
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 nine months / third quarter of 2011 are enclosed.

Dividends

Ordinary share dividend

No dividend on ordinary shares has been declared for the quarter.

Preference share dividends

On 15 September 2011, a semi-annual dividend at an annual rate of 5.796% totalling USD14 million (3Q10: USD14 million) 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.

On 15 September 2011, a semi-annual one-tier tax-exempt dividend of 5.05% per annum totalling S\$34 million (3Q10: S\$34 million) was paid on the Bank's S\$1.32 billion Class E non-cumulative non-convertible preference shares.

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 nine months / third quarter of 2011 to be false or misleading.

BY ORDER OF THE BOARD
UNITED OVERSEAS BANK LIMITED

Mrs Vivien Chan
Secretary

Dated this 2nd day of November 2011

The results are also available at uobgroup.com



Group Financial Report

For the Nine Months / Third Quarter 2011

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

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Notes:

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

Financial Highlights

	9M11	9M10	+ / (-)	3Q11	2Q11	+ / (-)	3Q10	+ / (-)
			%			%		%
Profit and loss summary (\$m)								
Net interest income	2,700	2,667	1.2	915	913	0.2	883	3.6
Fee and commission income	992	853	16.2	323	338	(4.2)	284	13.9
Other non-interest income	530	597	(11.3)	122	186	(34.3)	265	(53.8)
Total income	4,221	4,118	2.5	1,361	1,437	(5.3)	1,432	(4.9)
Less: Total expenses	1,826	1,638	11.5	631	612	3.1	555	13.6
Operating profit	2,395	2,480	(3.4)	730	825	(11.5)	876	(16.7)
Less: Amortisation/impairment charges	306	302	1.1	102	98	3.8	137	(25.5)
Add: Share of profit of associates	93	101	(8.1)	19	48	(59.4)	29	(31.7)
Less: Tax and minority interests	413	406	1.7	126	140	(9.6)	116	8.7
Core net profit after tax	1,769	1,872	(5.5)	522	636	(17.9)	652	(20.0)
Add: One-time gain ¹	-	118	NM	-	-	-	36	NM
Net profit after tax ²	1,769	1,990	(11.1)	522	636	(17.9)	688	(24.2)

Financial indicators (based on core earnings)

Non-interest income/Total income (%)	36.0	35.2	0.8% pt	32.8	36.5	(3.7)% pt	38.3	(5.5)% pt
Overseas net profit before tax contribution (%)	34.3	32.5	1.8% pt	35.1	34.7	0.4% pt	31.7	3.4% pt
Earnings per ordinary share (\$) ^{3,4}								
Basic	1.44	1.58	(8.9)	1.22	1.57	(22.3)	1.64	(25.6)
Diluted	1.43	1.57	(8.9)	1.21	1.57	(22.9)	1.63	(25.8)
Return on average ordinary shareholders' equity (%) ^{3,4}	11.3	13.5	(2.2)% pt	9.4	12.3	(2.9)% pt	13.7	(4.3)% pt
Return on average total assets (%) ⁴	1.08	1.31	(0.23)% pt	0.94	1.16	(0.22)% pt	1.33	(0.39)% pt
Net interest margin (%) ⁴	1.90	2.15	(0.25)% pt	1.89	1.92	(0.03)% pt	2.07	(0.18)% pt
Expense/Income ratio (%)	43.3	39.8	3.5% pt	46.4	42.6	3.8% pt	38.8	7.6% pt
Loan charge off rate (bp) ⁴								
Exclude collective impairment	9	8	1bp	8	7	1bp	16	(8)bp
Include collective impairment	30	26	4bp	30	30	-	35	(5)bp
Net dividend per ordinary share (¢)								
Interim	20.0	20.0	-	-	20.0	NM	-	-

Notes:

1 Refer to the gain on sale of UOB Life Assurance Limited.

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

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

4 Computed on an annualised basis.

Financial Highlights (cont'd)

	Sep-11	Jun-11	+ / (-)	Dec-10	+ / (-)	Sep-10	+ / (-)
			%		%		%
Financial indicators							
Customer loans (net) (\$m)	137,633	128,532	7.1	112,440	22.4	107,100	28.5
Customer deposits (\$m)	158,435	148,358	6.8	142,299	11.3	132,483	19.6
Loans/Deposits ratio (%) ¹	86.9	86.6	0.3% pt	79.0	7.9% pt	81.1	5.8% pt
NPL ratio (%) ²	1.5	1.5	-	1.8	(0.3)% pt	1.9	(0.4)% pt
Total assets (\$m)	230,517	218,921	5.3	213,778	7.8	202,445	13.9
Shareholders' equity (\$m) ³	22,286	22,438	(0.7)	21,473	3.8	20,814	7.1
Net asset value ("NAV") per ordinary share (\$) ⁴	12.80	12.89	(0.7)	12.51	2.3	12.19	5.0
Revalued NAV per ordinary share (\$) ⁴	14.63	14.70	(0.5)	14.34	2.0	13.80	6.0
Capital adequacy ratios (%)							
Core Tier 1	12.3	12.6	(0.3)% pt	13.3	(1.0)% pt	13.0	(0.7)% pt
Tier 1	14.0	14.5	(0.5)% pt	15.3	(1.3)% pt	15.1	(1.1)% pt
Total	17.5	19.2	(1.7)% pt	19.8	(2.3)% pt	19.9	(2.4)% 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 or amended FRS and Interpretations to FRS ("INT FRS") applicable to the Group with effect from 1 January 2011 are listed below. The adoption of these FRS and INT FRS has no significant impact on the financial statements of the Group.

- Revised FRS24 Related Party Disclosures
- INT FRS119 Extinguishing Financial Liabilities with Equity Instruments
- Improvements to FRSs 2010

Other than the above changes, the accounting policies and computation methods adopted in the financial statements for the nine months of 2011 are the same as those adopted in the audited financial statements for the financial year ended 31 December 2010.

Nine months 2011 ("9M11") versus nine month 2010 ("9M10")

The Group recorded core after-tax profit of \$1,769 million in 9M11. Total income was \$4,221 million, 2.5% higher than 9M10 offset by higher expenses.

Net interest income increased 1.2% to \$2,700 million, contributed by higher loan volume which was offset by lower interest margin. Fee and commission income rose 16.2% to \$992 million across Singapore and the regional countries. Loan-related fee income rose 32.3% to reach \$289 million. Strong increases were also registered for fee income from credit card and trade-related businesses as well as from investment-related products. Trading and investment income was lower at \$303 million mainly from lower gain on investment securities and foreign exchange amidst weaker market sentiments.

Total operating expenses rose 11.5% to \$1,826 million. Staff costs increased 15.5% as the Group continued to invest in talents to support business growth. Expense-to-income ratio increased 3.5% points to 43.3%.

Total impairment charges for 9M11 was \$298 million. Individual impairment on loans was \$82 million, \$20 million higher due to write-backs in 9M10. Collective impairment of \$211 million was set aside as loan volume increased.

Net customer loans grew 28.5% to \$137.6 billion across geographies and industries. Group NPL ratio remained low at 1.5%.

Customer deposits rose 19.6% to reach \$158.4 billion mainly in fixed and savings deposits. Loans-to-deposits ratio stood at 86.9%.

Shareholders' equity grew 7.1% to \$22.3 billion as at 30 September 2011 due to higher retained earnings and issuance of new ordinary shares.

Group Tier 1 and total capital adequacy ratios ("CAR") of 14.0% and 17.5% respectively as at 30 September 2011, remained well above the regulatory requirements. The lower CAR were largely due to higher risk-weighted assets on the back of strong loan growth.

Performance Review (cont'd)**Third quarter 2011 ("3Q11") versus second quarter 2011 ("2Q11")**

Group NPAT for the quarter was \$522 million.

Net interest income edged higher to \$915 million in 3Q11 resulting from active balance sheet management. Assets distribution were rebalanced towards customer loans which enjoyed higher average yields of 3.34% compared to interbank lendings and securities. For 3Q11, the growth in average customer loans of 6.6% contributed to an increase of \$69 million to interest income. This more than offset the reduced interest income from lower interbank lendings and securities. On funding, there was less reliance on interbank borrowings. Instead, the deposits base was further built up.

Fee and commission income for 3Q11 was \$323 million, 4.2% lower largely due to lower loan processing fees. Trading and investment income declined during the quarter due to less favourable market conditions.

Total operating expenses rose 3.1% to \$631 million on higher staff costs and business promotion expenses. Expense-to-income ratio increased 3.8% points to 46.4%.

Total impairment charges in 3Q11 increased marginally to \$99 million. Collective impairment was built up further by \$77 million in tandem with loan growth.

Net customer loans grew another 7.1% for the quarter to reach \$137.6 billion. Loan growth was broad based across geographies and industries. Group NPL ratio remained low at 1.5%.

Customer deposits reached \$158.4 billion as at 30 September 2011. Loans-to-deposits ratio was maintained at 86.9%.

Shareholders' equity as at 30 September 2011 was \$22.3 billion, declined marginally due to lower fair value reserves from the available-for-sale investment portfolio. Market prices for the investment portfolio were depressed following the global uncertainties in the financial markets.

The capital adequacy ratios were lower when compared to the previous quarter largely due to higher risk-weighted assets on the back of strong loan growth.

Third quarter 2011 ("3Q11") versus third quarter 2010 ("3Q10")

Compared to 3Q10, Group NPAT declined 20.0%. Net interest income and fee and commission income recorded increases which were more than offset by lower trading and investment income and higher expenses.

Net interest income improved 3.6% on robust loan growth whilst fee and commission income rose 13.9% across Singapore and the regional countries. Significant increases were registered in fee income for loan and trade activities as well as credit card business. Trading and investment income was lower at \$56 million on weaker market sentiments.

Total operating expenses increased 13.6% from 3Q10 on higher staff costs and revenue-related expenses, as the Group's businesses continued to expand in Singapore and the regional countries.

Total impairment charges declined 25.9% due to lower individual impairment on loans.

Net Interest Income

Net interest margin

	9M11			9M10		
	Average balance	Average Interest	Average rate	Average balance	Average Interest	Average rate
	\$m	\$m	%	\$m	\$m	%
Interest bearing assets						
Customer loans	122,381	3,128	3.42	100,438	2,839	3.78
Interbank balances	34,108	403	1.58	31,571	297	1.26
Securities	33,170	589	2.38	33,720	575	2.28
Total	189,658	4,120	2.90	165,730	3,712	2.99
Interest bearing liabilities						
Customer deposits	148,080	1,081	0.98	127,521	790	0.83
Interbank balances/others	36,978	339	1.22	33,576	255	1.02
Total	185,057	1,420	1.03	161,097	1,045	0.87
Net interest margin ¹			1.90			2.15

	3Q11			2Q11			3Q10		
	Average balance	Average Interest	Average rate	Average balance	Average Interest	Average rate	Average balance	Average Interest	Average rate
	\$m	\$m	%	\$m	\$m	%	\$m	\$m	%
Interest bearing assets									
Customer loans	130,404	1,098	3.34	122,339	1,048	3.44	103,392	965	3.70
Interbank balances	33,610	147	1.73	34,591	136	1.57	32,828	102	1.24
Securities	27,841	189	2.70	34,002	199	2.35	32,733	190	2.30
Total	191,855	1,434	2.96	190,931	1,382	2.90	168,953	1,257	2.95
Interest bearing liabilities									
Customer deposits	152,655	396	1.03	147,982	358	0.97	129,400	282	0.86
Interbank balances/others	34,503	122	1.40	38,247	111	1.17	34,827	92	1.05
Total	187,157	518	1.10	186,229	469	1.01	164,227	374	0.90
Net interest margin ¹			1.89			1.92			2.07

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

	9M11 vs 9M10			3Q11 vs 2Q11			3Q11 vs 3Q10		
	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	620	(332)	288	69	(31)	38	252	(119)	133
Interbank balances	24	81	105	(4)	13	10	2	42	44
Securities	(9)	24	14	(36)	24	(12)	(28)	28	(1)
Total	635	(227)	408	29	7	36	226	(50)	176
Interest expense									
Customer deposits	127	164	291	11	23	34	51	63	114
Interbank balances/others	43	41	84	(5)	15	9	9	21	30
Total	170	205	375	6	38	44	60	84	144
Change in number of days	-	-	-	-	-	10	-	-	-
Net interest income	465	(432)	33	23	(31)	2	166	(134)	32

9M11 vs 9M10

Net interest income increased 1.2% over the same period last year to \$2,700 million. The increase was attributed to higher loan volume which was offset by lower interest margin. Net interest margin stood at 1.90%.

3Q11 vs 2Q11

Net interest income edged higher to \$915 million in 3Q11 resulting from active balance sheet management. Assets distribution were rebalanced towards customer loans which enjoyed higher average yields of 3.34% compared to interbank lendings and securities. For 3Q11, the growth in average customer loans of 6.6% contributed to an increase of \$69 million to interest income. This more than offset the reduced interest income from lower interbank lendings and securities. On funding, there was less reliance on interbank borrowings. Instead, the deposits base was further built up. Net interest margin decreased 3 basis points to 1.89%.

3Q11 vs 3Q10

Net interest income increased 3.6% year-on-year in 3Q11 on robust loan growth. Average loans grew 26.1% which more than offset the impact of a lower net interest margin.

Non-Interest Income

	9M11	9M10	+ / (-)	3Q11	2Q11	+ / (-)	3Q10	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Fee and commission income								
Credit card	168	143	17.8	58	60	(2.4)	49	19.6
Fund management	76	89	(14.4)	23	26	(8.7)	25	(8.1)
Investment-related	157	133	17.8	56	52	8.6	54	3.3
Loan-related	289	219	32.3	82	102	(20.0)	68	21.3
Service charges	69	66	5.0	23	22	6.3	22	6.3
Trade-related	185	154	19.8	65	61	6.2	50	28.0
Others	47	50	(5.4)	16	15	2.5	15	2.8
	992	853	16.2	323	338	(4.2)	284	13.9
Other non-interest income								
Dividend income	70	69	1.5	13	55	(76.7)	41	(69.3)
Rental income	84	89	(5.9)	28	28	1.8	29	(4.3)
Trading income/(loss)	50	65	(22.9)	5	13	(59.4)	27	(80.7)
Non-trading income/(loss)								
Financial instruments measured at fair value to profit and loss	57	82	(30.7)	(37)	8	(>100.0)	44	(>100.0)
Available-for-sale assets and others	196	225	(12.7)	88	61	45.4	103	(14.2)
	303	372	(18.5)	56	82	(31.0)	173	(67.4)
Other income	73	67	8.0	25	22	12.0	21	20.4
Other operating income	376	439	(14.4)	82	104	(21.7)	194	(58.0)
	530	597	(11.3)	122	186	(34.3)	265	(53.8)
Core non-interest income	1,521	1,450	4.9	446	524	(14.9)	549	(18.8)
Add: One-time gain	-	118	NM	-	-	-	36	NM
Total	1,521	1,568	(3.0)	446	524	(14.9)	585	(23.7)

9M11 vs 9M10

Core non-interest income for 9M11 was \$1,521 million, a 4.9% increase year-on-year underpinned by strong growth in fee and commission income in Singapore and the regional countries. Loan-related fee income escalated 32.3% whilst fee income from trade-related, credit card and investment-related businesses were also higher. Trading and investment income was lower at \$303 million mainly from lower gain on investment securities and foreign exchange amidst weaker market sentiments.

3Q11 vs 2Q11

Fee and commission income decreased 4.2% to \$323 million, largely due to lower loan processing fees. Trading and investment income declined during the quarter due to less favourable market conditions.

3Q11 vs 3Q10

Compared to 3Q10, fee and commission income rose 13.9% to \$323 million across Singapore and the regional countries and in most business areas. Significant increases were registered in fee income for loan and trade activities as well as credit card business. Trading and investment income was lower at \$56 million.

Operating Expenses

	9M11	9M10	+ / (-)	3Q11	2Q11	+ / (-)	3Q10	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Staff costs	1,053	912	15.5	360	355	1.4	308	16.8
Other operating expenses								
Revenue-related	388	346	12.2	139	130	6.4	120	15.2
Occupancy-related	175	162	8.2	62	57	8.0	55	11.0
IT-related	109	132	(17.6)	36	35	3.4	41	(11.3)
Others	100	86	16.5	35	34	0.7	30	13.5
	773	726	6.4	271	257	5.6	247	9.6
Total	1,826	1,638	11.5	631	612	3.1	555	13.6
Of which, depreciation of assets	86	103	(16.1)	29	25	16.2	34	(14.9)
Manpower (number)	22,916	21,080	1,836	22,916	22,609	307	21,080	1,836

9M11 vs 9M10

Total operating expenses increased 11.5% to \$1,826 million. Staff costs increased 15.5% as the Group continued to invest in people to support business growth. Revenue-related expenses increased 12.2% to \$388 million. Expense-to-income ratio was at 43.3%.

3Q11 vs 2Q11

Total operating expenses rose 3.1% to \$631 million mainly on higher staff costs and business promotion expenses. Expense-to-income ratio increased 3.8% points to 46.4% as the Group continued to pace expenses to drive business expansion.

3Q11 vs 3Q10

Total operating expenses increased 13.6% from 3Q10 on higher staff costs and revenue-related expenses, as the Group's businesses continue to grow in Singapore and the regional countries.

Impairment Charges

	9M11	9M10	+ / (-)	3Q11	2Q11	+ / (-)	3Q10	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Individual impairment on loans ¹								
Singapore	24	(17)	>100.0	2	3	(29.7)	10	(79.1)
Malaysia	2	5	(60.7)	2	3	(53.7)	1	2.1
Thailand	16	24	(34.2)	3	6	(51.4)	7	(58.0)
Indonesia	20	11	76.1	4	8	(48.3)	2	87.9
Greater China ²	(6)	2	(>100.0)	1	(7)	>100.0	0	>100.0
Others	26	36	(27.5)	13	9	51.6	22	(39.6)
	82	62	32.7	26	22	15.0	44	(41.1)
Individual impairment on securities and others	5	18	(71.7)	(3)	(1)	(>100.0)	10	(>100.0)
Collective impairment	211	214	(1.6)	77	74	3.6	80	(4.1)
Total	298	294	1.3	99	96	3.9	134	(25.9)

9M11 vs 9M10

Total impairment charges for 9M11 was \$298 million. Individual impairment on loans was \$82 million, \$20 million higher due to write-backs in 9M10. Collective impairment of \$211 million was set aside as loan volume increased.

3Q11 vs 2Q11

Total impairment charges increased marginally to \$99 million in 3Q11. Collective impairment was built up further by \$77 million in tandem with loan growth.

3Q11 vs 3Q10

Total impairment charges declined 25.9% from 3Q10 mainly due to lower individual impairment on loans.

Notes:

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

2 Comprise China, Hong Kong and Taiwan.

Customer Loans

	Sep-11	Jun-11	Dec-10	Sep-10
	\$m	\$m	\$m	\$m
Gross customer loans	140,432	131,244	115,122	109,716
Less: Individual impairment	847	837	930	900
Collective impairment	1,953	1,874	1,752	1,716
Net customer loans	137,633	128,532	112,440	107,100
By industry				
Transport, storage and communication	6,825	6,814	6,710	6,072
Building and construction	15,786	14,257	11,506	12,208
Manufacturing	10,393	9,589	8,617	8,437
Financial institutions	22,971	22,262	18,673	15,532
General commerce	20,084	17,604	15,094	14,271
Professionals and private individuals	17,531	16,237	14,907	14,289
Housing loans	38,646	36,638	33,528	32,021
Others	8,196	7,841	6,086	6,887
Total (gross)	140,432	131,244	115,122	109,716
By currency				
Singapore dollar	75,578	73,258	66,915	63,715
US dollar	21,328	17,637	13,855	13,388
Malaysian ringgit	17,336	16,144	14,282	13,617
Thai baht	7,340	6,690	6,841	6,340
Indonesian rupiah	4,335	3,818	3,213	3,104
Others	14,516	13,697	10,017	9,551
Total (gross)	140,432	131,244	115,122	109,716
By maturity				
Within 1 year	52,743	49,821	44,983	40,679
Over 1 year but within 3 years	22,164	20,273	19,766	20,886
Over 3 years but within 5 years	19,154	17,917	12,575	11,993
Over 5 years	46,371	43,232	37,798	36,158
Total (gross)	140,432	131,244	115,122	109,716
By geography ¹				
Singapore	90,156	85,619	75,534	71,938
Malaysia	19,129	17,332	15,278	14,425
Thailand	7,745	7,006	7,050	6,473
Indonesia	5,469	4,929	3,975	3,779
Greater China	8,841	7,260	5,295	4,515
Others	9,093	9,097	7,990	8,586
Total (gross)	140,432	131,244	115,122	109,716

Net customer loans grew another 7.1% for the quarter, bringing year-to-date loan growth to 22.4%, to reach \$137.6 billion as at 30 September 2011. Compared to the same period last year, net customer loans rose 28.5%. Loan growth was broad based across geographies and industries.

For the quarter, loan growth from the regional countries climbed 12.7% to reach \$41.2 billion. The region's increase of \$4.7 billion was higher than Singapore as the Group continued to grow its regional business. On a year-to-date basis, loans from these countries grew 30.3%, while Singapore recorded loan growth of 19.4%.

Note:

1 Based on the location where the loans are booked.

Non-Performing Assets

	Sep-11	Jun-11	Dec-10	Sep-10
	\$m	\$m	\$m	\$m
Loans ("NPL")	2,109	1,930	2,155	2,120
Debt securities and others ¹	608	512	405	409
Non-Performing Assets ("NPA")	2,717	2,442	2,560	2,529

By grading

Substandard	1,764	1,466	1,478	1,432
Doubtful	445	420	432	471
Loss	508	556	650	626
Total	2,717	2,442	2,560	2,529

By security coverage

Secured	1,057	943	1,153	1,076
Unsecured	1,660	1,499	1,407	1,453
Total	2,717	2,442	2,560	2,529

By ageing

Current	503	333	596	445
Within 90 days	193	187	194	214
Over 90 to 180 days	234	196	251	232
Over 180 days	1,787	1,726	1,519	1,638
Total	2,717	2,442	2,560	2,529

Cumulative impairment

Individual	1,075	1,068	1,157	1,117
Collective	2,089	2,010	1,888	1,875
Total	3,164	3,078	3,045	2,992
As a % of NPA	116.5%	126.0%	118.9%	118.3%
As a % of unsecured NPA	190.6%	205.3%	216.4%	205.9%

	NPL	NPL	NPL	NPL	NPL	NPL	NPL
	ratio	ratio	ratio	ratio	ratio	ratio	ratio
	\$m	%	\$m	%	\$m	%	\$m
NPL by industry							
Transport, storage and communication	505	7.4	364	5.3	361	5.3	138
Building and construction	120	0.8	87	0.6	149	1.1	160
Manufacturing	532	5.1	554	5.8	524	6.1	590
Financial institutions	198	0.9	175	0.8	194	1.0	197
General commerce	270	1.3	275	1.6	353	2.3	384
Professionals and private individuals	156	0.9	179	1.1	197	1.3	202
Housing loans	222	0.6	223	0.6	259	0.8	275
Others	106	1.3	73	0.9	118	1.7	174
Total	2,109	1.5	1,930	1.5	2,155	1.8	2,120

Note:

¹ Included contingent liabilities with effect from March 2011.

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				
Sep 11	855	0.9	225.8	418.0
Jun 11	817	1.0	229.9	403.0
Dec 10	845	1.1	213.7	393.5
Sep 10	816	1.1	214.8	370.6
Malaysia				
Sep 11	347	1.8	111.0	320.8
Jun 11	336	1.9	111.9	303.2
Dec 10	373	2.4	93.6	258.5
Sep 10	402	2.8	86.3	237.7
Thailand				
Sep 11	297	3.8	78.5	133.9
Jun 11	293	4.2	76.1	131.2
Dec 10	409	5.2	69.4	120.9
Sep 10	415	5.8	71.3	124.9
Indonesia				
Sep 11	85	1.6	78.8	957.1
Jun 11	98	2.0	63.3	885.7
Dec 10	80	2.0	71.3	814.3
Sep 10	91	2.4	64.8	983.3
Greater China				
Sep 11	31	0.4	203.2	210.0
Jun 11	30	0.4	183.3	196.4
Dec 10	61	1.2	104.9	376.5
Sep 10	78	1.7	84.6	244.4
Others				
Sep 11	494	5.4	24.5	27.8
Jun 11	356	3.9	32.9	39.0
Dec 10	387	4.8	31.5	56.2
Sep 10	318	3.7	29.9	42.2
Group NPL				
Sep 11	2,109	1.5	132.8	227.8
Jun 11	1,930	1.5	140.5	247.6
Dec 10	2,155	1.8	124.5	250.7
Sep 10	2,120	1.9	123.4	234.8

Group NPL increased \$179 million from last quarter to \$2,109 million as at 30 September 2011. Group NPL was lower compared to a year ago. NPL ratio remained low at 1.5% over the comparative periods.

Note:

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

Customer Deposits

	<u>Sep-11</u>	<u>Jun-11</u>	<u>Dec-10</u>	<u>Sep-10</u>
	\$m	\$m	\$m	\$m
By product group				
Fixed deposits	87,390	80,967	77,310	69,292
Savings deposits	39,383	37,689	34,841	34,102
Current accounts	27,173	25,945	27,261	26,269
Others	4,489	3,757	2,888	2,819
Total	158,435	148,358	142,299	132,483
By maturity				
Within 1 year	152,738	141,069	139,129	128,979
Over 1 year but within 3 years	4,270	4,734	1,784	2,135
Over 3 years but within 5 years	1,078	1,746	1,157	1,206
Over 5 years	350	809	230	163
Total	158,435	148,358	142,299	132,483
Loans/Deposits ratio (%)	86.9	86.6	79.0	81.1

Customer deposits rose 6.8% for the quarter to reach \$158.4 billion as at 30 September 2011. The increase was mainly in fixed and savings deposits.

Debts Issued

	<u>Sep-11</u>	<u>Jun-11</u>	<u>Dec-10</u>	<u>Sep-10</u>
	\$m	\$m	\$m	\$m
Subordinated debts				
Due after one year (unsecured)	5,129	6,258	5,367	5,524
Other debts issued				
Due within one year (unsecured)	4,074	2,744	672	545
Due after one year (unsecured)	1,647	737	224	226
	5,721	3,481	896	771
Total	10,851	9,739	6,263	6,296

Shareholders' Equity

	Sep-11	Jun-11	Dec-10	Sep-10
	\$m	\$m	\$m	\$m
Shareholders' equity	22,286	22,438	21,473	20,814
Add: Revaluation surplus	2,882	2,858	2,818	2,458
Shareholders' equity including revaluation surplus	25,167	25,297	24,292	23,273

Shareholders' equity of \$22.3 billion as at 30 September 2011 declined marginally from the previous quarter, due to lower fair value reserves from the available-for-sale investment portfolio. This was contributed by depressed market prices from the global uncertainties in the financial markets.

Compared to a year ago, shareholders' equity grew 7.1% mainly contributed by higher retained earnings, and the issuance of new ordinary shares.

As at 30 September 2011, revaluation surplus of \$2.9 billion on the Group's properties was not recognised in the financial statements.

Changes in Issued Shares of the Bank

	Number of shares			
	9M11	9M10	3Q11	3Q10
	'000	'000	'000	'000
Ordinary shares				
Balance at beginning of period	1,560,139	1,524,194	1,590,487	1,548,546
Issue of shares under scrip dividend scheme	30,355	24,352	7	-
Balance at beginning/end of period	1,590,494	1,548,546	1,590,494	1,548,546
Treasury shares				
Balance at beginning of period	(17,515)	(18,175)	(17,481)	(18,175)
Issue of shares under share-based compensation plans	53	-	19	-
Balance at end of period	(17,462)	(18,175)	(17,462)	(18,175)
Ordinary shares net of treasury shares	1,573,032	1,530,371	1,573,032	1,530,371
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 organized 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 product groups:

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 decreased by 1.4% to \$774 million in 9M11. Higher fee and commission income mainly from treasury, investment and credit cards products and higher net interest income were negated by increase in business volume-related costs and impairment charges.

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 increased 17.9% to \$1,193 million in 9M11. The increase was mainly due to higher net interest income as well as higher loan-related and trade-related fee income driven by strong loan growth. These were 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.

Segment profit decreased 46.0% to \$317 million in 9M11. The decline was mainly attributed to lower net interest income as the flat yield curve reduced gapping opportunities, as well as realised losses from sale of equity securities. Higher operating expenses grew in line with business volumes.

Other

Other segment includes property-related activities, insurance businesses and income and expenses not attributable to other operating segments.

Segment loss reduced by \$22 million to \$14 million in 9M11. This was mainly due to lower operating expenses and lower collective impairment.

Performance by Operating Segment¹ (cont'd)

	GR	GW	GMIM	Other ²	Elimination ³	Total
	\$m	\$m	\$m	\$m	\$m	\$m
9M11						
Operating income	1,784	1,594	700	436	(293)	4,221
Operating expenses	(959)	(343)	(399)	(331)	206	(1,826)
Impairment charges	(49)	(53)	19	(215)	-	(298)
Amortisation of intangible assets	(3)	(5)	-	-	-	(8)
Share of profit of associates	-	-	(3)	96	-	93
Profit before tax	774	1,193	317	(14)	(87)	2,183
Segment assets	61,587	81,593	83,028	4,846	(5,845)	225,209
Intangible assets	1,338	2,118	667	81	-	4,204
Investment in associates	-	-	21	1,083	-	1,104
Total assets	62,925	83,711	83,716	6,010	(5,845)	230,517
Segment liabilities	83,752	71,957	50,062	8,780	(6,494)	208,057
Other information						
Inter-segment operating income	309	(136)	(175)	295	(293)	-
Gross customer loans	61,505	78,429	435	63	-	140,432
Non-performing assets	476	1,947	148	146	-	2,717
Capital expenditure	11	2	5	99	-	117
Depreciation of assets	6	4	2	74	-	86
9M10						
Operating income	1,665	1,393	862	445	(247)	4,118
Operating expenses	(837)	(319)	(315)	(345)	178	(1,638)
Impairment charges	(41)	(56)	38	(235)	-	(294)
Amortisation of intangible assets	(2)	(6)	-	-	-	(8)
Share of profit of associates	-	-	2	99	-	101
Profit before tax	785	1,012	587	(36)	(69)	2,279
Segment assets	50,522	62,372	80,929	4,470	(1,268)	197,025
Intangible assets	1,343	2,129	667	80	-	4,219
Investment in associates	-	-	22	1,179	-	1,201
Total assets	51,865	64,501	81,618	5,729	(1,268)	202,445
Segment liabilities	75,023	55,125	43,653	9,658	(2,003)	181,456
Other information						
Inter-segment operating income	173	(133)	(12)	219	(247)	-
Gross customer loans	50,492	59,076	72	76	-	109,716
Non-performing assets	597	1,616	191	125	-	2,529
Capital expenditure	7	2	1	49	-	59
Depreciation of assets	7	4	2	90	-	103

Notes:

- 1 Transfer prices between operating segments are on arm's length basis in a manner similar to transactions with third parties
- 2 Excluded one-time gain on sale of UOB Life Assurance Limited in 9M10
- 3 This includes joint income and expenses allocated to business segments in respect of cross-sell activities
- 4 Certain prior period comparatives have been restated to reflect the re-alignment of the organisation to be more segment focused.

Performance by Geographical Segment¹

	9M11	9M10	3Q11	2Q11	3Q10
	\$m	\$m	\$m	\$m	\$m
Total operating income					
Singapore ²	2,530	2,577	808	857	906
Malaysia	580	528	192	198	180
Thailand	312	306	109	99	102
Indonesia	319	290	105	110	98
Greater China	221	159	71	86	63
Others	259	257	76	87	83
Total	4,221	4,118	1,361	1,437	1,432
Net profit before tax					
Singapore ²	1,440	1,544	422	508	527
Malaysia	324	318	105	110	104
Thailand	58	68	22	17	20
Indonesia	112	126	37	40	46
Greater China	102	80	25	51	36
Others	155	152	39	52	38
	2,191	2,287	650	778	771
Intangible assets amortised	(8)	(8)	(3)	(3)	(3)
Total	2,183	2,279	648	775	768

For 9M11, the Group's operating income climbed 2.5% contributed by the regional countries. The latter rose 11.5% to reach \$1,431 million compared to 9M10.

	Sep-11	Jun-11	Dec-10	Sep-10
	\$m	\$m	\$m	\$m
Total assets				
Singapore	143,349	139,788	141,970	137,389
Malaysia	26,820	25,011	21,620	20,614
Thailand	11,770	11,854	10,533	10,211
Indonesia	7,221	6,231	5,455	5,050
Greater China	18,367	16,121	11,879	9,701
Others	18,786	15,713	18,111	15,262
	226,313	214,719	209,568	198,226
Intangible assets	4,204	4,202	4,210	4,219
Total	230,517	218,921	213,778	202,445

Notes:

- 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.
- 2 Excluded one-time gain on sale of UOB Life Assurance Limited in 9M10 and 3Q10.

Capital Adequacy Ratios

	Sep-11	Jun-11	Dec-10	Sep-10
	\$m	\$m	\$m	\$m
Tier 1 capital				
Share capital	3,084	3,084	2,537	2,319
Preference shares	2,149	2,149	2,149	2,149
Disclosed reserves/others	16,929	16,617	16,439	15,878
Deductions from Tier 1 capital	(4,764)	(4,747)	(4,763)	(4,786)
Eligible Tier 1 capital	17,398	17,103	16,362	15,560
Tier 2 capital				
Cumulative collective impairment/others	988	987	936	964
Subordinated notes	3,832	5,014	4,343	4,461
Deductions from Tier 2 capital	(428)	(413)	(435)	(448)
Eligible total capital	21,790	22,691	21,206	20,537
Risk-weighted assets	124,295	118,298	106,889	103,269
Capital adequacy ratios ("CAR")				
Core Tier 1	12.3%	12.6%	13.3%	13.0%
Tier 1	14.0%	14.5%	15.3%	15.1%
Total	17.5%	19.2%	19.8%	19.9%

As at 30 September 2011, Group Tier 1 and total CAR of 14.0% and 17.5% remained well above the regulatory minimums of 6% and 10% respectively.

The lower Tier 1 and total CAR as against the previous quarter was largely attributed to higher risk-weighted assets on the back of strong loan growth.

Compared to the same period last year, the lower CAR were largely due to higher risk-weighted assets, partly offset by higher retained earnings and issuance of new ordinary shares.

Consolidated Profit and Loss Account (Unaudited)

	9M11	9M10	+ / (-)	3Q11	2Q11	+ / (-)	3Q10	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Interest income	4,120	3,712	11.0	1,434	1,382	3.7	1,257	14.0
Less: Interest expense	1,420	1,045	35.9	518	469	10.5	374	38.5
Net interest income	2,700	2,667	1.2	915	913	0.2	883	3.6
Fee and commission income	992	853	16.2	323	338	(4.2)	284	13.9
Dividend income	70	69	1.5	13	55	(76.7)	41	(69.3)
Rental income	84	89	(5.9)	28	28	1.8	29	(4.3)
Other operating income	376	557	(32.5)	82	104	(21.7)	230	(64.5)
Non-interest income	1,521	1,568	(3.0)	446	524	(14.9)	585	(23.7)
Total operating income	4,221	4,236	(0.3)	1,361	1,437	(5.3)	1,468	(7.3)
Less: Staff costs	1,053	912	15.5	360	355	1.4	308	16.8
Other operating expenses	773	726	6.4	271	257	5.6	247	9.6
Total operating expenses	1,826	1,638	11.5	631	612	3.1	555	13.6
Operating profit before charges	2,395	2,598	(7.8)	730	825	(11.5)	912	(20.0)
Less: Amortisation/impairment charges								
Intangible assets	8	8	(5.4)	3	3	(0.6)	3	(4.9)
Loans and others	298	294	1.3	99	96	3.9	134	(25.9)
Operating profit after charges	2,090	2,295	(9.0)	628	727	(13.6)	776	(19.0)
Share of profit of associates	93	101	(8.1)	19	48	(59.4)	29	(31.7)
Profit before tax	2,183	2,396	(8.9)	648	775	(16.4)	804	(19.4)
Less: Tax	401	391	2.7	123	135	(8.8)	111	10.6
Profit for the financial period	1,781	2,006	(11.2)	525	640	(18.0)	693	(24.3)
Attributable to:								
Equity holders of the Bank	1,769	1,990	(11.1)	522	636	(17.9)	688	(24.2)
Minority interests	12	15	(22.2)	3	5	(33.9)	5	(36.3)
	1,781	2,006	(11.2)	525	640	(18.0)	693	(24.3)

Consolidated Statement of Comprehensive Income (Unaudited)

	9M11	9M10	+ / (-)	3Q11	2Q11	+ / (-)	3Q10	+ / (-)
	\$m	\$m	%	\$m	\$m	%	\$m	%
Profit for the financial period	1,781	2,006	(11.2)	525	640	(18.0)	693	(24.3)
Currency translation adjustments	(17)	6	(>100.0)	153	(137)	>100.0	(145)	>100.0
Change in available-for-sale reserve								
Change in fair value	(276)	456	(>100.0)	(492)	104	(>100.0)	391	(>100.0)
Transfer to profit and loss account on disposal/impairment	(73)	1	(>100.0)	(18)	(38)	51.3	(38)	51.7
Tax on net movement	70	(43)	>100.0	66	0	>100.0	(26)	>100.0
Change in share of other comprehensive income of associates	(65)	(10)	(>100.0)	(41)	(17)	(>100.0)	(1)	(>100.0)
Other comprehensive income for the financial period, net of tax	(360)	410	(>100.0)	(332)	(87)	(>100.0)	181	(>100.0)
Total comprehensive income for the financial period, net of tax	1,421	2,416	(41.2)	193	553	(65.1)	874	(77.9)
Attributable to:								
Equity holders of the Bank	1,419	2,400	(40.9)	196	550	(64.4)	868	(77.4)
Minority interests	2	16	(84.4)	(3)	2	(>100.0)	6	(>100.0)
	1,421	2,416	(41.2)	193	553	(65.1)	874	(77.9)

Consolidated Balance Sheet (Unaudited)

	Sep-11	Jun-11	Dec-10 ¹	Sep-10
	\$m	\$m	\$m	\$m
Equity				
Share capital	5,233	5,233	4,685	4,468
Retained earnings	8,276	8,111	7,687	7,311
Other reserves	8,777	9,094	9,101	9,036
Equity attributable to equity holders of the Bank	22,286	22,438	21,473	20,814
Minority interests	174	179	180	175
Total	22,460	22,617	21,654	20,990
Liabilities				
Deposits and balances of banks	24,379	26,470	31,862	29,860
Deposits and balances of non-bank customers	158,435	148,358	142,299	132,483
Bills and drafts payable	1,790	1,754	1,288	1,561
Other liabilities	12,602	9,983	10,412	11,255
Debts issued	10,851	9,739	6,263	6,296
Total	208,057	196,303	192,125	181,456
Total equity and liabilities	230,517	218,921	213,778	202,445
Assets				
Cash, balances and placements with central banks	26,481	26,948	30,743	25,721
Singapore Government treasury bills and securities	8,401	11,306	12,814	10,719
Other government treasury bills and securities	8,135	6,562	11,575	6,060
Trading securities	230	233	138	118
Placements and balances with banks	15,346	13,356	13,458	19,229
Loans to non-bank customers	137,633	128,532	112,440	107,100
Investment securities	15,255	15,446	15,926	16,040
Other assets	11,561	9,061	9,132	9,898
Investment in associates	1,104	1,133	1,198	1,201
Investment properties	1,110	1,104	1,125	1,121
Fixed assets	1,058	1,037	1,019	1,020
Intangible assets	4,204	4,202	4,210	4,219
Total	230,517	218,921	213,778	202,445
Off-balance sheet items				
Contingent liabilities	18,496	17,495	15,021	13,826
Financial derivatives	378,068	323,541	289,011	295,176
Commitments	54,067	51,094	48,994	47,299
Net asset value per ordinary share (\$)	12.80	12.89	12.51	12.19

Note:

1 Audited.

Consolidated Statement of Changes in Equity (Unaudited)

	Attributable to equity holders of the Bank				Minority interests	Total equity
	Share capital	Retained earnings	Other reserves	Total		
	\$m	\$m	\$m	\$m		
Balance at 1 January 2011	4,685	7,687	9,101	21,473	180	21,654
Profit for the financial period	-	1,769	-	1,769	12	1,781
Other comprehensive income for the financial period	-	-	(350)	(350)	(10)	(360)
Total comprehensive income for the financial period	-	1,769	(350)	1,419	2	1,421
Transfers	-	(0)	0	-	-	-
Change in minority interests	-	-	0	0	(1)	(1)
Dividends	-	(1,180)	-	(1,180)	(7)	(1,187)
Issue of shares under scrip dividend scheme	547	-	-	547	-	547
Share-based compensation	-	-	25	25	-	25
Increase in statutory reserves	-	-	1	1	-	1
Issue of treasury shares under share-based compensation plans	1	-	(1)	-	-	-
Balance at 30 September 2011	5,233	8,276	8,777	22,286	174	22,460
Balance at 1 January 2010	4,051	6,324	8,611	18,986	169	19,155
Profit for the financial period	-	1,990	-	1,990	15	2,006
Other comprehensive income for the financial period	-	-	410	410	0	410
Total comprehensive income for the financial period	-	1,990	410	2,400	16	2,416
Transfers	-	2	(2)	-	-	-
Change in minority interests	-	-	0	0	(2)	(2)
Dividends	-	(1,005)	-	(1,005)	(7)	(1,012)
Issue of shares under scrip dividend scheme	417	-	-	417	-	417
Share-based compensation	-	-	16	16	-	16
Balance at 30 September 2010	4,468	7,311	9,036	20,814	175	20,990

Consolidated Statement of Changes in Equity (Unaudited)

	Attributable to equity holders of the Bank			Total	Minority interests	Total equity
	Share capital	Retained earnings	Other reserves			
	\$m	\$m	\$m			
Balance at 1 July 2011	5,233	8,111	9,094	22,438	179	22,617
Profit for the financial period	-	522	-	522	3	525
Other comprehensive income for the financial period	-	-	(326)	(326)	(6)	(332)
Total comprehensive income for the financial period	-	522	(326)	196	(3)	193
Change in minority interests	-	-	(0)	(0)	(0)	(0)
Dividends	-	(357)	-	(357)	(2)	(359)
Issue of shares under scrip dividend scheme	0	-	-	0	-	0
Share-based compensation	-	-	8	8	-	8
Issue of treasury shares under share-based compensation plans	0	-	(0)	-	-	-
Balance at 30 September 2011	5,233	8,276	8,777	22,286	174	22,460
Balance at 1 July 2010	4,468	6,971	8,857	20,296	171	20,467
Profit for the financial period	-	688	-	688	5	693
Other comprehensive income for the financial period	-	-	180	180	1	181
Total comprehensive income for the financial period	-	688	180	868	6	874
Transfers	-	1	(1)	-	-	-
Change in minority interests	-	-	-	-	(0)	(0)
Dividends	-	(349)	-	(349)	(2)	(351)
Share-based compensation	-	-	(0)	(0)	-	(0)
Balance at 30 September 2010	4,468	7,311	9,036	20,814	175	20,990

Consolidated Cash Flow Statement (Unaudited)

	9M11	9M10	3Q11	3Q10
	\$m	\$m	\$m	\$m
Cash flows from operating activities				
Operating profit before amortisation and impairment charges	2,395	2,598	730	912
Adjustments for:				
Depreciation of assets	86	103	29	34
Net (gain)/loss on disposal of assets	(29)	(171)	36	(50)
Share-based compensation	25	16	8	(0)
Operating profit before working capital changes	2,478	2,546	804	896
Increase/(decrease) in working capital				
Deposits	8,654	13,090	7,986	9,139
Bills and drafts payable	502	124	36	336
Other liabilities	2,264	1,263	2,671	968
Restricted balances with central banks	(352)	(379)	(302)	(212)
Government treasury bills and securities	7,853	3,710	1,332	1,723
Trading securities	(92)	0	3	(28)
Investment securities	373	530	(343)	(365)
Placements and balances with banks	(1,888)	(5,115)	(1,990)	(3,281)
Loans to non-bank customers	(25,481)	(8,100)	(9,200)	(3,435)
Other assets	(2,349)	(1,219)	(2,435)	(1,156)
Cash generated from/(used in) operations	(8,040)	6,449	(1,437)	4,585
Income tax paid	(491)	(412)	(177)	(130)
Net cash provided by/(used in) operating activities	(8,530)	6,037	(1,614)	4,455
Cash flows from investing activities				
Net cash flow on disposal/(acquisition) of:				
Associates	(15)	(4)	-	1
Properties and other fixed assets	(110)	(66)	(56)	(11)
Proceeds from disposal of subsidiaries	-	464	-	36
Change in minority interests	-	(2)	-	-
Dividends received from associates	119	92	5	9
Net cash provided by/(used in) investing activities	(5)	483	(51)	34
Cash flows from financing activities				
Increase/(decrease) in debts issued	4,587	252	1,112	(5)
Change in minority interests	(1)	(0)	(0)	(0)
Dividends paid on ordinary shares	(539)	(185)	(315)	-
Dividends paid on preference shares	(104)	(106)	(52)	(53)
Dividends paid to minority interests	(7)	(7)	(2)	(2)
Net cash provided by/(used in) financing activities	3,936	(47)	743	(60)
Currency translation adjustments	(14)	3	153	(143)
Net increase/(decrease) in cash and cash equivalents	(4,614)	6,477	(769)	4,287
Cash and cash equivalents at beginning of the financial period	27,143	16,544	23,298	18,734
Cash and cash equivalents at end of the financial period	22,529	23,021	22,529	23,021

Balance Sheet of the Bank (Unaudited)

	Sep-11	Jun-11	Dec-10 ¹	Sep-10
	\$m	\$m	\$m	\$m
Equity				
Share capital	4,402	4,401	3,854	3,636
Retained earnings	6,741	6,712	6,363	6,099
Other reserves	8,543	8,949	8,730	8,567
Total	19,685	20,062	18,947	18,303
Liabilities				
Deposits and balances of banks	22,848	24,605	30,012	28,016
Deposits and balances of non-bank customers	123,462	115,274	111,727	104,852
Deposits and balances of subsidiaries	5,456	3,938	2,269	2,439
Bills and drafts payable	395	390	183	378
Other liabilities	10,096	7,796	8,357	9,165
Debts issued	6,515	7,641	6,165	6,311
Total	168,772	159,646	158,714	151,161
Total equity and liabilities	188,457	179,708	177,661	169,464
Assets				
Cash, balances and placements with central banks	19,126	16,649	25,112	19,941
Singapore Government treasury bills and securities	8,314	11,235	12,694	10,599
Other government treasury bills and securities	2,727	3,240	7,332	2,904
Trading securities	170	151	134	114
Placements and balances with banks	12,640	11,149	11,199	16,542
Loans to non-bank customers	104,607	98,365	85,538	81,744
Placements with and advances to subsidiaries	6,571	6,607	2,869	4,060
Investment securities	13,675	13,966	14,487	14,569
Other assets	10,122	7,850	7,817	8,516
Investment in associates	372	372	371	371
Investment in subsidiaries	4,760	4,761	4,757	4,759
Investment properties	1,359	1,356	1,419	1,414
Fixed assets	833	825	750	749
Intangible assets	3,182	3,182	3,182	3,182
Total	188,457	179,708	177,661	169,464
Off-balance sheet items				
Contingent liabilities	14,788	14,253	11,910	11,582
Financial derivatives	328,872	279,509	254,775	262,714
Commitments	40,908	39,131	37,051	35,800
Net asset value per ordinary share (\$)	11.67	11.90	11.42	11.10

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 2011	3,854	6,363	8,730	18,947
Profit for the financial period	-	1,530	-	1,530
Other comprehensive income for the financial period	-	-	(212)	(212)
Total comprehensive income for the financial period	-	1,530	(212)	1,318
Dividends	-	(1,152)	-	(1,152)
Issue of shares under scrip dividend scheme	547	-	-	547
Share-based compensation	-	-	25	25
Issue of treasury shares under share-based compensation plans	1	-	(1)	-
Balance at 30 September 2011	4,402	6,741	8,543	19,685
Balance at 1 January 2010	3,220	5,337	8,136	16,693
Profit for the financial period	-	1,737	-	1,737
Other comprehensive income for the financial period	-	-	415	415
Total comprehensive income for the financial period	-	1,737	415	2,152
Dividends	-	(975)	-	(975)
Issue of shares under scrip dividend scheme	417	-	-	417
Share-based compensation	-	-	16	16
Balance at 30 September 2010	3,636	6,099	8,567	18,303

Statement of Changes in Equity of the Bank (Unaudited)

	Share capital \$m	Retained earnings \$m	Other reserves \$m	Total equity \$m
Balance at 1 July 2011	4,401	6,712	8,949	20,062
Profit for the financial period	-	377	-	377
Other comprehensive income for the financial period	-	-	(414)	(414)
Total comprehensive income for the financial period	-	377	(414)	(37)
Dividends	-	(348)	-	(348)
Issue of shares under scrip dividend scheme	0	-	-	0
Share-based compensation	-	-	8	8
Issue of treasury shares under share-based compensation plans	0	-	(0)	-
Balance at 30 September 2011	4,402	6,741	8,543	19,685
Balance at 1 July 2010	3,636	5,909	8,268	17,813
Profit for the financial period	-	530	-	530
Other comprehensive income for the financial period	-	-	300	300
Total comprehensive income for the financial period	-	530	300	829
Dividends	-	(340)	-	(340)
Share-based compensation	-	-	(0)	(0)
Balance at 30 September 2010	3,636	6,099	8,567	18,303