



UOB Group First Half 2009 Briefing

Results Overview

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Unprecedented External Environment



- Unprecedented times – Financial markets fall-out, credit and liquidity crunch
- Mounting bank losses and write-downs – Banks de-leveraging, requiring new capital and government bailouts
- Breakdown of financial systems shook economies worldwide – Global recession

UOB Fundamentals Cushion Crisis Impact

Focus on Basics of Banking

- Commercial banking activities that support retail and institutional customers
- Core business franchise provides sustainable revenues

Prudent Asset Quality Management

- Well-buffered reserves of GP built up ahead of cycle
- Diversified portfolio and risk across segments

Ensure Balance Sheet Strength

- Rigorous stress tests validate resilience of portfolios
- Strong capital level to take shocks

Resilient Financial Performance

Key Indicators	1H09	1H08	YoY Change	2Q09	1Q09	QoQ Change
Operating Profit (\$m)	1,831	1,675	9.3%	938	893	5.0%
Net Profit After Tax (\$m)	880	1,130	(22.1)%	470	409	15.0%
NIM (%) *	2.38	2.22	0.16% pt	2.35	2.41	(0.06)% pt
Expense / Income (%)	35.6	37.7	(2.1)% pt	35.7	35.5	0.2% pt
ROE (%) *	11.7	13.8	(2.1)% pt	12.1	11.2	0.9% pt

* On annualised basis

Core Business Intact

- Maintained stronghold in Singapore – Loan market share grew, reflective of commitment to customers
- Controlled growth in key regional markets amidst margin pressure and uncertainty
- Maintain global diversification for a balanced portfolio
- Continued investments in our regional franchise

Strong Balance Sheet and Capital Position

- Asset quality remains manageable, core business resilient – Well-buffered to withstand shocks and credit deterioration
- AFS portfolio recovered with improved sentiments – Book value strengthened
- Capital position boosted to Tier 1 CAR of 12.6% and Total CAR of 17.5%
- The Board declared an interim dividend of 20 cents per share

Looking Ahead

- Improving global sentiments. Signs of stabilisation. Maximum 'fear' of crisis behind us
- Bottoming-out process, recovery will be gradual
- More upbeat about prospects. To maintain disciplined approach to business while capturing growth opportunities
- Further strengthening core franchise and capabilities across the region
- Ready for the upturn