



UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH

(Incorporated in Singapore with limited liability)

FINANCIAL INFORMATION DISCLOSURE STATEMENTS

**FOR THE PERIOD ENDED
30 JUNE 2023**

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH

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UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED INCOME STATEMENT

	Note	Half-year ended 30 June 2023 HK\$'000	Half-year ended 30 June 2022 HK\$'000
Interest income		5,702,147	1,793,642
Interest expense		<u>(4,831,168)</u>	<u>(524,137)</u>
Net interest income		870,979	1,269,505
Fee and commission income		223,231	259,977
Fee and commission expenses		<u>(12,469)</u>	<u>(12,654)</u>
Net fee and commission income		210,762	247,323
Net trading gain	1	690,659	88,741
Other income		<u>8,562</u>	<u>3,144</u>
Total income		1,780,962	1,608,713
Operating expenses	2	<u>(431,479)</u>	<u>(351,510)</u>
Net income before impaired advances and receivables allowances		1,349,483	1,257,203
Net charge of impaired advances and receivables		<u>(1,084,153)</u>	<u>(688,550)</u>
Operating profit		265,330	568,653
Net gain from disposal of fixed assets		<u>-</u>	<u>-</u>
Profit before taxation		265,330	568,653
Taxation		<u>(60,601)</u>	<u>(94,487)</u>
Profit for the period		<u>204,729</u>	<u>474,166</u>

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED BALANCE SHEET

	Note	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
Assets			
Cash and balances with central banks and banks	3	749,111	2,317,525
Placements with banks maturing between one and twelve months		-	-
Amount due from overseas offices		2,195,581	2,568,201
Trade bills	4	5,423,214	5,383,147
Securities held for trading purposes		-	1,655,029
Positive fair values for derivative financial instruments	10	17,431,573	14,168,155
Amount receivable under reverse repos		4,126,128	8,366,220
Advances to banks		-	-
Advances to customers	5	161,975,276	154,680,029
Financial investments	6	53,994,363	42,782,330
Investment in subsidiary		20	20
Investment property		492	492
Fixed assets		336,595	358,086
Other assets		2,911,098	2,045,770
Total assets		249,143,451	234,325,004
Liabilities			
Deposits and balances from central banks, banks and other financial institutions	7	18,315,899	26,173,254
Negative fair values for derivative financial instruments	10	17,170,192	14,448,732
Amount payable under repos		3,215,232	4,127,255
Deposits from customers	8	64,728,057	59,994,960
Amount due to overseas offices		129,259,121	113,184,772
Certificates of deposit issued	9	700,000	500,000
Issued debt securities		5,195,121	6,196,903
Other liabilities		10,559,829	9,699,128
Total liabilities		249,143,451	234,325,004

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION
1. Net trading gain

	Half-year ended 30 June 2023 HK\$'000	Half-year ended 30 June 2022 HK\$'000
Foreign exchange	778,953	156,267
Interest rate instruments	(86,006)	(59,325)
Commodity contracts	820	2,036
Credit derivative contracts	151	697
Securities held for trading purposes	786	(6,791)
Others	(4,045)	(4,143)
	<u>690,659</u>	<u>88,741</u>

2. Operating expenses

	Half-year ended 30 June 2023 HK\$'000	Half-year ended 30 June 2022 HK\$'000
Staff costs	253,962	249,720
Rental expenses	33,516	37,250
Courier expenses	1,455	1,588
IT-related expenses	56,486	44,248
Net charge/(reversal) for other provisions	41,156	(15,480)
Public relation expenses	12,129	6,467
Others	32,775	27,717
	<u>431,479</u>	<u>351,510</u>

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
3. Cash and balances with central banks and banks

	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
Cash in hand	36,645	17,261
Balances with central banks	258,281	367,993
Balances with banks	455,964	696,696
Placements with banks maturing within one month	-	1,237,378
Less:		
Allowances for non-impaired losses	(1,779)	(1,803)
	<u>749,111</u>	<u>2,317,525</u>

4. Trade bills

	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
Gross trade bills	5,605,601	5,555,310
Less:		
Allowances for non-impaired losses	(10,224)	(6,514)
Allowances for impaired losses	(172,163)	(165,649)
	<u>5,423,214</u>	<u>5,383,147</u>

5. Advances to customers

	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
Gross advances to customers	164,289,357	155,918,272
Less:		
Allowances for non-impaired advances	(1,280,094)	(324,733)
Allowances for impaired advances	(1,033,987)	(913,510)
	<u>161,975,276</u>	<u>154,680,029</u>

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
6. Financial investments

	As at 30 June 2023 HK\$'000	As at 31 Decemebr 2022 HK\$'000
Government debt securities	8,584,655	6,442,865
Certificates of deposit	12,054,119	7,672,970
Other debt securities	<u>33,355,589</u>	<u>28,666,495</u>
	<u>53,994,363</u>	<u>42,782,330</u>

7. Deposits and balances from central banks, banks and other financial institutions

	As at 30 June 2023 HK\$'000	As at 31 Decemebr 2022 HK\$'000
Deposits and balances from central banks	3,961,180	6,300,000
Deposits and balances from banks and other financial institutions	<u>14,354,719</u>	<u>19,873,254</u>
	<u>18,315,899</u>	<u>26,173,254</u>

8. Deposits from customers

	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
Demand deposits and current accounts	10,878,272	12,656,742
Savings deposits	12,354,461	10,218,327
Time, call and notice deposits	<u>41,495,324</u>	<u>37,119,891</u>
	<u>64,728,057</u>	<u>59,994,960</u>

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
9. Certificates of deposit issued

	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
At amortised cost	<u>700,000</u>	<u>500,000</u>

10. Derivative financial instruments

The contractual/ notional amounts of derivative financial instruments are disclosed as follows:

	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
Exchange rate-related contracts		
- Spot and forwards	48,112,111	51,140,577
- Swaps	579,915,536	459,389,125
- Options	<u>1,182,883</u>	<u>1,692,099</u>
	629,210,530	512,221,801
Interest rate contracts	710,040,070	521,972,695
Commodity contracts	2,938,007	3,345,525
Credit derivative contracts	<u>-</u>	<u>2,076,566</u>
	<u>1,342,188,607</u>	<u>1,039,616,587</u>

The amounts are shown on a gross basis and do not take into account the effect of bilateral netting arrangements.

The contractual amounts of these instruments indicate the volume of transactions outstanding as at the balance sheet dates. The amounts do not represent amounts at risk.

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
10. Derivative financial instruments (continued)

The following table summarises the positive and negative fair values of each class of derivative financial instruments:

	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
Positive fair values		
Exchange rate-related contracts		
- Spot and forwards	1,052,151	949,587
- Swaps	6,729,036	4,363,655
- Options	8,632	23,062
	7,789,819	5,336,304
Interest rate contracts	9,507,840	8,595,214
Commodity contracts	133,914	234,512
Credit derivative contracts	-	2,125
	17,431,573	14,168,155
Negative fair values		
Exchange rate-related contracts		
- Spot and forwards	1,305,361	915,951
- Swaps	5,735,076	4,475,786
- Options	29,696	23,065
	7,070,133	5,414,802
Interest rate contracts	9,966,145	8,797,932
Commodity contracts	133,914	234,512
Credit derivative contracts	-	1,486
	17,170,192	14,448,732

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
11. Contingent liabilities and commitments

The following is a summary of the contractual amounts of each significant class of contingent liabilities and commitments:

	As at 30 June 2023	As at 31 December 2022
	HK\$'000	HK\$'000
Direct credit substitutes	2,073,701	2,202,452
Transaction-related contingencies	6,665,478	6,050,867
Trade-related contingencies	2,926,241	3,030,161
Forward forward deposits placed	147,878	-
Other commitments	89,660,730	98,744,076
	<u>101,474,028</u>	<u>110,027,556</u>

The above table shows the contractual amounts of credit related commitments and contingencies of United Overseas Bank Limited, Hong Kong Branch ("the Branch"). It includes letters of credit, guarantees and commitments to extend credit to customers. The above amounts represent a worst case scenario of credit risk exposures arising from these instruments, without taking into account any collateral held or other credit enhancements attached. The amounts do not represent amounts at risk at the balance sheet dates.

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
12. Liquidity
(a) Liquidity Maintenance Ratio (LMR)

	Quarter ended 30 June 2023	Quarter ended 30 June 2022
Average LMR	47.19%	37.85%

(b) Core Funding Ratio (CFR)

	Quarter ended 30 June 2023	Quarter ended 30 June 2022
Average CFR	102.33%	101.65%

The average LMR & CFR are calculated based on the arithmetic mean of each month's corresponding average ratios for the quarter, which are made in accordance with the requirements specified under Banking (Disclosure) Rules ("BDR").

The liquidity information can be found in the Regulatory Disclosure section of our website www.uobgroup.com/hk.

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH

UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)

12. Liquidity (continued)

(c) Liquidity Risk Management

Liquidity risk is the risk arising from a bank's potential inability to meet all its financial or payment obligations when they fall due or only being able to meet these obligations at significant costs or losses.

The objective of the Branch's liquidity risk management align with the Group's risk management framework which is to ensure that the Branch maintains sufficient liquidity to fund our day-to-day operations, to meet deposit withdrawals and loan disbursements, to participate in new investments and to repay borrowings. Hence, liquidity is managed in a manner to address known as well as unanticipated cash funding needs.

Liquidity risk is managed in accordance with a framework of policies, controls and limits approved by the Group ALCO. These policies, controls and limits enable the Branch to monitor and to manage liquidity risk to ensure that sufficient sources of funds are available over a range of market conditions. These include minimising excessive funding concentrations by diversifying the sources and terms of funding, and maintaining a portfolio of high quality and marketable debt securities.

The Branch takes a conservative stance on liquidity management by continuing to gather core deposits, ensuring that liquidity limits are strictly adhered to and that there are adequate liquid assets to meet cash shortfall.

The distribution of deposits is managed actively to ensure a balance between cost effectiveness, continued accessibility to funds and diversification of funding sources. The Branch establishes concentration limits on collateral pools and sources of funding, such as concentration of bond securities holding and concentration of top 20 depositors. Important factors in ensuring liquidity are competitive pricing, proactive management of the Branch's core deposits and the maintenance of customer confidence.

The Branch's liquidity risk is aligned with the regulatory liquidity risk management framework and is measured and managed on a projected cash flow basis. The Branch is monitored under business-as-usual and stress scenarios. Cash flow mismatch limits are established to limit liquidity exposure. The Branch also employs liquidity early warning indicators and trigger points to signal possible contingency situations.

The Branch has contingency funding plans in place to identify potential liquidity crises using a series of warning indicators. Crisis management processes and various strategies including funding and communication have been developed to minimise the impact of any liquidity crunch.

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
13. Currency risk

	USD	CNY	JPY	Others	Total
HK\$'million					
As at 30 June 2023					
Hong Kong dollar equivalents					
Spot assets	65,533	3,219	767	6,405	75,924
Spot liabilities	(156,323)	(2,093)	(304)	(2,687)	(161,407)
Forward purchases	360,733	124,651	5,462	13,426	504,272
Forward sales	(270,720)	(125,989)	(5,842)	(17,168)	(419,719)
Net options position	-	-	-	-	-
Net long /(short) position	<u>(777)</u>	<u>(212)</u>	<u>83</u>	<u>(24)</u>	<u>(930)</u>
HK\$'million					
As at 31 December 2022					
Hong Kong dollar equivalents					
Spot assets	64,595	3,151	951	4,967	73,664
Spot liabilities	(138,351)	(1,089)	(351)	(3,043)	(142,834)
Forward purchases	290,980	120,909	5,366	14,696	431,951
Forward sales	(217,029)	(123,475)	(5,895)	(16,648)	(363,047)
Net options position	-	-	-	-	-
Net long /(short) position	<u>195</u>	<u>(504)</u>	<u>71</u>	<u>(28)</u>	<u>(266)</u>

Net position in a particular foreign currency is disclosed if the net position (regardless of sign) constitutes 10% or more of the total net position in all foreign currencies. The net options position is calculated based on delta-weighted position approach.

There is no structural position in any particular currency as at 30 June 2023 and 31 December 2022 .

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
14. Analysis of gross advances to customers by industry sectors and loan usage

	As at 30 June 2023		As at 31 December 2022	
	Outstanding balance HK\$'000	Balance covered by collateral HK\$'000	Outstanding balance HK\$'000	Balance covered by collateral HK\$'000
Loans for use in Hong Kong				
Industrial, commercial and financial				
- Property development	32,179,471	16,847,369	33,400,500	15,480,199
- Property investment	32,082,147	23,058,382	27,855,188	19,000,939
- Financial concerns	5,765,800	954,571	6,865,015	806,315
- Stockbrokers	1,453,534	-	1,806,324	971,971
- Wholesale and retail trade	4,345,669	2,618,854	5,005,791	2,432,958
- Manufacturing	5,772,470	2,923,543	5,609,301	2,391,401
- Transport and transport equipment	1,670,196	881,678	1,312,547	819,094
- Recreational activities	154,304	154,304	162,400	162,400
- Information technology	3,506,246	2,392,552	3,426,417	1,672,165
- Others	28,410,330	21,513,213	29,520,177	21,364,846
Subtotal	115,340,167	71,344,466	114,963,660	65,102,288
Individuals				
- Loans for purchase of other residential properties	225,318	218,259	212,932	206,170
- Others	69,652	67,660	73,801	71,808
Subtotal	294,970	285,919	286,733	277,978
Total loans for use in Hong Kong	115,635,137	71,630,385	115,250,393	65,380,266
Trade finance	21,021,152	1,619,196	13,926,911	1,328,541
Loans for use outside Hong Kong	27,633,068	7,715,865	26,740,968	8,455,195
Gross advances to customers	164,289,357	80,965,446	155,918,272	75,164,002

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
15. Analysis of gross advances to customers by geographical areas

	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
Hong Kong	144,090,038	132,176,058
China	12,423,752	16,590,204
Other areas	<u>7,775,567</u>	<u>7,152,010</u>
	<u>164,289,357</u>	<u>155,918,272</u>

The above analysis of gross advances to customers by geographical areas is based on the location of the counterparties where it constitutes 10% or more of the total gross advances to customers after taking into account the transfer of risk. In general, transfer of risk applies when a claim is guaranteed by a party situated in a country different from the counterparty.

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
16. International claims

	Banks	Official sectors	Non-bank private sectors		Total
			Non-bank financial institutions	Non-financial private sectors	
HK\$' million					
As at 30 June 2023					
Developed countries	11,723	2	9,058	883	21,666
of which:					
- United Kingdom	3,077	-	9,019	220	12,316
Offshore centres	6,093	332	10,957	41,091	58,473
of which:					
- Hong Kong	1,910	332	10,780	35,616	48,638
Developing Asia Pacific	10,411	-	1,027	13,397	24,835
of which:					
- Mainland China	8,413	-	385	12,610	21,408
HK\$' million					
As at 31 December 2022					
Developed countries	11,140	2	8,187	773	20,102
of which:					
- United Kingdom	2,529	-	8,187	108	10,824
Offshore centres	7,324	-	13,011	31,370	51,705
of which:					
- Hong Kong	2,653	-	12,527	26,470	41,650
Developing Asia Pacific	10,493	-	879	17,554	28,926
of which:					
- Mainland China	9,063	-	774	16,440	26,277

The above analysis is prepared with reference to the completion instructions for the Hong Kong Monetary Authority Return of International Banking Statistics. International claims are on-balance sheet exposures to counterparties based on the location of the counterparties after taking into account the transfer of risk, and represent the sum of cross-border claims in all currencies and local claims in foreign currencies. Claims on individual countries or areas after risk transfer, amounting to 10% or more of the aggregate international claims of the Branch, are shown.

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
17. Impaired advances to customers and trade bills

Impaired advances to customers and trade bills are those assets where objective evidence exists that full repayment of principal or interest is considered unlikely.

(a) Impaired advances to customers

	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
Gross impaired advances to customers	2,908,745	2,085,927
Allowances for impaired advances	<u>(1,033,987)</u>	<u>(913,510)</u>
	<u>1,874,758</u>	<u>1,172,417</u>
Value of collateral taken into account in respect of such advances to customers to which the allowances for the impaired advances relate	1,329,456	614,018
Percentage of such advances to customers to total gross advances to customers	1.77%	1.34%

Analysis of gross impaired advances to customers by geographical areas:

	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
Hong Kong	1,943,209	1,156,395
China	804,944	769,678
Other areas	<u>160,592</u>	<u>159,854</u>
	<u>2,908,745</u>	<u>2,085,927</u>

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
17. Impaired advances to customers and trade bills (continued)
(b) Impaired trade bills

	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
Gross impaired trade bills	323,379	312,306
Allowances for impaired losses	<u>(172,163)</u>	<u>(165,649)</u>
	<u>151,216</u>	<u>146,657</u>
Value of collateral taken into account in respect of such trade bills to which the allowances for impaired losses relate	98,275	98,816
Percentage of such trade bills to total trade bills	5.77%	5.62%
Analysis of gross impaired trade bills by geographical areas:		
	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
Hong Kong	323,379	312,306
	<u>323,379</u>	<u>312,306</u>

(c) There are no allowances for impaired losses on advance to banks and debt securities as at 30 June 2023 and 31 December 2022 respectively.

The above analyses of gross impaired advances to customers and gross impaired trade bills by geographical areas are based on the location of the counterparties where it constitutes 10% or more of the total after taking into account the transfer of risk. In general, transfer of risk applies when a claim is guaranteed by a party situated in a country different from the counterparty.

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
18. Overdue advances, rescheduled advances and repossessed assets
(a) Gross overdue advances to customers

	As at 30 June 2023		As at 31 December 2022	
	HK\$'000	% of total gross advances to customers	HK\$'000	% of total gross advances to customers
Gross advances to customers which have been overdue for:				
- six months or less but over three months	774,967	0.47%	374,785	0.24%
- one year or less but over six months	1,121,965	0.68%	174,741	0.11%
- over one year	947,587	0.58%	778,258	0.50%
Total	<u>2,844,519</u>	<u>1.73%</u>	<u>1,327,784</u>	<u>0.85%</u>

Analysis of gross overdue advances to customers which are overdue for more than three months by geographical areas:

	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
Hong Kong	1,918,819	1,145,610
China	765,096	-
Other areas	160,604	182,174
	<u>2,844,519</u>	<u>1,327,784</u>

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
18. Overdue advances, rescheduled advances and repossessed assets (continued)
(b) Gross overdue trade bills

	As at 30 June 2023		As at 31 December 2022	
	HK\$'000	% of total gross trade bills	HK\$'000	% of total gross trade bills
Gross trade bills which have been overdue for:				
- six months or less but over three months	-	0.00%	6,060	0.11%
- one year or less but over six months	9,910	0.18%	89,435	1.61%
- over one year	291,589	5.20%	194,443	3.50%
Total	301,499	5.38%	289,938	5.22%

Analysis of gross overdue trade bills which are overdue for more than three months by geographical areas:

	As at 30 June 2023 HK\$'000	As at 31 December 2022 HK\$'000
Hong Kong	301,499	289,938

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
18. Overdue advances, rescheduled advances and repossessed assets (continued)
(c) Rescheduled advances to customers

	As at 30 June 2023		As at 31 December 2022	
	HK\$'000	% of total gross advances to customers	HK\$'000	% of total gross advances to customers
Rescheduled advances to customers	145,795	0.09%	142,825	0.09%
Total	<u>145,795</u>	<u>0.09%</u>	<u>142,825</u>	<u>0.09%</u>

(d) There are no advances to banks and debt securities which are overdue for more than three months or have been rescheduled as at 30 Jun 2023 and 31 December 2022.

(e) There are no repossessed assets as at 30 Jun 2023 and 31 December 2022.

The above analysis of gross overdue advances to customers and gross overdue trade bills by geographical areas are based on the location of the counterparties where it constitutes 10% or more of the total after taking into account the transfer of risk. In general, transfer of risk applies when a claim is guaranteed by a party situated in a country different from the counterparty.

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
18. Overdue advances, rescheduled advances and repossessed assets (continued)
(f) Current market value of collateral held against advances to customers overdue for more than three months

	Outstanding amount of advances HK\$'000	Current market value of collateral HK\$'000	Covered portion HK\$'000	Uncovered portion HK\$'000	Individual impairment allowances HK\$'000
As at 30 June 2023					
Overdue advances					
- Fully covered advances	75,703	75,703	75,703	-	1,641
- Partially covered advances	1,521,248	1,224,614	1,224,614	296,634	297,502
- Uncovered advances	<u>1,247,568</u>	<u>-</u>	<u>-</u>	<u>1,247,568</u>	<u>718,761</u>
Total	<u>2,844,519</u>	<u>1,300,317</u>	<u>1,300,317</u>	<u>1,544,202</u>	<u>1,017,904</u>
As at 31 December 2022					
Overdue advances					
- Fully covered advances	77,245	77,245	77,245	-	1,409
- Partially covered advances	871,758	534,000	534,000	337,758	316,012
- Uncovered advances	<u>378,781</u>	<u>-</u>	<u>-</u>	<u>378,781</u>	<u>378,781</u>
Total	<u>1,327,784</u>	<u>611,245</u>	<u>611,245</u>	<u>716,539</u>	<u>696,202</u>

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
18. Overdue advances, rescheduled advances and repossessed assets (continued)
(g) Current market value of collateral held against trade bills overdue for more than three months

	Outstanding amount of trade bills HK\$'000	Current market value of collateral HK\$'000	Covered portion HK\$'000	Uncovered portion HK\$'000	Individual impairment allowances HK\$'000
As at 30 June 2023					
Overdue trade bills					
- Fully covered trade bills	-	-	-	-	-
- Partially covered trade bills	249,285	98,275	98,275	151,010	137,814
- Uncovered trade bills	52,214	-	-	52,214	32,262
Total	<u>301,499</u>	<u>98,275</u>	<u>98,275</u>	<u>203,224</u>	<u>170,076</u>
As at 31 December 2022					
Overdue trade bills					
- Fully covered trade bills	-	-	-	-	-
- Partially covered trade bills	241,556	98,816	98,816	142,740	132,777
- Uncovered trade bills	48,382	-	-	48,382	26,884
Total	<u>289,938</u>	<u>98,816</u>	<u>98,816</u>	<u>191,122</u>	<u>159,661</u>

The Branch follows the Group's guidelines and standards on acceptability of specific collateral for credit risk mitigation. Collateral is taken whenever possible to mitigate the credit risk assumed and the value of the collateral is monitored periodically. The main types of collateral are cash, marketable securities, real estate, equipment, inventory and receivables.

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
19. Non-bank Mainland China exposures

Type of counterparties	On-balance sheet exposures HK\$'million	Off-balance sheet exposures HK\$'million	Total HK\$'million
As at 30 June 2023			
(1) Central government, central government-owned entities and their subsidiaries and joint ventures ("JVs")	18,768	4,396	23,164
(2) Local governments, local government-owned entities and their subsidiaries and JVs	1,854	802	2,656
(3) PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	30,936	6,808	37,744
(4) Other entities of central government not reported in item 1 above	1,206	-	1,206
(5) Other entities of local governments not reported in item 2 above	-	-	-
(6) PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	9,979	838	10,817
(7) Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	8,835	956	9,791
Total	71,578	13,800	85,378
Total assets after provisions	249,182		
On-balance sheet exposures as percentage of total assets	28.73%		

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH
UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)
19. Non-bank Mainland China exposures (continued)

Type of counterparties	On-balance sheet exposures HK\$'million	Off-balance sheet exposures HK\$'million	Total HK\$'million
As at 31 December 2022			
(1) Central government, central government-owned entities and their subsidiaries and joint ventures ("JVs")	11,651	5,199	16,850
(2) Local governments, local government-owned entities and their subsidiaries and JVs	2,076	520	2,596
(3) PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	31,367	8,040	39,407
(4) Other entities of central government not reported in item 1 above	1,668	7	1,675
(5) Other entities of local governments not reported in item 2 above	-	-	-
(6) PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	9,120	451	9,571
(7) Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	8,116	1,358	9,474
Total	63,998	15,575	79,573
Total assets after provisions	234,366		
On-balance sheet exposures as percentage of total assets	27.31%		

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH**UNAUDITED SUPPLEMENTARY FINANCIAL INFORMATION (CONTINUED)****20. Remuneration policy**

The remuneration policy and systems of the Branch are established according to the framework of the Group remuneration guidelines for its employees engaged in the business and operations in Hong Kong.

The information related to the Group remuneration system are disclosed in the annual report of United Overseas Bank Limited.

Should there be any discrepancy between the English and Chinese versions, the English version shall prevail.

Hong Kong, 29 September 2023

UNITED OVERSEAS BANK LIMITED, HONG KONG BRANCH

GROUP CONSOLIDATED FINANCIAL INFORMATION

The information set out below is based on the consolidated accounts of United Overseas Bank Limited (the "Group").

1. Capital and capital adequacy ratios

The Group computes its capital adequacy ratios in accordance with the Basel III capital adequacy requirements set out in the Monetary Authority of Singapore ("MAS") No. 637 "Notice on Risk Based Capital Adequacy Requirements for Banks incorporated in Singapore".

	As at 30 June 2023 S\$'million	As at 31 December 2022 S\$'million
Group shareholders' equity	45,689	43,366
Group's capital adequacy ratios		
Common Equity Tier 1	13.6%	13.3%
Tier 1	15.0%	14.4%
Total	17.3%	16.7%

2. Other financial information

	Period ended 30 June 2023 S\$'million	Period ended 30 June 2022 S\$'million
Pre-tax profit	3,485	2,557

	As at 30 June 2023 S\$'million	As at 31 December 2022 S\$'million
Total assets	505,563	504,260
Total liabilities	459,633	460,654
Total gross customer loans	318,979	319,663
Total customer deposits	376,762	368,553