 2005	1Q06 / 1Q05	4th Quarter 2005	1Q06 / 4Q05
	\$ million	\$ million	%	\$ million	%
Fee and commission income					
Credit card	30	28	9.9	35	(14.1)
Fund management	49	31	59.0	35	42.5
Futures broking	8	5	48.7	6	29.4
Investment-related	39	35	12.6	127	(69.0)
Loan-related	34	31	9.7	31	11.2
Service charges	17	15	11.0	19	(11.9)
Trade-related	39	34	16.9	40	(2.3)
Other	6	7	(22.3)	1	524.7
	222	186	19.8	293	(24.2)
Dividend and rental income	19	19	(1.6)	19	(3.8)
Other operating income					
Net gain / (loss) from:					
- Foreign exchange	42	28	51.3	49	(13.9)
- Trading securities, government securities and derivatives	100	46	116.0	6	NM
- Investment securities	(78)	(26)	(203.5)	(9)	(755.7)
- Disposal of assets held for sale	2	-	NM	8	(72.9)
Other income	42	63	(33.1)	47	(10.6)
	109	112	(2.6)	101	7.6
Total non-interest income	350	316	10.6	414	(15.5)
Fee and commission income / Total income (%)	22.2	20.7	1.5 % pt	28.6	(6.4)% pt
Non-interest income / Total income (%)	34.9	35.2	(0.3)% pt	40.3	(5.4)% pt

"NM" denotes Not Meaningful.



II) Review of Financial Performance

Operating Expenses

Total operating expenses increased 24.1% to \$396 million in 1Q06 from \$319 million in 1Q05. The increase was due to higher staff costs on increased headcount and higher other operating expenses, partly due to the consolidation of Bank Buana's expenses. Expense-to-income ratio of the Group was 39.5% in 1Q06 compared to 35.5% in 1Q05.

In 1Q06, total operating expenses decreased 1.9% to \$396 million from \$404 million in 4Q05. The decrease was mainly from other operating expenses due to lower advertising costs. Expense-to-income ratio was 39.5% in 1Q06 compared to 39.3% in 4Q05.

	1st Quarter 2006	1st Quarter 2005	1Q06 / 1Q05	4th Quarter 2005	1Q06 / 4Q05
	\$ million	\$ million	%	\$ million	%
Staff costs	198	153	29.2	199	(0.8)
Other operating expenses					
Depreciation of fixed assets	36	35	2.9	35	4.0
Rental of premises and equipment	11	11	(5.1)	11	(5.9)
Maintenance of premises and other assets	16	14	18.8	19	(14.3)
Other expenses	135	106	27.6	139	(3.0)
	199	166	19.4	205	(3.0)
Total operating expenses	396	319	24.1	404	(1.9)
Expense / Income ratio (%)	39.5	35.5	4.0 % pt	39.3	0.2 % pt
Manpower (number)	18,624	13,403	5,221 no.	18,816	(192) no.

Total operating expenses included:

IT-related expenses	56	52	9.0	60	(5.6)
IT-related expenses / Total operating expenses (%)	14.2	16.3	(2.1)% pt	14.8	(0.6)% pt

**II) Review of Financial Performance****Other Impairment Charges**

The Group's other impairment charges of \$55 million in 1Q06 was 16.6% lower than the \$66 million in 1Q05. The decrease was mainly due to write-back of impairment charges on other assets.

In 1Q06, other impairment charges decreased 25.3% to \$55 million from \$74 million in 4Q05, mainly due to lower impairment charges on loans.

	1st Quarter 2006	1st Quarter 2005	1Q06 / 1Q05	4th Quarter 2005	1Q06 / 4Q05
	\$ million	\$ million	%	\$ million	%
Individual impairment on loans					
Singapore	48	37	29.0	48	(1.4)
Regional countries ^	(2)	28	(108.9)	23	(110.8)
Greater China ^^	8	(7)	NM	(0)*	NM
Other	5	2	143.8	(1)	NM
	59	60	(1.3)	70	(15.8)
Individual impairment on other assets and provision for contingent liabilities	(4)	6	(159.2)	4	(200.9)
Total other impairment charges	55	66	(16.6)	74	(25.3)

^ Regional countries comprise Malaysia, Indonesia, the Philippines and Thailand.

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

* Less than \$500,000.

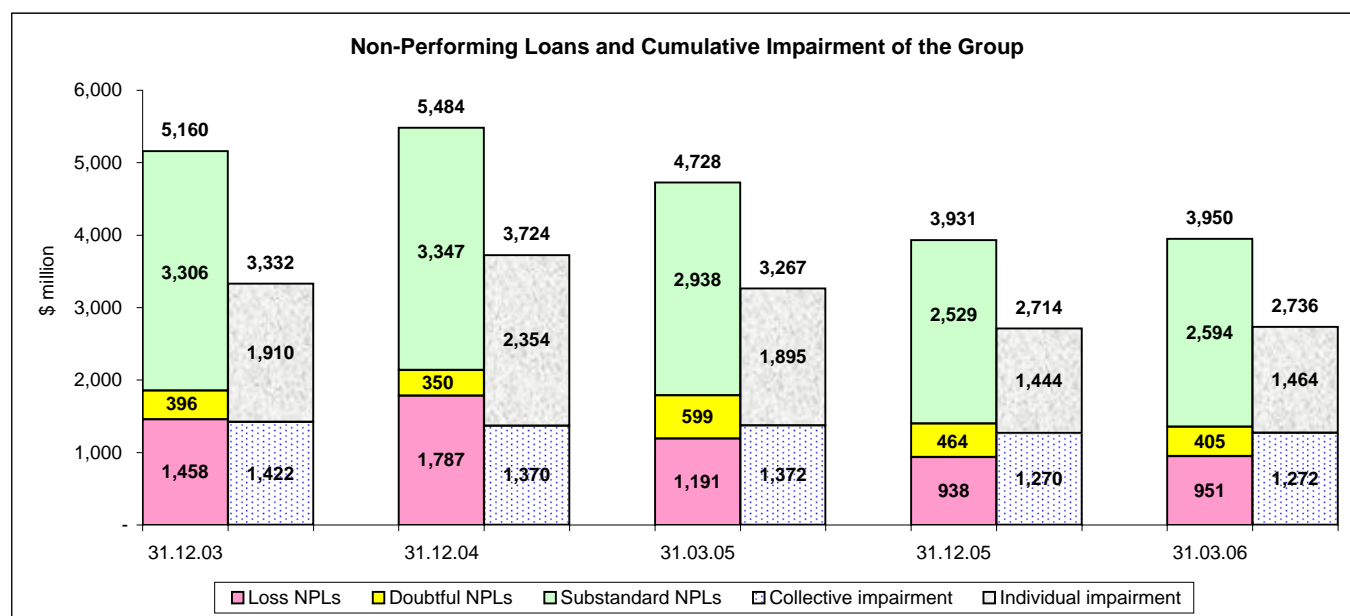
"NM" denotes Not Meaningful.

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

NPLs and Cumulative Impairment of the Group

The Group's NPLs of \$3,950 million as at 31 March 2006 were 0.5% higher than the \$3,931 million as at 31 December 2005 and 16.5% lower than the \$4,728 million as at 31 March 2005. NPL ratio of 5.6% as at 31 March 2006 was the same as that as at 31 December 2005, and 1.3% points lower compared to that as at 31 March 2005. Of the total NPLs as at 31 March 2006, \$2,594 million or 65.7% were in the Substandard category and \$2,211 million or 56.0% were secured by collateral.

Total cumulative impairment as at 31 March 2006 was \$2,736 million, representing an increase of 0.8% over the \$2,714 million as at 31 December 2005 and a decline of 16.3% over the \$3,267 million as at 31 March 2005. As at 31 March 2006, total cumulative impairment provided coverage of 69.3% against total NPLs and 157.3% against unsecured NPLs.



31-Mar-06 31-Dec-05 31-Mar-05 31-Dec-04 31-Dec-03

NPLs

	\$ million				
Substandard	2,594	2,529	2,938	3,347	3,306
Doubtful	405	464	599	350	396
Loss	951	938	1,191	1,787	1,458
Total NPLs	3,950	3,931	4,728	5,484	5,160

Cumulative Impairment

	\$ million				
Individual impairment	1,464	1,444	1,895	2,354	1,910
Collective impairment	1,272	1,270	1,372	1,370	1,422
Total cumulative impairment	2,736	2,714	3,267	3,724	3,332

Ratios

	%				
NPL ratio*	5.6	5.6	6.9	8.0	8.1
NPLs / Total assets	2.6	2.7	3.5	4.1	4.5
Cumulative impairment / NPLs	69.3	69.0	69.1	67.9	64.6
Cumulative impairment / Doubtful & Loss NPLs	201.8	193.6	182.5	174.3	179.7
Cumulative impairment / Unsecured NPLs	157.3	159.4	149.0	138.6	141.4
Cumulative impairment ^ / Gross customer loans	3.9	3.9	4.8	5.4	5.2
Collective impairment / Gross customer loans (net of individual impairment ^)	1.9	1.9	2.1	2.1	2.3

* 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

As at 31 March 2006, NPLs of Singapore and the Regional Countries each accounted for 47.9% of the Group's NPLs.

NPLs of Singapore was \$1,894 million as at 31 March 2006. This was 3.1% and 25.2% lower than the NPLs of \$1,955 million as at 31 December 2005 and \$2,533 million as at 31 March 2005 respectively.

NPLs of the Regional Countries increased 3.0% to \$1,893 million as at 31 March 2006, compared to \$1,838 million as at 31 December 2005. It declined 6.9% compared to the NPLs of \$2,033 million as at 31 March 2005.

	31-Mar-06		31-Dec-05		31-Mar-05	
	\$ million	%	\$ million	%	\$ million	%
Singapore	1,894	47.9	1,955	49.7	2,533	53.6
Regional Countries						
Malaysia	678	17.2	651	16.6	682	14.4
Indonesia	100	2.5	101	2.6	88	1.9
Philippines	189	4.8	180	4.6	164	3.5
Thailand	926	23.4	906	23.0	1,099	23.2
	1,893	47.9	1,838	46.8	2,033	43.0
Greater China	75	1.9	64	1.6	101	2.1
Other	88	2.3	74	1.9	61	1.3
Total NPLs	3,950	100.0	3,931	100.0	4,728	100.0

NPLs by Industry

The increase in NPLs as at 31 March 2006 over 31 December 2005 was mainly from manufacturing and general commerce industries. Compared to 31 March 2005, lower NPLs were registered across all the industries.

	31-Mar-06		31-Dec-05		31-Mar-05	
	NPL	NPL Ratio	NPL	NPL Ratio	NPL	NPL Ratio
	\$ million	%	\$ million	%	\$ million	%
Transport, storage and communication	92	3.4	79	3.2	94	4.3
Building and construction	562	7.0	566	7.1	758	10.2
Manufacturing	949	11.7	834	10.6	1,022	13.7
Non-bank financial institutions	519	5.4	528	5.2	540	5.2
General commerce	838	7.5	769	6.7	857	8.1
Professionals and private individuals	536	5.4	578	5.7	737	7.2
Housing loans	332	1.9	390	2.3	438	2.8
Other	119	3.5	150	4.8	204	6.6
Sub-total	3,947	5.6	3,894	5.6	4,650	6.9
Debt securities	3		37		78	
Total NPLs	3,950		3,931		4,728	

Secured / Unsecured NPLs

As at 31 March 2006, 56.0% of the Group's total NPLs was secured by collateral, compared to 56.7% as at 31 December 2005 and 53.6% as at 31 March 2005.

	31-Mar-06		31-Dec-05		31-Mar-05	
	\$ million	%	\$ million	%	\$ million	%
Secured	2,211	56.0	2,228	56.7	2,536	53.6
Unsecured	1,739	44.0	1,703	43.3	2,192	46.4
Total NPLs	3,950	100.0	3,931	100.0	4,728	100.0

**IV) Segmental Analysis****Geographical Segments**

The following geographical segment information is based on the location where the transactions and assets are booked which approximates that based on the location of the customers and assets. The information is stated after elimination of inter-segment transactions.

Income before Operating Expenses

	1st Quarter 2006		1st Quarter 2005		4th Quarter 2005	
	\$ million	%	\$ million	%	\$ million	%
Singapore (including Asian Currency Unit)	627	62.5	621	69.1	712	69.2
Other ASEAN countries	276	27.5	203	22.6	229	22.3
Other Asia-Pacific countries	41	4.1	38	4.2	44	4.3
Rest of the world	59	5.9	37	4.1	43	4.2
Total	1,003	100.0	899	100.0	1,028	100.0

Profit before Tax

	1st Quarter 2006		1st Quarter 2005		4th Quarter 2005	
	\$ million	%	\$ million	%	\$ million	%
Singapore (including Asian Currency Unit)	431	74.1	414	78.4	461	80.5
Other ASEAN countries	104	17.9	63	11.9	65	11.3
Other Asia-Pacific countries	6	1.0	24	4.6	21	3.7
Rest of the world	41	7.0	27	5.1	26	4.5
	582	100.0	528	100.0	573	100.0
Intangible assets amortised / impaired	(3)		(2)		(2)	
Total	579		526		571	

Total Assets

	31-Mar-06		31-Dec-05		31-Mar-05	
	\$ million	%	\$ million	%	\$ million	%
Singapore (including Asian Currency Unit)	100,709	67.0	90,710	64.4	83,560	64.2
Other ASEAN countries	26,405	17.6	25,869	18.4	23,932	18.4
Other Asia-Pacific countries	15,725	10.4	16,255	11.5	16,528	12.7
Rest of the world	7,477	5.0	7,969	5.7	6,169	4.7
	150,316	100.0	140,803	100.0	130,189	100.0
Intangible assets	4,296		4,270		3,877	
Total	154,612		145,073		134,066	

**V) Overview of Balance Sheet****Total Assets**

Total assets as at 31 March 2006 were \$154,612 million, representing a growth of 6.6% over the \$145,073 million as at 31 December 2005. The increase was attributed mainly to higher bank placements and investment securities. Compared to 31 March 2005, total assets grew 15.3% from \$134,066 million attributed mainly to higher bank placements, customer loans and investment securities.

Customer Loans

Net loans and advances to customers increased 0.5% to \$67,445 million as at 31 March 2006 from the \$67,142 million as at 31 December 2005. Compared with the \$64,106 million as at 31 March 2005, the growth was 5.2%, partly due to the consolidation of Bank Buana's financials.

<u>Customer Loans Analysed by Product Group</u>	31-Mar-06		31-Dec-05		31-Mar-05	
	\$ million	%	\$ million	%	\$ million	%
Housing loans	17,103	24.4	16,632	23.8	15,853	23.6
Term loans	39,639	56.5	39,658	56.8	38,415	57.0
Trade financing	4,730	6.7	4,808	6.9	4,452	6.6
Overdrafts	8,708	12.4	8,747	12.5	8,595	12.8
Total gross customer loans	70,179	100.0	69,846	100.0	67,315	100.0
Individual impairment	(1,462)		(1,433)		(1,837)	
Collective impairment	(1,272)		(1,270)		(1,372)	
Total net customer loans	67,445		67,142		64,106	

<u>Gross Customer Loans Analysed by Industry</u>	31-Mar-06		31-Dec-05		31-Mar-05	
	\$ million	%	\$ million	%	\$ million	%
Transport, storage and communication	2,703	3.8	2,447	3.5	2,166	3.2
Building and construction	8,003	11.4	8,010	11.5	7,453	11.1
Manufacturing	8,117	11.6	7,870	11.3	7,479	11.1
Non-bank financial institutions	9,695	13.8	10,061	14.4	10,425	15.5
General commerce	11,235	16.0	11,483	16.4	10,598	15.7
Professionals and private individuals	9,953	14.2	10,209	14.6	10,248	15.2
Housing loans	17,103	24.4	16,632	23.8	15,853	23.6
Other	3,370	4.8	3,133	4.5	3,093	4.6
Total gross customer loans	70,179	100.0	69,846	100.0	67,315	100.0

<u>Gross Customer Loans Analysed by Remaining Maturity</u>	31-Mar-06		31-Dec-05		31-Mar-05	
	\$ million	%	\$ million	%	\$ million	%
Within 1 year	33,400	47.6	34,235	49.0	32,695	48.6
Over 1 year but within 3 years	8,422	12.0	8,572	12.3	9,552	14.2
Over 3 years but within 5 years	7,197	10.3	6,788	9.7	5,719	8.5
Over 5 years	21,160	30.1	20,250	29.0	19,349	28.7
Total gross customer loans	70,179	100.0	69,846	100.0	67,315	100.0

**V) Overview of Balance Sheet****Deposits**

Total deposits of \$123,662 million as at 31 March 2006 increased 7.6% and 15.9% over 31 December 2005 and 31 March 2005 respectively. The increase was contributed mainly by higher banker deposits and fixed deposits.

As at 31 March 2006, customer deposits accounted for 71.3% of total deposits and the loans-to-deposits ratio was 76.5%.

<u>Deposits Analysed by Product Group</u>	31-Mar-06		31-Dec-05		31-Mar-05	
	\$ million	%	\$ million	%	\$ million	%
Banker deposits	35,524	28.7	29,456	25.6	26,639	25.0
Customer deposits						
Fixed rate deposits	58,185	47.1	54,947	47.8	50,974	47.8
Current, savings and other deposits	29,953	24.2	30,556	26.6	29,095	27.2
	88,138	71.3	85,503	74.4	80,069	75.0
Total deposits	123,662	100.0	114,958	100.0	106,707	100.0
Loans / Deposits ratio * (%)		76.5		78.5		80.1

<u>Deposits Analysed by Remaining Maturity</u>	31-Mar-06		31-Dec-05		31-Mar-05	
	\$ million	%	\$ million	%	\$ million	%
Within 1 year	120,672	97.6	111,985	97.4	104,318	97.8
Over 1 year but within 3 years	1,263	1.0	1,117	1.0	1,224	1.1
Over 3 years but within 5 years	898	0.7	816	0.7	1,078	1.0
Over 5 years	829	0.7	1,041	0.9	86	0.1
Total deposits	123,662	100.0	114,958	100.0	106,707	100.0

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

**V) Overview of Balance Sheet****Debts Issued**

	31-Mar-06 \$ million	31-Dec-05 \$ million	31-Mar-05 \$ million
(a) <u>Subordinated Notes</u>			
(i) S\$1.3 billion 4.95% subordinated notes due 2016 callable with step-up in 2011	1,300	1,300	1,300
(ii) S\$1 billion 4.100% subordinated notes due 2019 callable with step-up in 2014	998	998	998
(iii) US\$1 billion 4.50% subordinated notes due 2013	1,618	1,663	1,649
(iv) US\$1 billion 5.375% subordinated notes due 2019 callable with step-up in 2014	1,617	1,662	1,649
(v) THB2 billion subordinated debentures due 2008	83	81	84
(vi) IDR300 billion 13.25% subordinated bonds due 2014	58	50	-
Unamortised expenses relating to issue of subordinated notes	(12)	(13)	(14)
Total, at amortised cost	5,662	5,741	5,666
Fair value hedge adjustments	(266)	(124)	(119)
	5,395	5,617	5,547
(b) <u>Asset Backed Commercial Paper ("ABCP")</u>			
(i) S\$ ABCP, at amortised cost	557	554	697
(ii) US\$ ABCP, at amortised cost	273	285	231
	830	839	927
(c) Other	563	653	530
Total debts issued	6,788	7,108	7,005

- (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 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%.
- (iii) 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.

**V) Overview of Balance Sheet****Debts Issued (cont'd)**

(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 S\$ and US\$ subordinated notes issued by the Bank are unsecured obligations. All other liabilities of the Bank outstanding at the balance sheet date rank senior to all the S\$ and US\$ subordinated notes. The above S\$ and US\$ subordinated notes qualifies for upper tier 2 capital.

Expenses incurred in connection with the issue of the subordinated notes are, where material, capitalised and amortised over 10 years from the date of issue of the subordinated notes.

The Bank has entered into interest rate swaps to hedge the interest rate risks of certain subordinated notes with fixed coupon rates and applied fair value hedge accounting in accordance with FRS39 Financial Instruments: Recognition and Measurement. Fair value changes attributable to interest rate risk is adjusted to the carrying amount of the subordinated notes with the corresponding entry to profit and loss account. Fair value changes on the interest rate swaps are recognised in the profit and loss account.

(v) The THB2 billion subordinated debentures were issued by United Overseas Bank (Thai) Public Company Limited ("UOBT") at par on 15 August 2001 and mature on 15 August 2008. Interest is payable quarterly at a floating rate calculated based on the average of the deposit rate of one year of four major banks in Thailand and UOBT, plus 2.50% per annum with a minimum guaranteed rate of 6.50% per annum. Average interest rate of the debentures for the first quarter of 2006 was 6.50% (31 December 2005: 6.50%).

(vi) The IDR300 billion 13.25% subordinated bonds were issued by Bank Buana on 14 July 2004 and mature on 14 July 2014. The bonds may be redeemed at par at the option of Bank Buana on the fifth anniversary from issuance date with the approval of Bank Indonesia. The bonds may also be purchased and held by Bank Buana for future trading after its first anniversary date. Interest is payable quarterly at 13.25% per annum until its fifth anniversary from the issuance date and at 22.05% per annum from the sixth year until the maturity.

(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 2006 range from 2.55% to 3.54% (31 December 2005: 2.27% to 3.36%) per annum and 4.61% to 4.95% (31 December 2005: 4.06% to 4.54%) 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.

(c) Other debts issued comprise equity linked notes, interest rate linked notes, credit linked notes and other structured notes.

**V) Overview of Balance Sheet****Shareholders' Equity**

Shareholders' equity as at 31 March 2006 was \$15,453 million, representing an increase of 3.5% over the \$14,929 million as at 31 December 2005. The increase was mainly contributed by profit for the financial period. Compared with the \$13,935 million as at 31 March 2005, shareholders' equity increased 10.9%, largely from the issuance of US\$500 million subsidiary preference shares in December 2005 and retained profit.

As at 31 March 2006, revaluation surplus on properties and securities of the Group amounted to \$1,645 million which was not recognised in the financial statements.

	<u>31-Mar-06</u>	<u>31-Dec-05</u>	<u>31-Mar-05</u>
	<u>\$ million</u>	<u>\$ million</u>	<u>\$ million</u>
Shareholders' equity	15,453	14,929	13,935
Add: Revaluation surplus			
- Properties	1,208	1,212	1,118
- Securities	437	352	139
	1,645	1,564	1,257
Shareholders' equity including revaluation surplus	17,098	16,493	15,192
Net asset value (NAV) per share (\$)	10.08	9.71	9.07
Revaluation surplus per share (\$)	1.07	1.02	0.82
Revalued NAV per share (\$)	11.15	10.73	9.89

**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 2006, the Group's total Capital Adequacy Ratio ("CAR") of 16.0% was 6.0% points above the minimum 10% set by Monetary Authority of Singapore ("MAS"). It was 0.1% point lower than the total CAR of 16.1% as at 31 December 2005 mainly attributed to higher risk-weighted assets from investment securities and bank placements. Compared to the total CAR of 15.4% as at 31 March 2005, it had increased 0.6% point mainly attributed to the issuance of US\$500 million subsidiary preference shares and higher retained profit, partly offset by higher risk-weighted assets as a result of the increase in investment securities and bank placements.

The Group's Tier 1 CAR of 11.2% as at 31 March 2006 was 4.2% points higher than the minimum 7% set by MAS. Compared to the Tier 1 CAR of 11.0% as at 31 December 2005 and 10.9% as at 31 March 2005, the increase was 0.2% point and 0.3% point respectively.

	<u>31-Mar-06</u> \$ million	<u>31-Dec-05</u> \$ million	<u>31-Mar-05</u> \$ million
Capital			
<u>Tier 1 Capital</u>			
Share capital	2,400	2,395	2,379
Subsidiary preference shares	832	832	-
Disclosed reserves / other	12,004	11,536	11,321
Deduction of intangible assets	<u>(4,309)</u>	<u>(4,284)</u>	<u>(4,010)</u>
	<u>10,927</u>	<u>10,479</u>	<u>9,690</u>
<u>Upper Tier 2 Capital</u>			
Cumulative collective impairment / other	1,190	1,171	1,122
Subordinated notes	<u>5,255</u>	<u>5,486</u>	<u>5,463</u>
	<u>6,445</u>	<u>6,657</u>	<u>6,585</u>
Deductions from Tier 1 and Upper Tier 2 Capital	<u>(1,754)</u>	<u>(1,816)</u>	<u>(2,618)</u>
Total capital	<u>15,618</u>	<u>15,320</u>	<u>13,657</u>
Risk-weighted assets (including market risk)	<u>97,850</u>	<u>95,285</u>	<u>88,850</u>
Capital adequacy ratios			
Tier 1 capital	11.2%	11.0%	10.9%
Total capital	16.0%	16.1%	15.4%


VII) Exposure by Country of Operations

As at 31 March 2006, the Group's total direct net exposure to the countries outside Singapore where it has a presence amounted to \$58.4 billion or 37.8% of Group assets, representing an increase of 6.6% over the \$54.8 billion as at 31 December 2005.

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

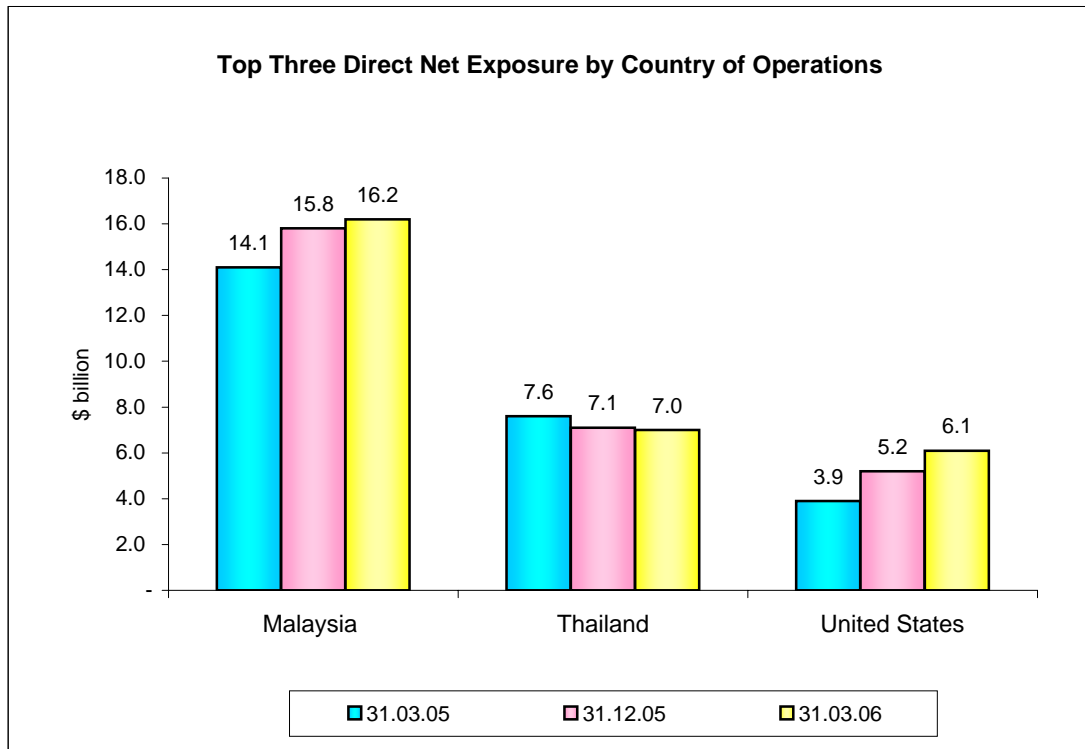
\$ million

	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-06	7,650	5,952	3,362	1,196	18,160	2,005	16,155	10.5	1,197
31-Dec-05	7,584	6,099	3,274	1,210	18,167	2,363	15,804	10.9	1,117
31-Mar-05	7,109	4,109	3,334	929	15,481	1,369	14,112	10.5	986
Indonesia									
31-Mar-06	2,319	264	873	795	4,251	597	3,654	2.4	236
31-Dec-05	2,519	319	716	747	4,301	598	3,703	2.5	310
31-Mar-05	478	126	183	288	1,075	50	1,025	0.8	226
Philippines									
31-Mar-06	198	4	16	2	220	4	216	0.1	21
31-Dec-05	202	29	44	2	277	29	248	0.2	24
31-Mar-05	192	53	230	2	477	46	431	0.3	45
Thailand									
31-Mar-06	6,277	87	579	2,310	9,253	2,271	6,982	4.5	859
31-Dec-05	6,455	213	473	2,296	9,437	2,326	7,111	4.9	918
31-Mar-05	6,581	135	747	1,697	9,160	1,586	7,574	5.6	962
Greater China									
31-Mar-06	2,236	6,145	1,082	675	10,138	2,534	7,604	4.9	710
31-Dec-05	2,392	5,971	1,396	679	10,438	1,750	8,688	6.0	723
31-Mar-05	2,063	8,459	2,291	395	13,208	4,536	8,672	6.5	597
OECD									
31-Mar-06	5,187	12,267	1,148	6,422	25,024	1,597	23,427	15.2	1,073
31-Dec-05	4,397	9,645	1,861	4,386	20,289	1,473	18,816	13.0	1,210
31-Mar-05	4,942	8,946	1,851	3,511	19,250	1,305	17,945	13.4	1,149
Other									
31-Mar-06	264	226	47	-	537	168	369	0.2	79
31-Dec-05	299	182	47	-	528	103	425	0.3	134
31-Mar-05	185	163	18	-	366	122	244	0.2	51
Grand Total									
31-Mar-06	24,131	24,945	7,107	11,400	67,583	9,176	58,407	37.8	4,175
31-Dec-05	23,848	22,458	7,811	9,320	63,437	8,642	54,795	37.8	4,436
31-Mar-05	21,550	21,991	8,654	6,822	59,017	9,014	50,003	37.3	4,016



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 \$16.2 billion or 10.5% of Group assets, followed by Thailand at \$7.0 billion and United States at \$6.1 billion.



UNAUDITED CONSOLIDATED BALANCE SHEET

	31-Mar-06	31-Dec-05	31-Mar-05
	\$ million	\$ million	\$ million
Equity			
Share capital ^	2,400	2,395	2,379
Subsidiary preference shares	832	832	-
Capital reserves ^	3,577	3,503	3,563
Statutory reserves	3,020	3,020	2,922
Revenue reserves	5,320	4,963	4,859
Share of reserves of associates	304	217	213
Equity attributable to equity holders of the Bank	<u>15,453</u>	<u>14,929</u>	<u>13,935</u>
Minority interests	315	291	168
Total equity	<u>15,768</u>	<u>15,220</u>	<u>14,103</u>
Liabilities			
Deposits and balances of banks and agents	35,524	29,456	26,639
Deposits of non-bank customers	88,138	85,503	80,069
Total deposits and balances	<u>123,662</u>	<u>114,958</u>	<u>106,707</u>
Bills and drafts payable	330	303	331
Other liabilities	8,063	7,483	5,920
Debts issued	6,788	7,108	7,005
Total liabilities	<u>138,844</u>	<u>129,853</u>	<u>119,963</u>
Total equity and liabilities	<u>154,612</u>	<u>145,073</u>	<u>134,066</u>
Assets			
Cash, balances and placements with central banks	13,548	11,925	11,878
Singapore Government treasury bills and securities	6,161	7,456	7,252
Other government treasury bills and securities	2,033	2,129	1,854
Trading securities	580	625	299
Placements and balances with banks and agents	36,513	31,346	26,297
Loans and advances including trade bills to non-bank customers	67,445	67,142	64,106
Other assets	7,475	6,579	4,724
Assets held for sale	550	606	1,149
Investment securities	13,011	10,122	9,495
Investment in associates	1,112	1,000	1,296
Fixed assets	1,887	1,872	1,839
Intangible assets	4,296	4,270	3,877
Total assets	<u>154,612</u>	<u>145,073</u>	<u>134,066</u>
Off-Balance Sheet Items			
Contingent liabilities	9,336	11,475	9,884
Financial derivatives	678,632	590,802	431,984
Commitments	<u>44,389</u>	<u>42,545</u>	<u>42,103</u>

^ Following the enactment of the Companies (Amendment) Act 2005 which took effect on 30 January 2006, the share premium reserve and capital redemption reserve have become part of the share capital. Accordingly, comparative figures have been restated to conform to the current period's presentation.


UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Equity Attributable to Equity Holders of the Bank								
	Share ^ Capital	Subsidiary Preference Shares	Capital ^ Reserves	Statutory Reserves	Revenue Reserves	Share of Reserves of Associates	Total	Minority Interests	Total Equity
	\$ million	\$ million	\$ million	\$ million	\$ million	\$ million	\$ million	\$ million	\$ million
Balance at 1 January 2006	2,395	832	3,503	3,020	4,963	217	14,929	291	15,220
Currency translation adjustments	-	-	41	-	-	-	41	12	53
Available-for-sale assets	-	-	37	-	-	-	37	2	39
Share of associates' reserves	-	-	-	-	-	88	88	-	88
Transfer to revenue reserves upon disposal of associates	-	-	(4)	-	4	-	-	-	-
Other adjustments	-	-	(0)*	-	0*	-	-	-	-
Total gains recognised directly in equity	-	-	74	-	4	88	167	14	180
Profit for the financial period	-	-	-	-	439	-	439	15	454
Total gains recognised for the financial period	-	-	74	-	444	88	606	28	634
Change in minority interests	-	-	-	-	-	-	-	(1)	(1)
Dividends	-	-	-	-	(14)	-	(14)	(4)	(18)
Share buy-back	-	-	-	-	(72)	-	(72)	-	(72)
Issue of shares under share option scheme	5	-	-	-	-	-	5	-	5
Balance at 31 March 2006	2,400	832	3,577	3,020	5,320	304	15,453	315	15,768

^ Following the enactment of the Companies (Amendment) Act 2005 which took effect on 30 January 2006, the share premium reserve and capital redemption reserve have become part of the share capital. Accordingly, comparative figures have been restated to conform to the current period's presentation.

* Less than \$500,000.



UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Equity Attributable to Equity Holders of the Bank							
	Share [^] Capital \$ million	Capital [^] Reserves \$ million	Statutory Reserves \$ million	Revenue Reserves \$ million	Share of Reserves of Associates \$ million	Total \$ million	Minority Interests \$ million	Total Equity \$ million
Balance at 1 January 2005								
As restated	2,376	3,582	2,922	4,453	123	13,456	156	13,612
Currency translation adjustments	-	13	-	-	-	13	0*	14
Available-for-sale assets	-	(36)	-	-	-	(36)	(0)*	(36)
Share of associates' reserves	-	-	-	-	89	89	-	89
Other adjustments	-	3	-	0*	-	4	0*	4
Total (losses) / gains recognised directly in equity	-	(19)	-	0*	89	70	0*	71
Profit for the financial period	-	-	-	406	-	406	4	409
Total (losses) / gains recognised for the financial period	-	(19)	-	406	89	476	4	480
Change in minority interests	-	-	-	-	-	-	8	8
Dividends	-	-	-	-	-	-	(0)*	(0)*
Issue of shares under share option scheme	3	-	-	-	-	3	-	3
Balance at 31 March 2005	2,379	3,563	2,922	4,859	213	13,935	168	14,103

[^] Following the enactment of the Companies (Amendment) Act 2005 which took effect on 30 January 2006, the share premium reserve and capital redemption reserve have become part of the share capital. Accordingly, comparative figures have been restated to conform to the current period's presentation.

* Less than \$500,000.



UNAUDITED CONSOLIDATED CASH FLOW STATEMENT

	1Q06 \$ million	1Q05 \$ million
Cash flows from operating activities		
Operating profit before amortisation and impairment charges	607	580
Adjustments for		
Depreciation of fixed assets	36	35
Net (gain) / loss on disposal of assets	(14)	12
Operating profit before working capital changes	<u>629</u>	<u>627</u>
Changes in working capital		
Increase / (decrease) in deposits	8,704	(438)
Increase in bills and drafts payable	26	75
Increase / (decrease) in other liabilities	466	(777)
Decrease in trading securities	45	131
(Decrease) / increase in placements and balances with banks and agents	(5,168)	429
(Decrease) / increase in trade bills and advances to non-bank customers	(361)	22
(Decrease) / increase in other assets	(916)	933
Cash generated from operations	<u>3,425</u>	<u>1,003</u>
Income tax paid	(13)	(38)
Net cash provided by operating activities	<u>3,412</u>	<u>965</u>
Cash flows from investing activities		
Net cash flow on (acquisition) / disposal of		
Investment securities and associates	(2,844)	(1,291)
Fixed assets	(48)	(14)
Acquisition of additional interests in subsidiaries	13	8
Net dividends received from associates	3	0*
Net cash used in investing activities	<u>(2,876)</u>	<u>(1,296)</u>
Cash flows from financing activities		
Proceeds from issue of shares	5	3
Net decrease in debts issued	(261)	(131)
Share buy-back	(72)	-
Dividends paid on subsidiary preference shares	(12)	-
Dividends paid by subsidiaries to minority equity holders	(4)	(0)*
Net cash used in financing activities	<u>(345)</u>	<u>(128)</u>
Currency translation adjustments	41	13
Net increase in cash and cash equivalents for the financial period	<u>232</u>	<u>(446)</u>
Cash and cash equivalents at beginning of the financial period	<u>21,510</u>	<u>21,430</u>
Cash and cash equivalents at end of the financial period	<u>21,742</u>	<u>20,984</u>
Represented by:		
Cash, balances and placements with central banks	13,548	11,878
Singapore Government treasury bills and securities	6,161	7,252
Other government treasury bills and securities	2,033	1,854
Cash and cash equivalents at end of the financial period	<u>21,742</u>	<u>20,984</u>

* Less than \$500,000.