



Financial Highlights

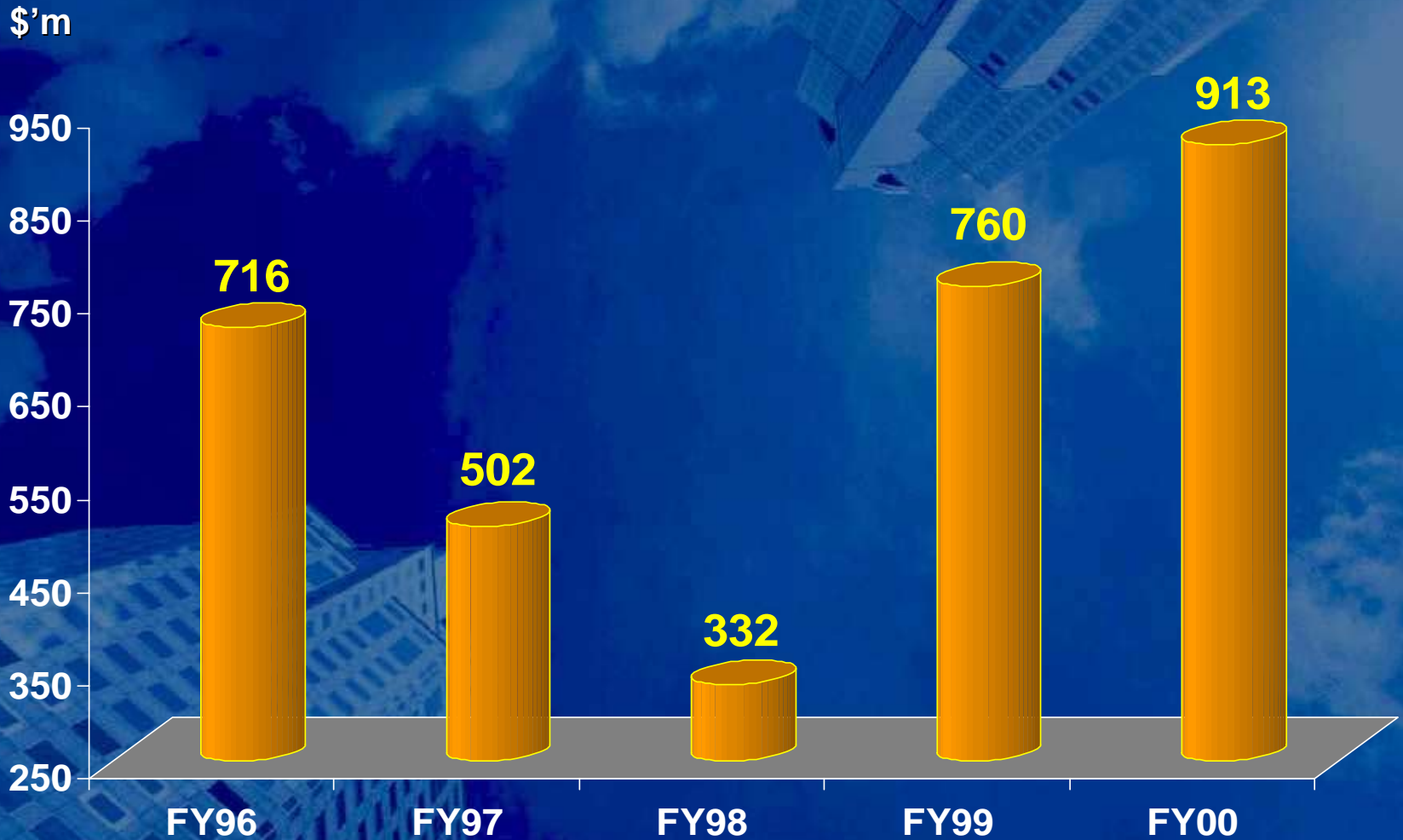
Highlights



Record net profit of \$913m in 2000, up 20.1%

- ✓ **Total revenue growth of 6.6%**
- ✓ **Improved ROE of 14.1% vs 12.6% in 1999**
- ✓ **Commendable net loan growth of 10.2%**
- ✓ **Respectable customer deposit growth of 6.6%**
- ✓ **Improved loan quality as reflected in the 12.8% decline in non-performing loans**
- ✓ **High dividend payout of 40% to reward shareholders**

Record After Tax Profit



Growth in Net Profit After Tax



1999 Profit

\$'m

\$'m

Positive factors

- ◆ Increase in income
 - Net interest income
 - Non interest income

65
52

- ◆ Lower provisions charged
- ◆ Increase in share of profit of associates
- ◆ Lower minority interests

Negative factors

- ◆ Increase in expenses
- ◆ Increase in taxation

2000 Profit



760

345

(192)

913

Impact of UOBR & UOBP on Group Performance



Performance

FY2000

FY1999

Inc/ (Dec)-%

\$'m

Net Interest Income
Non Interest Income

Total Income

Operating Expenses

- Staff expenses

- Other operating expenses

Operating Profit

Provisions

Total Profits Before
Tax and Minority
Interests

Net Profit After Tax

ROE (%)

OH/Income Ratio (%)

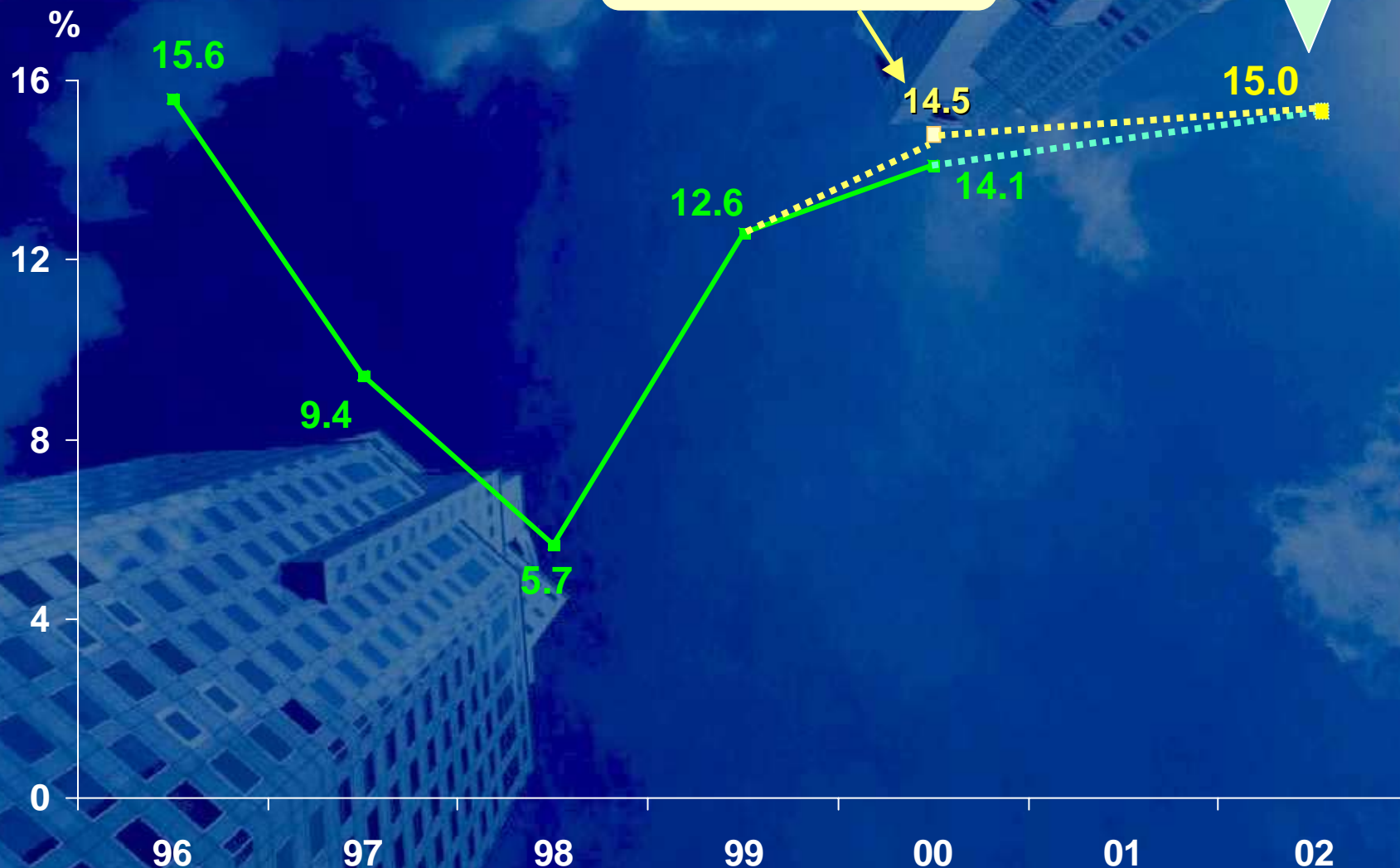
	Total Group	Exclude UOBR&UOBP	Total Group	Total Group	Exclude UOBR&UOBP
Net Interest Income	1,198	1,197	1,133	5.8	5.6
Non Interest Income	707	696	655	7.9	6.3
Total Income	1,905	1,893	1,788	6.6	5.9
Operating Expenses					
- Staff expenses	381	350	285	33.8	22.8
- Other operating expenses	370	315	296	25.2	6.4
Operating Profit	751	665	581	29.4	14.5
Provisions	1,154	1,228	1,207	(4.4)	1.7
Total Profits Before Tax and Minority Interests	93	83	253	(63.1)	(67.2)
Net Profit After Tax	1,186	1,269	1,026	15.6	23.7
ROE (%)	913	971	760	20.1	27.8
OH/Income Ratio (%)	14.1	14.5	12.6	1.5% pt	1.9% pt
	39.4	35.1	32.5	6.9% pt	2.6% pt

ROE Continues To Improve



Excluding UOBR & UOBP

Target
Y2002



Higher IT and staff costs, leading to high OH/Income ratio



	<u>FY2000</u>	<u>FY1999</u>	<u>Increase</u>
\$'m			
Staff expense	381	285	96
Other operating expenses	<u>370</u>	<u>296</u>	<u>74</u>
Total operating expenses	<u><u>751</u></u>	<u><u>581</u></u>	<u><u>170</u></u>

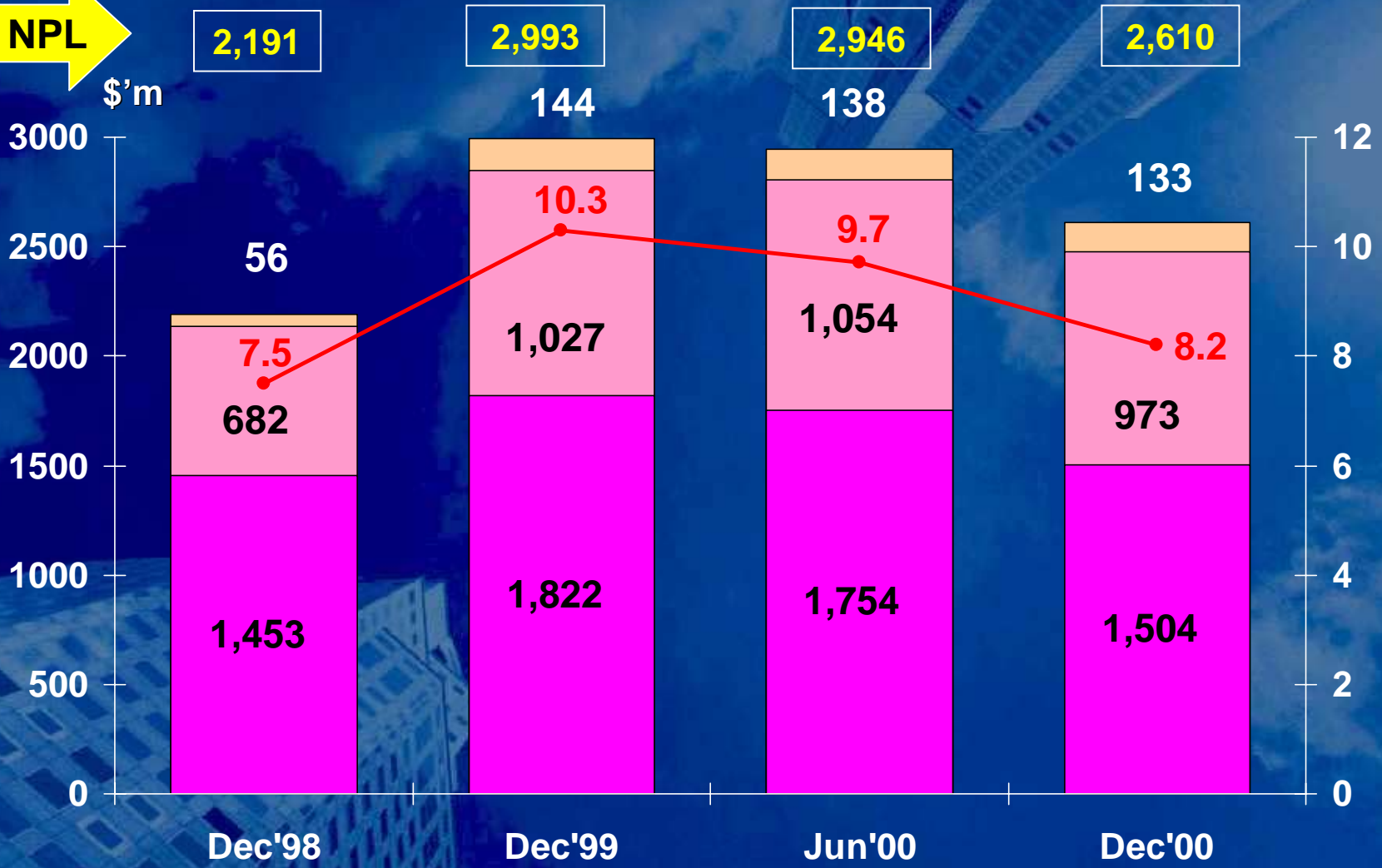
Increase was contributed by:

UOBP's & UOBR's operating expenses	79
Higher IT expenditure	29
Higher staff costs	54
Others	8
	<u><u>170</u></u>

Non Performing Loans declined by 12.8%

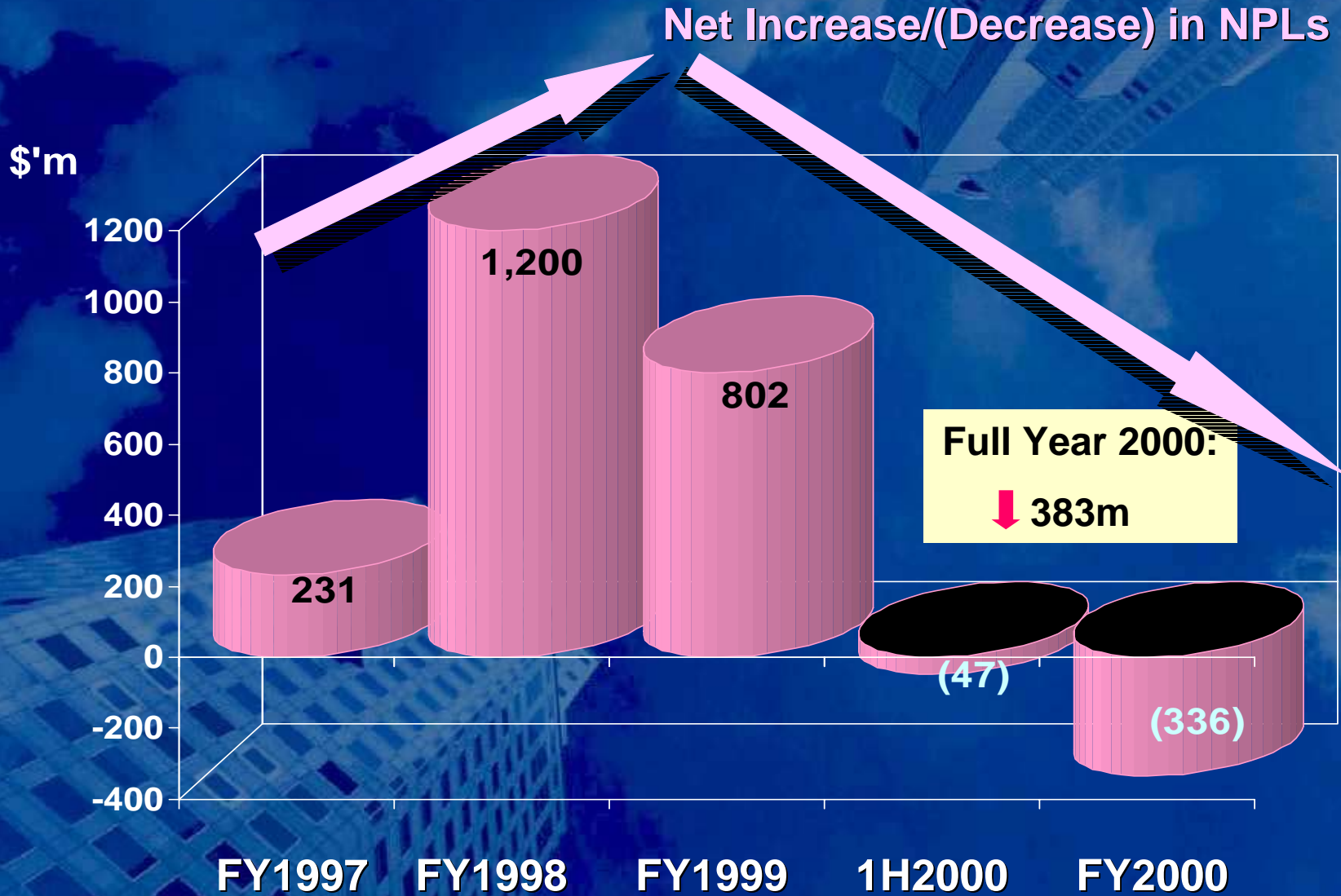


Total NPL



■ Singapore & Overseas
 ■ 5 Regional Countries
 ■ Greater China
 —●— NPL / Gross Non Bank Loan

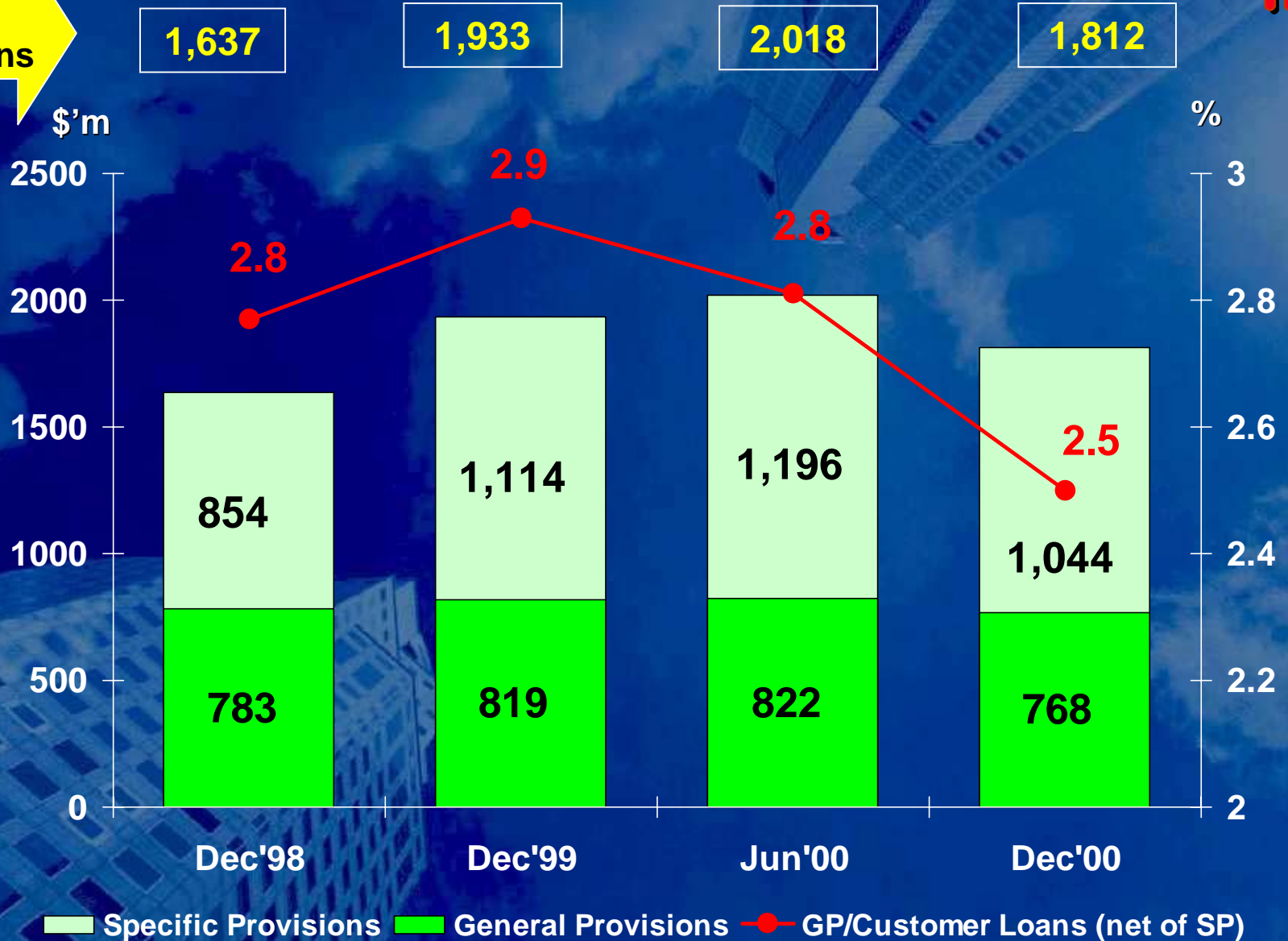
Reversal of NPL Trend in 2000



Cumulative Provisions



Total Provisions



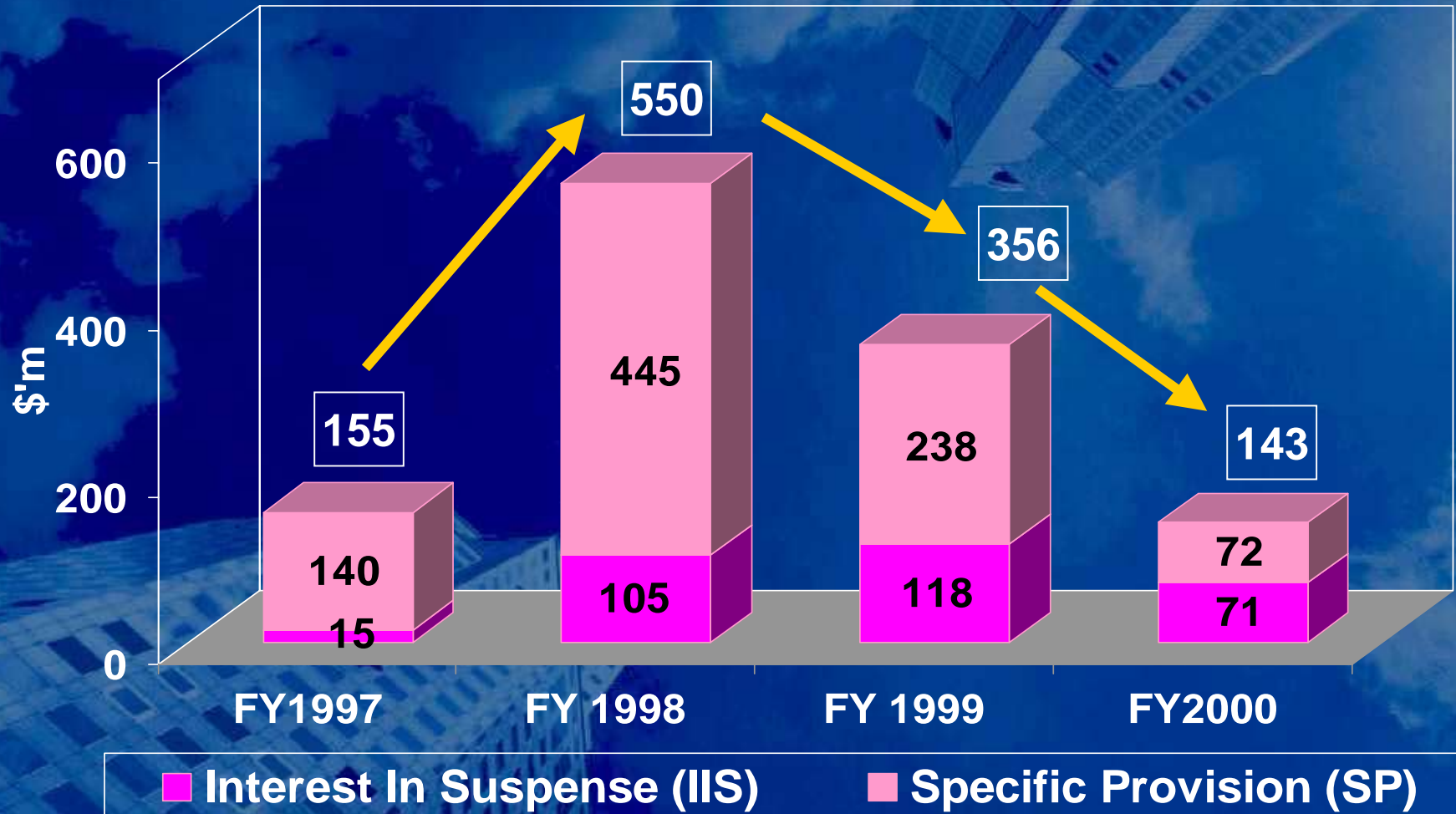
■ Specific Provisions
 ■ General Provisions
 ● GP/Customer Loans (net of SP)

Maintaining Provision Coverage

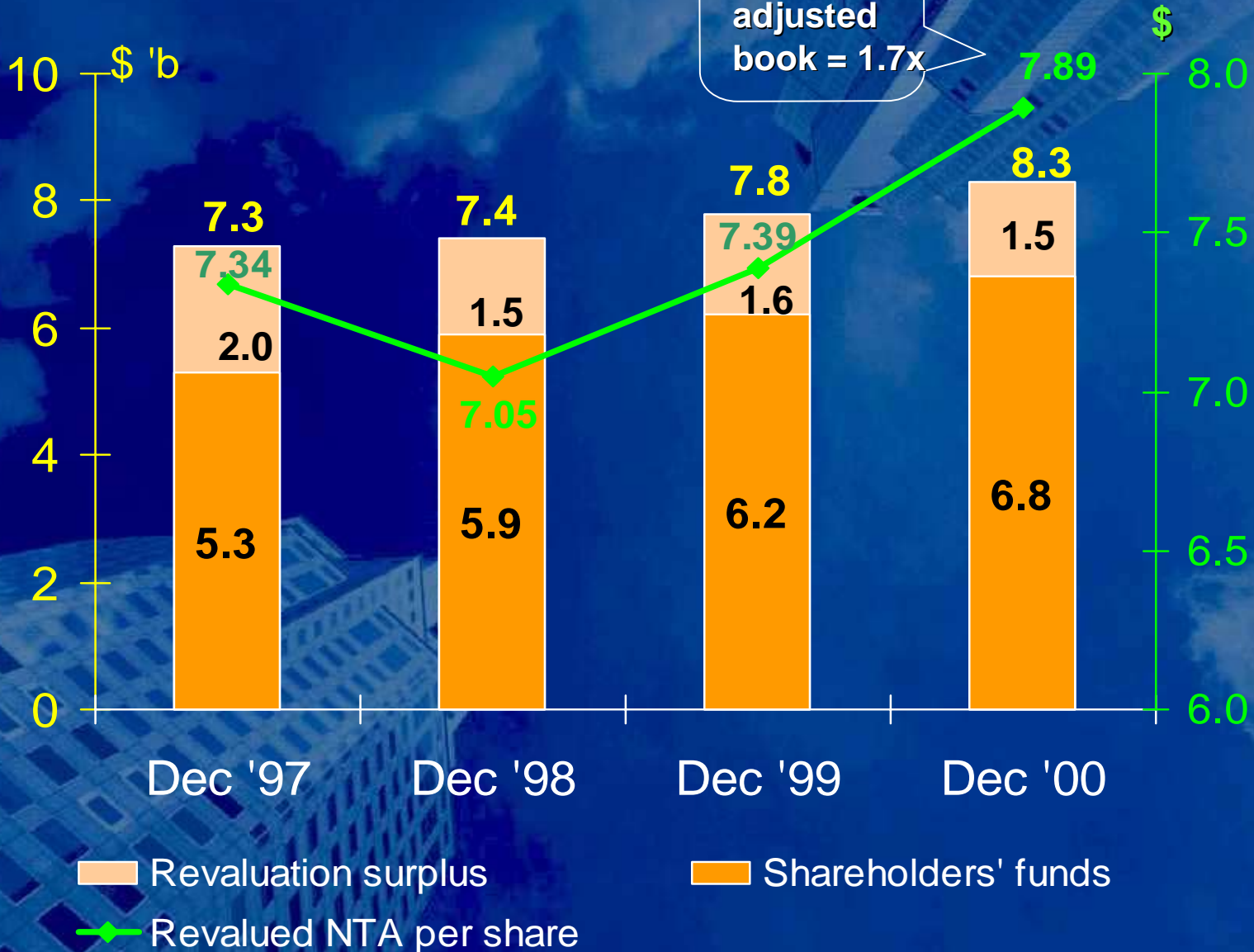


	%			
	31.12.1998	31.12.1999	30.6.2000	31.12.2000
Specific provision/NPLs	39.0	37.2	40.6	40.0
General provision/NPLs	35.7	27.4	27.9	29.4
Total provisions/NPLs	74.7	64.6	68.5	69.4

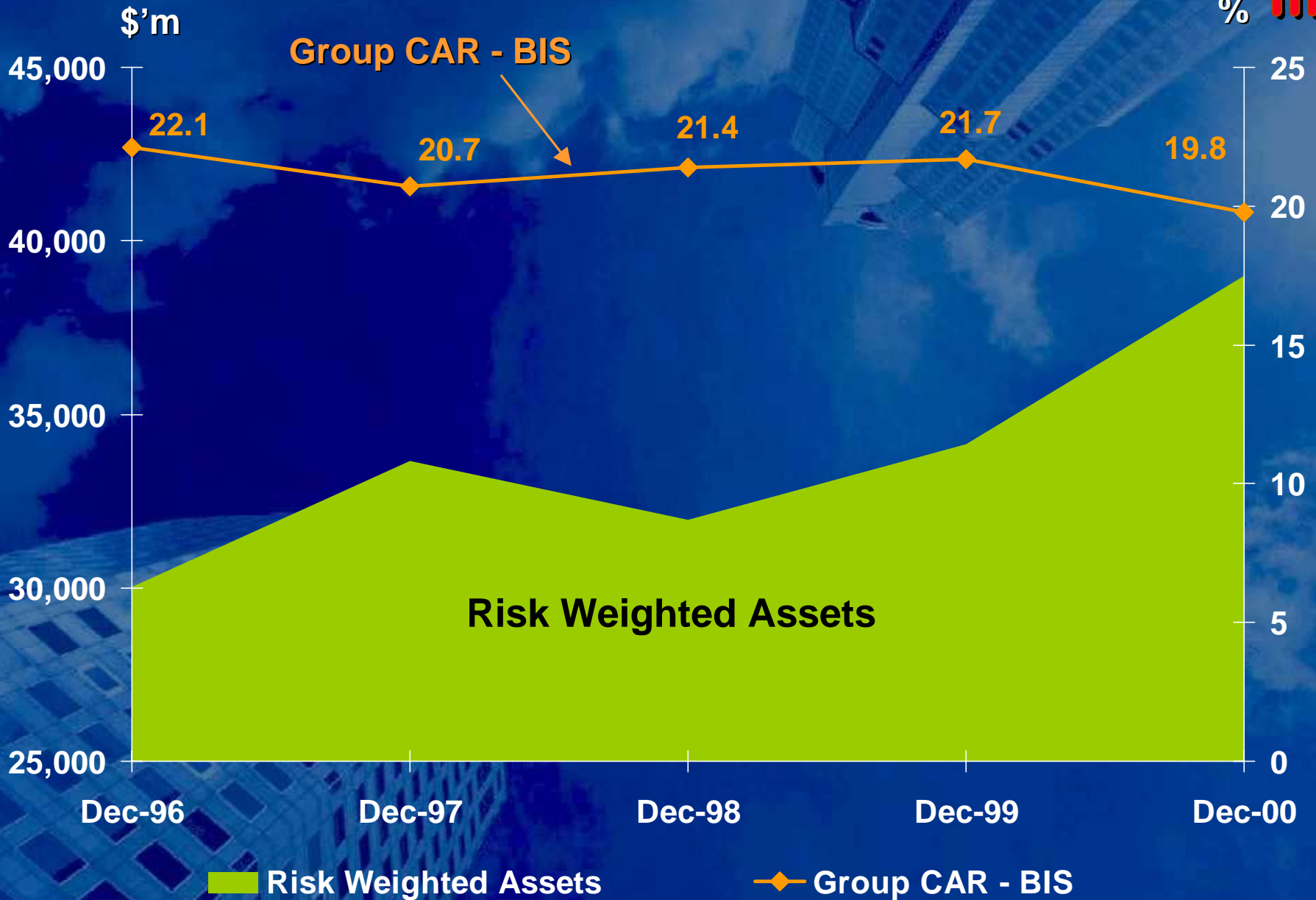
Declining IIS And SP Charged To P&L



Respectable Growth in NTA



Maintain Strong Capital Position



High Dividend Payout To Reward Shareholders

