

To: All Shareholders

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

Financial Results

The unaudited financial results of the Group for the first half / second quarter of 2013 are enclosed.

Dividends

Ordinary share dividend

An interim one-tier tax-exempt dividend of 20 cents (2Q12: 20 cents) per ordinary share has been declared in respect of the financial year ending 31 December 2013. The dividend will be paid in cash on 5 September 2013. The UOB scrip dividend scheme will not be applied to the interim dividend.

Notice is hereby given that the Share Transfer Books and Register of Members of the Bank will be closed from 29 August 2013 to 30 August 2013, both dates inclusive, for the preparation of dividend warrants. Registrable transfers received by the Bank's Registrar, Boardroom Corporate & Advisory Services Pte Ltd at 50 Raffles Place, Singapore Land Tower #32-01, Singapore 048623 up to 5.00 pm on 28 August 2013 will be registered for the interim dividend. In respect of ordinary shares in securities accounts with The Central Depository (Pte) Ltd ("CDP"), the interim dividend will be paid by the Bank to CDP which will, in turn, distribute the dividend to holders of the securities accounts.

Preference share dividends

A dividend of 5.05% per annum on the Bank's S\$1.32 billion Class E non-cumulative non-convertible preference shares has been declared for the period from 15 March 2013 up to, but excluding, 15 September 2013. The dividend will be paid on 16 September 2013. The record date for the dividend is 5 September 2013 at 5.00 pm.

No dividend (2Q12: Nil) was paid on the 5,000 non-cumulative non-convertible guaranteed SPV-A preference shares issued by the Bank's wholly-owned subsidiary, UOB Cayman I Limited, during the second quarter of 2013 as dividends are payable semi-annually in March and September.

Event Subsequent to the Balance Sheet Date

On 23 July 2013, the Bank issued S\$850 million 4.90% non-cumulative non-convertible perpetual capital securities. The capital securities are intended to qualify as Additional Tier 1 capital of the Bank under the Basel III framework adopted by the Monetary Authority of Singapore. The net proceeds from the Offering are intended to allow the Bank to, subject to regulatory approval, redeem its outstanding Additional Tier 1 Class E preference shares which are callable on 16 September 2013.

Interested Person Transactions

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

Confirmation by Directors

The Board of Directors hereby confirms that, to the best of its knowledge, nothing has come to its attention which may render the unaudited financial results of the Group for the first half / second quarter of 2013 to be false or misleading.

**BY ORDER OF THE BOARD
UNITED OVERSEAS BANK LIMITED**

Mrs Vivien Chan
Secretary

Dated this 1st day of August 2013

The results are also available at uobgroup.com



Group Financial Report

For the First Half / Second Quarter 2013

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

Contents

Page

2	Financial Highlights
4	Performance Review
6	Net Interest Income
8	Non-Interest Income
9	Operating Expenses
10	Impairment Charges
11	Customer Loans
12	Non-Performing Assets
14	Customer Deposits
14	Debts Issued
15	Shareholders' Equity
15	Changes in Issued Shares of the Bank
16	Performance by Operating Segment
18	Performance by Geographical Segment
19	Capital Adequacy Ratios

Appendix

1	Consolidated Income Statement
2	Consolidated Statement of Comprehensive Income
3	Consolidated Balance Sheet
4	Consolidated Statement of Changes in Equity
5	Consolidated Cash Flow Statement
6	Balance Sheet of the Bank
7	Statement of Changes in Equity of the Bank
8	Capital Adequacy Ratios of Major Bank Subsidiaries

Notes:

- 1 The financial statements are presented in Singapore dollars.
 - 2 Certain comparative figures have been restated to conform with the current period's presentation.
 - 3 Certain figures in this report may not add up to the respective totals due to rounding.
 - 4 Amounts less than \$500,000 in absolute term are shown as "0".
- "NM" denotes not meaningful.
"NA" denotes not applicable.

Financial Highlights

	1H13	1H12	+ / (-) %	2Q13	1Q13	+ / (-) %	2Q12	+ / (-) %
Summarised income statement (\$m)								
Net interest income	1,979	1,980	-	1,016	964	5.4	981	3.5
Fee and commission income	889	748	18.9	436	453	(3.7)	386	13.0
Other non-interest income	446	511	(12.6)	191	255	(25.1)	243	(21.3)
Total income	3,315	3,239	2.4	1,643	1,672	(1.7)	1,610	2.1
Less: Total expenses	1,421	1,341	6.0	726	696	4.3	666	9.0
Operating profit	1,894	1,897	(0.2)	917	976	(6.0)	944	(2.9)
Less: Amortisation/impairment charges	205	213	(3.8)	75	130	(42.8)	107	(30.3)
Add: Share of profit of associates and joint ventures	125	49	>100.0	101	24	>100.0	31	>100.0
Less: Tax and non-controlling interests	308	333	(7.4)	161	148	9.0	156	3.0
Net profit after tax ¹	1,505	1,401	7.5	783	722	8.4	713	9.9

Financial indicators

Non-interest income/Total income (%)	40.3	38.9	1.4% pt	38.2	42.4	(4.2)% pt	39.1	(0.9)% pt
Overseas profit before tax contribution (%)	37.5	37.3	0.2% pt	37.0	38.1	(1.1)% pt	39.9	(2.9)% pt
Earnings per ordinary share (\$) ^{2,3}								
Basic	1.85	1.71	8.2	1.97	1.73	13.9	1.79	10.1
Diluted	1.84	1.71	7.6	1.96	1.72	14.0	1.78	10.1
Return on average ordinary shareholders' equity (%) ^{2,3}	12.4	12.7	(0.3)% pt	13.1	11.6	1.5% pt	13.1	-
Return on average total assets (%) ³	1.15	1.20	(0.05)% pt	1.17	1.12	0.05% pt	1.22	(0.05)% pt
Net interest margin (%) ³	1.71	1.95	(0.24)% pt	1.71	1.70	0.01% pt	1.92	(0.21)% pt
Expense/Income ratio (%)	42.9	41.4	1.5% pt	44.2	41.6	2.6% pt	41.3	2.9% pt
Loan charge off rate (bp) ³								
Exclude collective impairment	9	24	(15)bp	10	8	2bp	21	(11)bp
Include collective impairment	30	30	-	30	30	-	30	-
Net dividend per ordinary share (¢)								
Interim	20	20	-	20	-	NM	20	-

Notes:

1 Refer to profit attributable to equity holders of the Bank.

2 Calculated based on profit attributable to equity holders of the Bank net of preference share dividends.

3 Computed on an annualised basis.

Financial Highlights (cont'd)

	Jun-13	Mar-13	+ / (-)	Dec-12	+ / (-)	Jun-12	+ / (-)
			%		%		%
Financial indicators							
Customer loans (net) (\$m)	169,909	164,347	3.4	152,930	11.1	146,942	15.6
Customer deposits (\$m)	189,006	188,276	0.4	182,029	3.8	168,792	12.0
Loans/Deposits ratio (%) ¹	89.9	87.3	2.6% pt	84.0	5.9% pt	87.1	2.8% pt
NPL ratio (%) ²	1.2	1.3	(0.1)% pt	1.5	(0.3)% pt	1.4	(0.2)% pt
Total assets (\$m)	274,000	266,741	2.7	252,900	8.3	235,414	16.4
Shareholders' equity (\$m) ³	25,581	26,062	(1.8)	25,080	2.0	23,765	7.6
Net asset value ("NAV") per ordinary share (\$) ⁴	14.88	15.18	(2.0)	14.56	2.2	13.74	8.3
Revalued NAV per ordinary share (\$) ⁴	17.23	17.52	(1.7)	16.89	2.0	15.82	8.9
Capital adequacy ratios (%)							
Common Equity Tier 1	13.6	14.3	(0.7)% pt	NA		NA	
Tier 1	13.6	14.3	(0.7)% pt	14.7	(1.1)% pt	13.9	(0.3)% pt
Total	17.2	18.0	(0.8)% pt	19.1	(1.9)% pt	17.0	0.2% pt

Notes:

- 1 Refer to net customer loans and customer deposits.
- 2 Refer to non-performing loans as a percentage of gross customer loans.
- 3 Refer to equity attributable to equity holders of the Bank.
- 4 Preference shares are excluded from the computation.

Performance Review

The financial statements have been prepared in accordance with Singapore Financial Reporting Standards ("FRS") as required by the Singapore Companies Act, with modification to FRS39 Financial Instruments: Recognition and Measurement in respect of loan loss provisioning, as provided in the Monetary Authority of Singapore ("MAS") Notice 612 Credit Files, Grading and Provisioning.

The new/revised FRS applicable to the Group with effect from 1 January 2013 are listed below. The adoption of these FRS has no significant impact on the financial statements of the Group.

- FRS19 Employee Benefits
- FRS113 Fair Value Measurements
- Amendments to FRS1 – Presentation of Items of Other Comprehensive Income
- Amendments to FRS107 Disclosures – Offsetting of Financial Assets and Financial Liabilities

Other than the above changes, the accounting policies and computation methods adopted in the financial statements for the first half 2013 are the same as those adopted in the audited financial statements for the financial year ended 31 December 2012.

First half 2013 ("1H13") versus first half 2012 ("1H12")

The Group's net profit after tax ("NPAT") for 1H13 rose 7.5% to \$1.51 billion, mainly supported by strong fee income and higher contribution from associates' profits.

Net interest income of \$2 billion in 1H13 was at the same level as 1H12. Average assets volume grew 14.7% from a year ago and cushioned the impact from downward margin pressure. Net interest margin stood at 1.71%, 24 basis points lower when compared with 1H12 mainly due to declined loans yield.

Non-interest income grew 6.1% to \$1.34 billion in 1H13. Fee and commission income was \$889 million, 18.9% higher compared with 1H12. The increase in fee income was across Singapore and the regional countries with strong growths in corporate finance and capital markets, wealth management, fund management and loan-related businesses. Trading and investment income declined 27.3% to \$257 million due to lower gain from sale of securities.

Group operating expenses rose 6.0% to \$1.42 billion in 1H13, mainly on higher staff costs as the Group continued to invest in talent across Singapore and the region. Consequently, expense-to-income ratio increased 1.5% points to 42.9%.

Total impairment charges declined a marginal 1.5% to \$205 million in 1H13 due to lower individual impairment on loans. Collective impairment of \$177 million was set aside in line with loans growth. The Group's credit quality remained robust. Total loans charge off rate stood constant at 30 basis points. Non-performing loans ("NPL") ratio improved 0.2% point to 1.2% from a year ago while NPL coverage strengthened to 139.4%.

Share of associates' profits grew from \$49 million in 1H12 to \$125 million in 1H13, as some associate companies realised higher gains on investment.

Gross customer loans increased \$23.1 billion or 15.4% to \$173 billion as at 30 June 2013. The strong growth was across territories and most industries. Loans from Singapore grew 17.9% to reach \$114 billion while the regional countries' loans increased 10.2% to \$49.4 billion.

The Group's funding position stayed healthy with loans-to-deposits ratio at 89.9% as at 30 June 2013. Customer deposits rose \$20.2 billion or 12.0% to reach \$189 billion. The increase was contributed by Singapore and the regional countries on higher fixed deposits, savings and current accounts. To diversify the Group funding base further, \$1.93 billion was issued under the US\$10 billion US commercial paper programme during the period.

Shareholders' equity rose 7.6% to \$25.6 billion, largely contributed by higher retained earnings as well as improved valuation on the available-for-sale investment portfolio. Return on shareholders' equity was 12.4% for 1H13.

The Group adopted Basel III framework for its computation of capital adequacy ratios ("CAR") in accordance with the revised MAS Notice 637 with effect from January 2013. The Group remained well capitalised with Common Equity Tier 1 ("CET1"), Tier 1 and Total CAR at 13.6%, 13.6% and 17.2% as at 30 June 2013 respectively.

Performance Review (cont'd)

Second quarter 2013 ("2Q13") versus first quarter 2013 ("1Q13")

The Group recorded another quarter-high NPAT of \$783 million in 2Q13, an increase of 8.4% from 1Q13. The strong quarter performance was contributed by higher net interest income, increased share of associates' profits, as well as lower impairment charges.

2Q13 net interest income crossed the \$1-billion mark to reach \$1.02 billion, an increase of 5.4% when compared with 1Q13. The increase was supported by higher loans volume which mitigated the compressed margin. Net interest margin improved 1 basis point to 1.71% on improved assets mix and lower cost of funds. Loans yield remained compressed in the low interest rate environment.

In 2Q13, fee and commission income was \$436 million, 3.7% lower as compared with 1Q13 record-high. Steady income contribution from trade-related, credit card and distribution of wealth management products continued in the quarter. Loan-related fee income stayed healthy at \$103 million. Trading and investment income declined 37.0% to \$99 million on loss from sale of government securities as a result of the steepening yield curve.

Total operating expenses increased 4.3% to \$726 million in support of business growth. Expense-to-income ratio increased 2.6% points to 44.2%.

Total impairment charges was lower at \$75 million for 2Q13, mainly due to write-back of individual impairment. Collective impairment of \$86 million was set aside for the quarter. Total loans charge off rate remained at 30 basis points, while NPL ratio improved to 1.2%.

Share of associates' profits increased to \$101 million in 2Q13, as some associates benefited from higher gains on investment securities.

Gross customer loans increased 3.3% for the quarter to reach \$173 billion as at 30 June 2013. Loans growth was across industries and territories. Singapore continued to grow its loan base at 3.4%, while the regional countries grew faster at 3.5% in 2Q13. US dollar loans increased 11.4% to \$22.5 billion with US dollar loans-to-deposits ratio at 88.2% as at 30 June 2013.

Customer deposits rose slightly during the quarter to \$189 billion as at 30 June 2013. The increase was mostly in savings and fixed deposits. Loans-to-deposits ratio increased to 89.9%, with robust loans growth outpacing deposits growth.

Shareholders' equity declined 1.8% to \$25.6 billion in 2Q13, largely due to lower valuation gain on the available-for-sale investment portfolio.

Group CET1 and Total CAR of 13.6% and 17.2% as at 30 June 2013 respectively were well above the minimum requirements of MAS. The capital ratios decreased quarter-on-quarter mainly due to lower available-for-sale valuation reserve and higher risk-weighted assets from assets growth.

Second quarter 2013 ("2Q13") versus second quarter 2012 ("2Q12")

Compared with 2Q12, Group NPAT rose 9.9% to \$783 million. The profit growth was boosted by higher contribution from net interest income, fee income and associates' profits, as well as lower impairment charges.

Net interest income grew 3.5% to \$1.02 billion as income from higher assets volume more than offset the margin compression. Net interest margin was lower at 1.71%. Fee income increased 13.0% to \$436 million with growths registered in Singapore and the regional countries. Strong contribution came from investment-related and fund management businesses. Trading and investment income decreased 34.2% to \$99 million due to loss on sale of government securities in 2Q13.

Total operating expenses was 9.0% higher when compared with 2Q12, mainly on increased staff costs.

Compared to 2Q12, total impairment charges declined 28.6% to \$75 million with lower individual impairment.

Net Interest Income

Net interest margin

	1H13			1H12		
	Average balance	Interest	Average rate	Average balance	Interest	Average rate
	\$m	\$m	%	\$m	\$m	%
Interest bearing assets						
Customer loans	162,573	2,562	3.18	143,316	2,462	3.45
Interbank balances	40,258	313	1.57	30,770	311	2.03
Securities	31,176	283	1.83	29,981	326	2.19
Total	234,008	3,158	2.72	204,067	3,099	3.05
Interest bearing liabilities						
Customer deposits	187,242	987	1.06	166,707	924	1.11
Interbank balances/others	39,600	192	0.98	31,561	195	1.24
Total	226,843	1,179	1.05	198,268	1,119	1.14
Net interest margin ¹			1.71			1.95

	2Q13			1Q13			2Q12		
	Average balance	Interest	Average rate	Average balance	Interest	Average rate	Average balance	Interest	Average rate
	\$m	\$m	%	\$m	\$m	%	\$m	\$m	%
Interest bearing assets									
Customer loans	166,811	1,308	3.15	158,288	1,253	3.21	145,268	1,229	3.40
Interbank balances	40,238	160	1.59	40,279	153	1.54	30,643	155	2.04
Securities	30,741	138	1.80	31,617	145	1.87	29,336	158	2.17
Total	237,790	1,606	2.71	230,184	1,552	2.73	205,247	1,542	3.02
Interest bearing liabilities									
Customer deposits	189,657	494	1.05	184,801	492	1.08	168,082	466	1.11
Interbank balances/others	40,755	96	0.95	38,433	96	1.01	30,979	95	1.24
Total	230,412	591	1.03	223,234	588	1.07	199,061	561	1.13
Net interest margin ¹			1.71			1.70			1.92

Note:

¹ Net interest margin represents annualised net interest income as a percentage of total interest bearing assets.

Net Interest Income (cont'd)
Volume and rate analysis

	1H13 vs 1H12			2Q13 vs 1Q13			2Q13 vs 2Q12		
	Volume change	Rate change	Net change	Volume change	Rate change	Net change	Volume change	Rate change	Net change
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
Interest income									
Customer loans	331	(224)	107	67	(26)	41	182	(106)	76
Interbank balances	96	(92)	3	(0)	5	5	49	(45)	4
Securities	13	(55)	(42)	(4)	(5)	(9)	8	(28)	(21)
Total	440	(372)	68	63	(27)	37	238	(179)	59
Interest expense									
Customer deposits	114	(49)	65	13	(16)	(4)	60	(33)	27
Interbank balances/others	50	(52)	(3)	8	(9)	(1)	30	(29)	1
Total	163	(101)	63	21	(25)	(4)	90	(62)	28
Change in number of days	-	-	(5)	-	-	11	-	-	3
Net interest income	276	(271)	(0)	42	(2)	52	149	(117)	34

The Group's net interest income was \$1.98 billion for 1H13, the same level as 1H12. Average assets volume grew 14.7% year-on-year and cushioned the impact from downward margin pressure. Net interest margin stood at 1.71%, 24 basis points lower when compared with 1H12 as loans yield declined.

Net interest income for 2Q13 crossed the \$1-billion mark to reach \$1.02 billion, an increase of 5.4% when compared with 1Q13. The increase was supported by higher loans volume which mitigated the compressed margin. Net interest margin improved 1 basis point from the previous quarter to 1.71% on improved assets mix and lower cost of funds. Loans yield continued to come under pressure in 2Q13.

Compared with 2Q12, net interest income grew 3.5% on enlarged assets volume that more than offset the margin compression.

Non-Interest Income

	1H13	1H12	+/-)	2Q13	1Q13	+/-)	2Q12	+/-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Fee and commission income								
Credit card	124	114	9.3	66	58	14.6	59	13.2
Fund management	96	54	78.6	43	53	(17.3)	24	83.2
Investment-related	218	145	50.6	112	106	6.2	78	44.1
Loan-related	236	218	8.4	103	133	(22.1)	114	(9.2)
Service charges	54	51	4.7	26	28	(8.4)	27	(3.2)
Trade-related	126	131	(3.8)	68	58	17.5	68	0.7
Others	34	35	(1.7)	17	18	(5.4)	18	(4.3)
	889	748	18.9	436	453	(3.7)	386	13.0
Other non-interest income								
Dividend income	38	43	(10.2)	29	9	>100.0	34	(13.4)
Rental income	57	54	4.5	29	28	2.5	27	6.3
Trading income/(loss)	32	59	(46.7)	(3)	34	(>100.0)	11	(>100.0)
Non-trading income/(loss)								
Financial instruments at fair value through profit or loss	223	7	>100.0	157	66	>100.0	9	>100.0
Available-for-sale assets and others	2	288	(99.2)	(55)	57	(>100.0)	131	(>100.0)
	257	354	(27.3)	99	158	(37.0)	151	(34.2)
Other income	94	60	56.3	34	60	(43.9)	31	9.1
Other operating income	351	414	(15.1)	133	218	(38.9)	182	(26.8)
	446	511	(12.6)	191	255	(25.1)	243	(21.3)
Total	1,336	1,259	6.1	628	708	(11.4)	629	(0.2)

Non-interest income grew 6.1% to \$1.34 billion in 1H13. Fee and commission income was \$889 million, 18.9% higher compared with 1H12. The increase in fee income was across Singapore and the regional countries with strong growths in corporate finance and capital markets, wealth management, fund management and loan-related businesses. Trading and investment income declined 27.3% to \$257 million due to lower gain from sale of securities.

In 2Q13, fee and commission income decreased 3.7% to \$436 million compared to 1Q13 record-high of \$453 million. Income from trade-related, credit card and distribution of wealth management products continued to contribute steady growths in the quarter. Trading and investment income declined 37.0% to \$99 million on loss from sale of government securities as a result of the steepening yield curve in 2Q13.

Compared to 2Q12, fee and commission income grew 13.0% with increases registered in Singapore and the regional countries. Strong contribution came from investment-related and fund management businesses. Trading and investment income decreased 34.2% to \$99 million due to loss on sale of government securities in 2Q13.

Operating Expenses

	1H13	1H12	+ / (-)	2Q13	1Q13	+ / (-)	2Q12	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Staff costs	838	762	10.0	423	415	1.9	380	11.5
Other operating expenses								
Revenue-related	281	301	(6.7)	147	134	10.2	143	3.2
Occupancy-related	146	131	11.5	70	77	(8.9)	66	5.1
IT-related	80	87	(8.2)	40	40	0.1	44	(9.8)
Others	76	60	25.9	46	30	51.1	33	39.4
	583	580	0.6	303	280	8.0	286	5.8
Total	1,421	1,341	6.0	726	696	4.3	666	9.0
Of which, depreciation of assets	64	60	6.0	32	31	3.8	30	7.4
Manpower (number)	23,852	23,045	807	23,852	23,994	(142)	23,045	807

Group operating expenses increased 6.0% to \$1.42 billion in 1H13, mainly on higher staff costs as the Group continued to invest in talent across Singapore and the region. Consequently, expense-to-income ratio was 1.5% points higher at 42.9%.

For the quarter, total operating expenses increased 4.3% to \$726 million to support business growth. Expense-to-income ratio increased 2.6% points to 44.2%.

Total operating expenses was 9.0% higher when compared with 2Q12, mainly on increased staff costs.

Impairment Charges

	1H13	1H12	+ / (-)	2Q13	1Q13	+ / (-)	2Q12	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Individual impairment on loans ¹								
Singapore	(22)	96	(>100.0)	(1)	(21)	94.0	61	(>100.0)
Malaysia	3	25	(89.8)	4	(2)	>100.0	9	(48.7)
Thailand	10	15	(35.8)	4	5	(17.4)	6	(23.8)
Indonesia	12	3	>100.0	10	2	>100.0	3	>100.0
Greater China ²	1	2	(63.3)	(1)	1	(>100.0)	1	(>100.0)
Others	71	33	>100.0	24	47	(48.5)	(0)	>100.0
	73	174	(57.9)	41	32	26.4	79	(48.1)
Individual impairment on securities and others	(46)	(14)	(>100.0)	(52)	7	(>100.0)	(7)	(>100.0)
Collective impairment	177	48	>100.0	86	91	(5.6)	32	>100.0
Total	205	208	(1.5)	75	130	(42.8)	105	(28.6)

Total impairment charges for 1H13 was lower at \$205 million year-on-year as individual impairment on loans decreased to \$73 million. Collective impairment of \$177 million was set aside in line with loans growth. Credit quality of the Group's loans remained robust. Total loans charge off rate was stable at 30 basis points.

Total impairment charges decreased quarter-on-quarter to \$75 million in 2Q13, mainly on write-back of individual impairment. Collective impairment of \$86 million was set aside for the quarter.

Compared to 2Q12, total impairment charges declined 28.6% to \$75 million due to lower individual impairment.

Notes:

1 Based on the location where the non-performing loans are booked.

2 Comprise China, Hong Kong and Taiwan.

Customer Loans

	Jun-13	Mar-13	Dec-12	Jun-12
	\$m	\$m	\$m	\$m
Gross customer loans	172,909	167,347	155,855	149,829
Less: Individual impairment	855	936	960	873
Collective impairment	2,145	2,064	1,964	2,014
Net customer loans	169,909	164,347	152,930	146,942
By industry				
Transport, storage and communication	7,611	7,047	6,906	7,642
Building and construction	21,467	20,946	19,438	18,939
Manufacturing	16,096	16,064	11,834	11,534
Financial institutions	26,181	24,219	23,718	23,210
General commerce	21,169	20,164	18,627	18,131
Professionals and private individuals	24,158	23,236	22,366	20,262
Housing loans	48,953	48,023	46,131	42,997
Others	7,273	7,648	6,833	7,114
Total (gross)	172,909	167,347	155,855	149,829
By currency				
Singapore dollar	97,832	96,141	87,733	82,942
US dollar	22,482	20,189	18,135	19,190
Malaysian ringgit	22,820	22,358	21,842	20,426
Thai baht	8,607	8,697	8,103	7,546
Indonesian rupiah	4,845	4,670	4,573	4,603
Others	16,324	15,291	15,469	15,122
Total (gross)	172,909	167,347	155,855	149,829
By maturity				
Within 1 year	56,994	54,336	48,230	48,796
Over 1 year but within 3 years	33,964	31,340	29,264	26,156
Over 3 years but within 5 years	19,406	20,937	19,898	21,033
Over 5 years	62,543	60,734	58,463	53,844
Total (gross)	172,909	167,347	155,855	149,829
By geography ¹				
Singapore	113,719	110,024	101,095	96,443
Malaysia	24,440	23,909	23,471	22,226
Thailand	9,153	9,212	8,516	7,851
Indonesia	5,888	5,699	5,600	5,763
Greater China	9,960	8,961	9,176	9,008
Others	9,749	9,542	7,997	8,538
Total (gross)	172,909	167,347	155,855	149,829

Gross customer loans rose 3.3% for the quarter and 10.9% year-to-date to reach \$173 billion as at 30 June 2013. Loans growth for the quarter was across industries and territories. Singapore continued to increase its loan base at 3.4% while the regional countries grew faster at 3.5%. US dollar loans increased 11.4% to \$22.5 billion with US dollar loans-to-deposits ratio at 88.2% as at 30 June 2013.

Compared to 30 June 2012, gross customer loans increased 15.4% across territories and most industries. Loans from Singapore grew 17.9% while the growth in regional countries was 10.2%.

Note:

¹ Based on the location where the loans are booked.

Non-Performing Assets

	Jun-13	Mar-13	Dec-12	Jun-12
	\$m	\$m	\$m	\$m
Loans ("NPL")	2,152	2,239	2,362	2,113
Debt securities and others	326	359	378	376
Non-Performing Assets ("NPA")	2,478	2,598	2,740	2,489

By grading

Substandard	1,287	1,280	1,731	1,458
Doubtful	597	687	369	332
Loss	594	631	640	699
Total	2,478	2,598	2,740	2,489

By security coverage

Secured	1,074	973	1,003	929
Unsecured	1,404	1,625	1,737	1,560
Total	2,478	2,598	2,740	2,489

By ageing

Current	263	359	309	344
Within 90 days	218	142	135	184
Over 90 to 180 days	310	214	748	224
Over 180 days	1,687	1,883	1,548	1,737
Total	2,478	2,598	2,740	2,489

Cumulative impairment

Individual	1,067	1,174	1,209	1,097
Collective	2,315	2,240	2,140	2,191
Total	3,382	3,414	3,349	3,288
As a % of NPA	136.5%	131.4%	122.2%	132.1%
As a % of unsecured NPA	240.9%	210.1%	192.8%	210.8%

	NPL	NPL	NPL	NPL	NPL	NPL	NPL
	NPL	ratio	NPL	ratio	NPL	ratio	NPL
	\$m	%	\$m	%	\$m	%	\$m
NPL by industry							
Transport, storage and communication	900	11.8	968	13.7	985	14.3	556
Building and construction	120	0.6	109	0.5	116	0.6	106
Manufacturing	267	1.7	308	1.9	361	3.1	469
Financial institutions	122	0.5	127	0.5	144	0.6	163
General commerce	252	1.2	238	1.2	240	1.3	288
Professionals and private individuals	141	0.6	149	0.6	130	0.6	145
Housing loans	302	0.6	287	0.6	268	0.6	244
Others	48	0.7	53	0.7	118	1.7	142
Total	2,152	1.2	2,239	1.3	2,362	1.5	2,113

Non-Performing Assets (cont'd)

	NPL \$m	NPL ratio %	Total cumulative impairment	
			as a % of NPL %	as a % of unsecured NPL %
NPL by geography ¹				
Singapore				
Jun 13	748	0.7	240.6	610.2
Mar 13	737	0.7	244.6	536.6
Dec 12	774	0.8	228.4	470.2
Jun 12	763	0.8	242.3	440.2
Malaysia				
Jun 13	397	1.6	117.1	387.5
Mar 13	398	1.7	113.3	344.3
Dec 12	401	1.7	109.2	312.9
Jun 12	374	1.7	112.6	339.5
Thailand				
Jun 13	210	2.3	128.1	263.7
Mar 13	237	2.6	105.9	188.7
Dec 12	223	2.6	100.0	179.8
Jun 12	312	4.0	89.7	148.1
Indonesia				
Jun 13	141	2.4	43.3	871.4
Mar 13	98	1.7	63.3	1,240.0
Dec 12	100	1.8	61.0	1,220.0
Jun 12	85	1.5	78.8	1,340.0
Greater China				
Jun 13	43	0.4	186.0	235.3
Mar 13	43	0.5	176.7	217.1
Dec 12	42	0.5	171.4	200.0
Jun 12	41	0.5	173.2	186.8
Others				
Jun 13	613	6.3	53.0	56.3
Mar 13	726	7.6	49.2	51.7
Dec 12	822	10.3	44.0	48.1
Jun 12	538	6.3	37.0	40.1
Group NPL				
Jun 13	2,152	1.2	139.4	264.3
Mar 13	2,239	1.3	134.0	225.6
Dec 12	2,362	1.5	123.8	203.9
Jun 12	2,113	1.4	136.6	227.0

Asset quality was healthy as Group NPL declined 3.9% from the previous quarter to \$2.15 billion as at 30 June 2013. NPL ratio improved to 1.2%, with stronger NPL coverage at 139.4%, against the comparative periods.

Note:

¹ Based on the location where the non-performing loans are booked.

Customer Deposits

	Jun-13	Mar-13	Dec-12	Jun-12
	\$m	\$m	\$m	\$m
By product				
Fixed deposits	102,557	102,303	101,286	92,223
Savings deposits	45,617	45,024	41,637	40,719
Current accounts	34,106	34,449	32,343	28,474
Others	6,726	6,500	6,763	7,376
Total	189,006	188,276	182,029	168,792
By maturity				
Within 1 year	184,291	183,032	178,478	164,687
Over 1 year but within 3 years	4,196	4,656	2,886	2,956
Over 3 years but within 5 years	503	535	501	988
Over 5 years	16	53	164	160
Total	189,006	188,276	182,029	168,792
By currency				
Singapore dollar	102,840	105,737	101,924	92,357
US dollar	25,244	23,277	21,918	19,898
Malaysian ringgit	25,304	25,700	25,382	22,994
Thai baht	8,962	8,477	8,096	6,677
Indonesian rupiah	4,602	4,763	4,403	4,551
Others	22,054	20,321	20,305	22,315
Total	189,006	188,276	182,029	168,792
 Loans/Deposits ratio (%)	 89.9	 87.3	 84.0	 87.1

Customer deposits grew a modest 0.4% in the quarter to \$189 billion as at 30 June 2013. The growth was mostly in savings and fixed deposits. Loans-to-deposits ratio increased to 89.9%, with robust loans growth outpacing deposits growth.

Compared to 30 June 2012, customer deposits rose 12.0% with contributions coming from Singapore and the regional countries on higher fixed deposits, savings and current accounts.

Debts Issued

	Jun-13	Mar-13	Dec-12	Jun-12
	\$m	\$m	\$m	\$m
Subordinated debts				
Due within one year (unsecured)	1,263	1,251	1,240	-
Due after one year (unsecured)	5,386	5,423	5,413	4,990
	6,649	6,674	6,652	4,990
Other debts issued				
Due within one year (unsecured)	7,405	5,228	3,498	4,238
Due after one year (unsecured)	2,561	2,898	2,650	2,788
	9,966	8,127	6,148	7,026
Total	16,615	14,801	12,800	12,016

In the first half of 2013, the Group issued \$1.93 billion under the US\$10 billion US commercial paper programme to further enhance its funding position.

Shareholders' Equity

	Jun-13	Mar-13	Dec-12	Jun-12
	\$m	\$m	\$m	\$m
Shareholders' equity	25,581	26,062	25,080	23,765
Add: Revaluation surplus	3,709	3,680	3,674	3,273
Shareholders' equity including revaluation surplus	29,291	29,742	28,754	27,038

Shareholders' equity declined 1.8% quarter-on-quarter to \$25.6 billion as at 30 June 2013, mainly due to lower valuation gain on the available-for-sale investment portfolio.

Compared to 30 June 2012, shareholders' equity rose 7.6%, largely contributed by higher retained earnings as well as improved valuation on the available-for-sale investment portfolio.

As at 30 June 2013, revaluation surplus of \$3.71 billion on the Group's properties was not recognised in the financial statements.

Changes in Issued Shares of the Bank

	Number of shares			
	1H13	1H12	2Q13	2Q12
	'000	'000	'000	'000
Ordinary shares				
Balance at beginning/end of period	1,590,494	1,590,494	1,590,494	1,590,494
Treasury shares				
Balance at beginning of period	(15,733)	(16,570)	(15,613)	(17,167)
Share buyback - held in treasury	-	(684)	-	-
Issue of shares under share-based compensation plans	403	229	282	141
Balance at end of period	(15,331)	(17,026)	(15,331)	(17,026)
Ordinary shares net of treasury shares	1,575,163	1,573,468	1,575,163	1,573,468
Preference shares				
Class E non-cumulative non-convertible preference shares at beginning/end of period	13,200	13,200	13,200	13,200

Performance by Operating Segment

The Group is organised to be segment-led across key markets. Global segment heads are responsible for driving business, with decision-making balanced with a geographical perspective. For internal management purposes, the following segments represent the key customer segments and business activities:

Group Retail ("GR")

GR segment covers Consumer, Privilege, Business and Private Banking. Consumer Banking serves the individual customers, while Business Banking serves small enterprises with a wide range of products and services, including deposits, loans, investments, credit and debit cards and insurance products. Privilege Banking provides an extended range of financial services, including wealth management, and restricted products such as structured notes, funds of hedge funds, and insurance plans to the wealthy and affluent customers. Private Banking caters to the high net worth individuals and accredited investors, offering financial and portfolio planning, including investment management, asset management and estate planning.

Segment profit increased 9.8% to \$572 million in 1H13, mainly driven by higher fee and commission income from investment-related activities. The increase was partly negated by higher business volume-related costs.

Group Wholesale ("GW")

GW segment encompasses Commercial Banking, Corporate Banking, Financial Institutions Group ("FIG"), Corporate Finance and Debt Capital Markets. Commercial Banking serves the medium and large enterprises, while Corporate Banking serves large local corporations, government-linked companies and agencies, and FIG serves financial institutions. Commercial Banking, Corporate Banking and FIG provide customers with a broad range of products and services that include current accounts, deposits, lending, asset finance, ship finance, trade finance, structured finance, cash management and cross-border payments. Corporate Finance provides services that include lead managing and underwriting equity offerings and corporate advisory services. Debt Capital Markets specialises in solution-based structures to meet clients' financing requirements in structuring, underwriting and arranging syndicated loans for general corporate needs, leveraged buy-outs, project and structured finance, and underwriting and lead managing bond issues.

Segment profit grew 12.4% to \$1,042 million in 1H13, supported by higher income from loan-related, treasury and investment activities, as well as lower impairment charges. The growth was partly negated by higher operating expenses.

Global Markets and Investment Management ("GMIM")

GMIM segment provides a comprehensive range of treasury products and services, including foreign exchange, money market, fixed income, derivatives, margin trading, futures broking, gold products, as well as an array of structured products. It is a dominant player in Singapore dollar treasury instruments as well as a provider of banknote services in the region. It also engages in asset management, proprietary investment activities and management of excess liquidity and capital funds. Income from treasury products and services offered to customers of other customer segments, such as Group Retail and Group Wholesale, is reflected in the respective customer segments.

Segment profit decreased 15.6% to \$216 million in 1H13, mainly attributed to lower income from trading and interest rate management activities and higher operating expenses. The results in 1H13 reflect the relatively tougher operating conditions in the interest rates and fixed income markets. The lower income from treasury activities was partially mitigated by higher fee income from fund management activities.

Others

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

Segment recorded a loss of \$17 million in 1H13 as compared to a profit of \$29 million in 1H12, mainly due to higher collective impairment and lower net interest income. This was partly offset by lower operating expenses and higher share of profit of associates.

Performance by Operating Segment¹ (cont'd)

	GR	GW	GMIM	Others	Elimination	Total
	\$m	\$m	\$m	\$m	\$m	\$m
1H13						
Operating income	1,369	1,340	444	268	(106)	3,315
Operating expenses	(750)	(295)	(221)	(261)	106	(1,421)
Impairment charges	(47)	(3)	(8)	(147)	-	(205)
Share of profit of associates and joint ventures	-	-	2	123	-	125
Profit before tax	572	1,042	216	(17)	-	1,813
Segment assets	80,445	104,730	84,203	3,869	(4,538)	268,709
Intangible assets	1,336	2,114	666	55	-	4,171
Investment in associates and joint ventures	-	-	18	1,102	-	1,120
Total assets	81,781	106,844	84,887	5,026	(4,538)	274,000
Segment liabilities	99,500	83,138	60,527	10,210	(5,149)	248,226
Other information						
Inter-segment operating income	216	(126)	(142)	158	(106)	-
Gross customer loans	79,864	92,627	394	24	-	172,909
Non-performing assets	550	1,751	91	86	-	2,478
Capital expenditure	4	3	2	69	-	78
Depreciation of assets	4	2	1	57	-	64
1H12						
Operating income	1,251	1,292	440	329	(73)	3,239
Operating expenses	(676)	(265)	(168)	(305)	73	(1,341)
Impairment charges	(52)	(97)	(17)	(42)	-	(208)
Amortisation of intangible assets	(2)	(3)	-	-	-	(5)
Share of profit of associates and joint ventures	-	-	1	48	-	49
Profit before tax	521	927	256	29	-	1,733
Segment assets	69,460	86,419	75,035	3,984	(4,735)	230,163
Intangible assets	1,330	2,106	664	81	-	4,181
Investment in associates and joint ventures	-	-	19	1,051	-	1,070
Total assets	70,790	88,525	75,718	5,116	(4,735)	235,414
Segment liabilities	86,944	73,235	47,892	8,765	(5,370)	211,466
Other information						
Inter-segment operating income	176	(118)	(160)	175	(73)	-
Gross customer loans	69,083	80,410	285	51	-	149,829
Non-performing assets	499	1,785	106	99	-	2,489
Capital expenditure	10	1	2	101	-	114
Depreciation of assets	4	2	1	53	-	60

Note:

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

Performance by Geographical Segment¹

	1H13	1H12	2Q13	1Q13	2Q12
	\$m	\$m	\$m	\$m	\$m
Total operating income					
Singapore	1,856	1,892	919	937	943
Malaysia	470	447	245	224	229
Thailand	312	257	155	156	128
Indonesia	221	240	109	112	122
Greater China	264	203	113	151	92
Others	191	201	101	91	95
Total	3,315	3,239	1,643	1,672	1,610
Profit before tax					
Singapore	1,133	1,090	595	539	523
Malaysia	272	270	144	128	154
Thailand	77	52	35	42	26
Indonesia	82	99	38	44	53
Greater China	160	113	61	99	46
Others	88	113	71	18	70
	1,813	1,738	944	870	871
Intangible assets amortised	-	(5)	-	-	(2)
Total	1,813	1,733	944	870	869

Compared to 1H12, the Group's total operating income increased 2.4% to \$3.32 billion, contributed by the regional countries which recorded income growth of 10.5%. At the pre-tax profit level, the Group grew 4.6% year-on-year, with the regional countries rising faster at 10.7% while Singapore grew at 3.9%.

	Jun-13	Mar-13	Dec-12	Jun-12
	\$m	\$m	\$m	\$m
Total assets				
Singapore	169,840	167,073	157,593	143,283
Malaysia	35,191	34,307	33,091	31,977
Thailand	16,152	15,433	14,135	12,314
Indonesia	7,737	7,582	7,156	7,624
Greater China	21,591	19,106	19,569	18,370
Others	19,317	19,065	17,188	17,665
	269,828	262,567	248,732	231,233
Intangible assets	4,171	4,175	4,168	4,181
Total	274,000	266,741	252,900	235,414

Note:

1 Based on the location where the transactions and assets are booked which approximates that based on the location of the customers and assets. Information is stated after elimination of inter-segment transactions.

Capital Adequacy Ratios^{1,2}

	Basel III		Basel II	
	Jun-13	Mar-13	Dec-12	Jun-12
	\$m	\$m	\$m	\$m
Share capital	3,131	3,125	3,123	3,098
Disclosed reserves/others	20,240	20,765	19,046	18,096
Regulatory adjustments ³	(2,723)	(2,761)		
Common Equity Tier 1 Capital ("CET1")	20,648	21,129		
Preference shares/others	1,936	1,936	2,149	2,149
Regulatory adjustments - capped ³	(1,936)	(1,936)	(4,738)	(4,734)
Additional Tier 1 Capital ("AT1")	-	-		
Tier 1 Capital	20,648	21,129	19,580	18,609
Subordinated notes	4,692	4,692	5,213	3,483
Provisions/others	826	796	1,022	1,024
Regulatory adjustments	(88)	(39)	(369)	(385)
Tier 2 Capital	5,430	5,449		
Eligible Total Capital	26,078	26,578	25,446	22,731
Risk-Weighted Assets ("RWA")	151,975	147,559	133,103	133,961
Capital Adequacy Ratios ("CAR")				
CET1	13.6%	14.3%	NA	NA
Tier 1	13.6%	14.3%	14.7%	13.9%
Total	17.2%	18.0%	19.1%	17.0%

The Group adopted Basel III framework for its CAR computation in accordance with the revised Monetary Authority of Singapore ("MAS") Notice 637 with effect from January 2013. Disclosures prior to January 2013 are calculated based on Basel II framework and therefore are not directly comparable to disclosures made from January 2013.

Under the Basel III framework, disclosed reserves include the full amount of available-for-sale valuation reserve. Preference shares and subordinated notes issued are subject to phase derecognition under the Basel III transitional rules. Risk-weighted assets are exposed to higher capital requirement on exposures to financial institutions and new capital charge on over-the-counter derivatives.

The Group's CET1, Tier 1 and Total CAR as at 30 June 2013 were well above the regulatory minimum requirements. The decrease in CAR compared to 31 March 2013 was mainly attributed to lower available-for-sale valuation reserve and higher risk-weighted assets from assets growth.

Notes:

1 According to MAS' Basel III implementation timeline, banks incorporated in Singapore are to maintain minimum CAR of CET1 at 4.5%, Tier 1 at 6% and Total at 10% for year 2013. When fully implemented by year 2019, including the capital conservation buffer of 2.5%, the minimum CAR will be CET1 at 9%, Tier 1 at 10.5% and Total at 12.5%.

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

3 This includes goodwill, other intangible assets and deferred tax assets for which MAS has allowed a progressive phase-in deduction against CET1 capital at 0% in 2013 and reaching 100% in 2018, with the remaining against AT1 and capped at available AT1.

Consolidated Income Statement (Unaudited)

	1H13	1H12	+ / (-)	2Q13	1Q13	+ / (-)	2Q12	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Interest income	3,158	3,099	1.9	1,606	1,552	3.5	1,542	4.1
Less: Interest expense	1,179	1,119	5.3	591	588	0.4	561	5.2
Net interest income	1,979	1,980	-	1,016	964	5.4	981	3.5
Fee and commission income	889	748	18.9	436	453	(3.7)	386	13.0
Dividend income	38	43	(10.2)	29	9	>100.0	34	(13.4)
Rental income	57	54	4.5	29	28	2.5	27	6.3
Other operating income	351	414	(15.1)	133	218	(38.9)	182	(26.8)
Non-interest income	1,336	1,259	6.1	628	708	(11.4)	629	(0.2)
Total operating income	3,315	3,239	2.4	1,643	1,672	(1.7)	1,610	2.1
Less: Staff costs	838	762	10.0	423	415	1.9	380	11.5
Other operating expenses	583	580	0.6	303	280	8.0	286	5.8
Total operating expenses	1,421	1,341	6.0	726	696	4.3	666	9.0
Operating profit before charges	1,894	1,897	(0.2)	917	976	(6.0)	944	(2.9)
Less: Amortisation/impairment charges								
Intangible assets	-	5	NM	-	-	-	2	NM
Loans and other assets	205	208	(1.5)	75	130	(42.8)	105	(28.6)
Operating profit after charges	1,689	1,684	0.3	843	846	(0.4)	837	0.6
Share of profit of associates and joint ventures	125	49	>100.0	101	24	>100.0	31	>100.0
Profit before tax	1,813	1,733	4.6	944	870	8.5	869	8.6
Less: Tax	299	323	(7.4)	156	143	9.6	151	3.8
Profit for the financial period	1,514	1,410	7.4	787	727	8.3	718	9.7
Attributable to:								
Equity holders of the Bank	1,505	1,401	7.5	783	722	8.4	713	9.9
Non-controlling interests	9	10	(6.3)	4	5	(9.1)	5	(18.9)
	1,514	1,410	7.4	787	727	8.3	718	9.7

Consolidated Statement of Comprehensive Income (Unaudited)

	1H13	1H12	+ / (-)	2Q13	1Q13	+ / (-)	2Q12	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Profit for the financial period	1,514	1,410	7.4	787	727	8.3	718	9.7
Currency translation adjustments	100	(198)	>100.0	(58)	158	(>100.0)	(95)	38.3
Change in available-for-sale reserve								
Change in fair value	(267)	505	(>100.0)	(446)	179	(>100.0)	108	(>100.0)
Transfer to income statement								
on disposal/impairment	46	(230)	>100.0	70	(24)	>100.0	(115)	>100.0
Tax relating to available-for-sale reserve	0	(23)	>100.0	22	(22)	>100.0	14	55.9
Change in share of other comprehensive income of associates and joint ventures	(61)	19	(>100.0)	(67)	6	(>100.0)	(5)	(>100.0)
Actuarial gains on defined benefit plans ¹	0	-	NM	0	-	NM	-	NM
Other comprehensive income for the financial period, net of tax	(182)	75	(>100.0)	(479)	297	(>100.0)	(93)	(>100.0)
Total comprehensive income for the financial period, net of tax	1,333	1,485	(10.3)	308	1,024	(69.9)	625	(50.7)
Attributable to:								
Equity holders of the Bank	1,327	1,475	(10.0)	310	1,017	(69.5)	623	(50.3)
Non-controlling interests	6	11	(46.2)	(2)	7	(>100.0)	2	(>100.0)
	1,333	1,485	(10.3)	308	1,024	(69.9)	625	(50.7)

Note:

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

Consolidated Balance Sheet (Unaudited)

	Jun-13	Mar-13	Dec-12 ¹	Jun-12
	\$m	\$m	\$m	\$m
Equity				
Share capital	5,280	5,274	5,272	5,247
Retained earnings	10,885	10,902	10,222	9,219
Other reserves	9,417	9,886	9,586	9,300
Equity attributable to equity holders of the Bank	25,581	26,062	25,080	23,765
Non-controlling interests	193	199	192	183
Total	25,774	26,261	25,272	23,949
Liabilities				
Deposits and balances of banks	30,572	26,301	21,538	18,731
Deposits and balances of non-bank customers	189,006	188,276	182,029	168,792
Bills and drafts payable	1,826	1,931	1,572	1,695
Other liabilities	10,206	9,172	9,689	10,232
Debts issued	16,615	14,801	12,800	12,016
Total	248,226	240,481	227,628	211,466
Total equity and liabilities	274,000	266,741	252,900	235,414
Assets				
Cash, balances and placements with central banks	30,331	30,783	33,056	26,125
Singapore Government treasury bills and securities	12,243	13,684	11,999	8,398
Other government treasury bills and securities	9,982	8,691	10,681	8,489
Trading securities	409	381	260	354
Placements and balances with banks	21,980	19,385	15,991	16,151
Loans to non-bank customers	169,909	164,347	152,930	146,942
Investment securities	11,991	12,830	11,129	11,556
Other assets	9,593	9,066	9,334	9,929
Investment in associates and joint ventures	1,120	1,128	1,102	1,070
Investment properties	1,009	1,007	1,016	1,056
Fixed assets	1,262	1,265	1,234	1,162
Intangible assets	4,171	4,175	4,168	4,181
Total	274,000	266,741	252,900	235,414
Off-balance sheet items				
Contingent liabilities	20,002	18,416	18,437	17,243
Financial derivatives	446,557	390,820	349,452	356,895
Commitments	66,172	66,150	60,911	56,801
Net asset value per ordinary share (\$)	14.88	15.18	14.56	13.74

Note:

1 Audited.

Consolidated Statement of Changes in Equity (Unaudited)

	Attributable to equity holders of the Bank			Total	Non-controlling interests	Total equity
	Share capital	Retained earnings	Other reserves			
	\$m	\$m	\$m			
Balance at 1 January 2013	5,272	10,222	9,586	25,080	192	25,272
Profit for the financial period	-	1,505	-	1,505	9	1,514
Other comprehensive income for the financial period	-	0	(178)	(178)	(3)	(182)
Total comprehensive income for the financial period	-	1,505	(178)	1,327	6	1,333
Transfers	-	(3)	3	-	-	-
Dividends	-	(839)	-	(839)	(6)	(844)
Share-based compensation	-	-	13	13	-	13
Increase in statutory reserves	-	-	1	1	-	1
Issue of treasury shares under share-based compensation plans	8	-	(8)	-	-	-
Balance at 30 June 2013	5,280	10,885	9,417	25,581	193	25,774
Balance at 1 January 2012	5,253	8,499	9,215	22,967	177	23,144
Profit for the financial period	-	1,401	-	1,401	10	1,410
Other comprehensive income for the financial period	-	-	74	74	1	75
Total comprehensive income for the financial period	-	1,401	74	1,475	11	1,485
Transfers	-	0	(0)	-	-	-
Dividends	-	(681)	-	(681)	(5)	(685)
Share buyback - held in treasury	(11)	-	-	(11)	-	(11)
Share-based compensation	-	-	15	15	-	15
Issue of treasury shares under share-based compensation plans	4	-	(4)	-	-	-
Balance at 30 June 2012	5,247	9,219	9,300	23,765	183	23,949

Consolidated Statement of Changes in Equity (Unaudited)

	Attributable to equity holders of the Bank				Non-controlling interests	Total equity
	Share capital	Retained earnings	Other reserves	Total		
	\$m	\$m	\$m	\$m		
Balance at 1 April 2013	5,274	10,902	9,886	26,062	199	26,261
Profit for the financial period	-	783	-	783	4	787
Other comprehensive income for the financial period	-	0	(473)	(473)	(6)	(479)
Total comprehensive income for the financial period	-	783	(473)	310	(2)	308
Transfers	-	(3)	3	-	-	-
Dividends	-	(797)	-	(797)	(5)	(801)
Share-based compensation	-	-	6	6	-	6
Issue of treasury shares under share-based compensation plans	5	-	(5)	-	-	-
Balance at 30 June 2013	5,280	10,885	9,417	25,581	193	25,774
Balance at 1 April 2012	5,244	9,145	9,384	23,773	185	23,958
Profit for the financial period	-	713	-	713	5	718
Other comprehensive income for the financial period	-	-	(89)	(89)	(3)	(93)
Total comprehensive income for the financial period	-	713	(89)	623	2	625
Transfers	-	(0)	0	-	-	-
Dividends	-	(639)	-	(639)	(4)	(643)
Share-based compensation	-	-	8	8	-	8
Issue of treasury shares under share-based compensation plans	3	-	(3)	-	-	-
Balance at 30 June 2012	5,247	9,219	9,300	23,765	183	23,949

Consolidated Cash Flow Statement (Unaudited)

	1H13	1H12	2Q13	2Q12
	\$m	\$m	\$m	\$m
Cash flows from operating activities				
Operating profit before amortisation and impairment charges	1,894	1,897	917	944
Adjustments for:				
Depreciation of assets	64	60	32	30
Net (gain)/loss on disposal of assets	(40)	(318)	52	(147)
Share-based compensation	13	15	7	7
Operating profit before working capital changes	1,931	1,654	1,009	835
Increase/(decrease) in working capital				
Deposits and balances of banks	9,034	(1,019)	4,271	(512)
Deposits and balances of non-bank customers	6,977	(668)	730	297
Bills and drafts payable	254	(35)	(105)	149
Other liabilities	548	(783)	1,148	634
Restricted balances with central banks	(1,144)	(56)	(1,001)	(19)
Government treasury bills and securities	415	1,202	83	1,142
Trading securities	(141)	(60)	(26)	(112)
Investment securities	(1,054)	3,241	473	1,725
Placements and balances with banks	(5,989)	2,619	(2,595)	(557)
Loans to non-bank customers	(17,230)	(5,971)	(5,689)	(2,175)
Other assets	(249)	161	(503)	(355)
Cash generated from/(used in) operations	(6,649)	285	(2,207)	1,052
Income tax paid	(278)	(321)	(217)	(244)
Net cash provided by/(used in) operating activities	(6,927)	(36)	(2,425)	808
Cash flows from investing activities				
Net cash flow on disposal/(acquisition) of:				
Properties and other fixed assets	(47)	(102)	(30)	(58)
Dividends received from associates and joint ventures	37	81	37	81
Net cash provided by/(used in) investing activities	(11)	(20)	7	23
Cash flows from financing activities				
Net increase in debts issued	3,815	230	1,815	152
Share buyback	-	(11)	-	-
Dividends paid on ordinary shares	(788)	(629)	(788)	(629)
Dividends paid on preference shares	(51)	(51)	-	-
Dividends paid to non-controlling interests	(6)	(5)	(5)	(4)
Net cash provided by/(used in) financing activities	2,971	(466)	1,022	(481)
Currency translation adjustments	98	(194)	(57)	(92)
Net increase/(decrease) in cash and cash equivalents	(3,869)	(717)	(1,453)	259
Cash and cash equivalents at beginning of the financial period	28,293	22,396	25,877	21,420
Cash and cash equivalents at end of the financial period	24,424	21,679	24,424	21,679

Balance Sheet of the Bank (Unaudited)

	Jun-13	Mar-13	Dec-12 ¹	Jun-12
	\$m	\$m	\$m	\$m
Equity				
Share capital	4,448	4,443	4,440	4,415
Retained earnings	8,512	8,607	8,120	7,426
Other reserves	9,410	9,715	9,572	9,213
Total	22,370	22,765	22,133	21,054
Liabilities				
Deposits and balances of banks	28,975	24,438	20,314	17,149
Deposits and balances of non-bank customers	140,877	140,870	135,420	125,761
Deposits and balances of subsidiaries	6,895	6,500	5,760	5,814
Bills and drafts payable	372	434	348	441
Other liabilities	8,050	7,168	7,129	7,803
Debts issued	11,514	9,779	9,240	7,740
Total	196,682	189,190	178,211	164,707
Total equity and liabilities	219,052	211,955	200,344	185,762
Assets				
Cash, balances and placements with central banks	16,713	17,272	21,033	14,846
Singapore Government treasury bills and securities	12,115	13,557	11,858	8,234
Other government treasury bills and securities	5,191	4,410	6,329	4,473
Trading securities	297	238	151	133
Placements and balances with banks	18,775	16,729	13,447	13,041
Loans to non-bank customers	128,932	124,167	114,013	109,960
Placements with and advances to subsidiaries	8,022	5,958	5,263	5,902
Investment securities	10,684	11,566	9,798	10,298
Other assets	7,755	7,486	7,892	8,342
Investment in associates and joint ventures	329	329	329	329
Investment in subsidiaries	4,756	4,760	4,759	4,760
Investment properties	1,303	1,305	1,290	1,381
Fixed assets	998	995	1,001	881
Intangible assets	3,182	3,182	3,182	3,182
Total	219,052	211,955	200,344	185,762
Off-balance sheet items				
Contingent liabilities	13,920	13,246	13,436	12,650
Financial derivatives	371,858	335,006	297,789	305,114
Commitments	50,291	51,781	47,464	43,715
Net asset value per ordinary share (\$)	13.37	13.62	13.22	12.54

Note:

1 Audited.

Statement of Changes in Equity of the Bank (Unaudited)

	Share capital	Retained earnings	Other reserves	Total equity
	\$m	\$m	\$m	\$m
Balance at 1 January 2013	4,440	8,120	9,572	22,133
Profit for the financial period	-	1,212	-	1,212
Other comprehensive income for the financial period	-	-	(168)	(168)
Total comprehensive income for the financial period	-	1,212	(168)	1,044
Dividends	-	(821)	-	(821)
Share-based compensation	-	-	13	13
Issue of treasury shares under share-based compensation plans	8	-	(8)	-
Balance at 30 June 2013	4,448	8,512	9,410	22,370
Balance at 1 January 2012	4,422	6,895	8,965	20,282
Profit for the financial period	-	1,194	-	1,194
Other comprehensive income for the financial period	-	-	237	237
Total comprehensive income for the financial period	-	1,194	237	1,430
Dividends	-	(663)	-	(663)
Share buyback - held in treasury	(11)	-	-	(11)
Share-based compensation	-	-	15	15
Issue of treasury shares under share-based compensation plans	4	-	(4)	-
Balance at 30 June 2012	4,415	7,426	9,213	21,054

Statement of Changes in Equity of the Bank (Unaudited)

	Share capital	Retained earnings	Other reserves	Total equity
	\$m	\$m	\$m	\$m
Balance at 1 April 2013	4,443	8,607	9,715	22,765
Profit for the financial period	-	692	-	692
Other comprehensive income for the financial period	-	-	(306)	(306)
Total comprehensive income for the financial period	-	692	(306)	386
Dividends	-	(788)	-	(788)
Share-based compensation	-	-	6	6
Issue of treasury shares under share-based compensation plans	5	-	(5)	-
Balance at 30 June 2013	4,448	8,512	9,410	22,370
Balance at 1 April 2012	4,413	7,363	9,201	20,977
Profit for the financial period	-	693	-	693
Other comprehensive income for the financial period	-	-	7	7
Total comprehensive income for the financial period	-	693	7	700
Dividends	-	(629)	-	(629)
Share-based compensation	-	-	8	8
Issue of treasury shares under share-based compensation plans	3	-	(3)	-
Balance at 30 June 2012	4,415	7,426	9,213	21,054

Capital Adequacy Ratios of Major Bank Subsidiaries

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

	Jun-13			
	Total Risk- Weighted Assets	Capital Adequacy Ratios		
		CET1	Tier 1	Total
	\$m	%	%	%
United Overseas Bank (Malaysia) Bhd	15,680	12.3	12.3	13.6
United Overseas Bank (Thai) Public Company Limited	8,778	14.9	14.9	17.9
PT Bank UOB Indonesia	6,833	NA	14.7	15.7
United Overseas Bank (China) Limited	4,356	17.9	17.9	18.8