

Delivering Value. Driving Growth.

Summary Financial Report 2006

UNITED BEHIND YOU



UNITED OVERSEAS BANK LIMITED

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All figures in this Summary Financial Report are in Singapore Dollars unless otherwise specified.

The Group			
	2006	2005	Increase/ decrease
Profit for the financial year (\$'000)			
Net profit after tax ⁽¹⁾			
– Including one-time gain ⁽²⁾	2,570,488	1,709,206	50.4%
– Excluding one-time gain	1,881,796	1,709,206	10.1%
Selected balance sheet items as at year-end (\$'000)			
Customer loans (net) ⁽³⁾	76,874,585	67,142,153	14.5%
Customer deposits	95,551,715	85,502,760	11.8%
Total assets	161,311,677	145,072,770	11.2%
Shareholders' equity ⁽⁴⁾	16,790,634	14,928,662	12.5%
Financial ratios			
Basic earnings per ordinary share ^{(5) (6)} (cents)			
– Including one-time gain	165.2	111.2	48.6%
– Excluding one-time gain	120.1	111.2	8.0%
Return on average ordinary shareholders' equity (ROE) ^{(5) (6)} (%)			
– Including one-time gain	17.0	12.4	4.6% points
– Excluding one-time gain	12.3	12.4	-0.1% point
Return on average assets (ROA) ⁽⁶⁾ (%)			
– Including one-time gain	1.65	1.25	0.40% point
– Excluding one-time gain	1.21	1.25	-0.04% point
Expense/income ratio (%)			
– Including one-time gain	35.9	37.9	-2.0% points
– Excluding one-time gain	41.1	37.9	3.2% points
Dividend per ordinary share (cents)			
– Interim	20.0	20.0	–
– Special ⁽⁷⁾	30.0	28.5	5.3%
– Final	50.0	40.0	25.0%
Net asset value per ordinary share ⁽⁸⁾ (\$)	10.48	9.17	14.3%
Capital adequacy ratios (%)			
– Tier 1 capital	11.0	11.0	–
– Total capital	16.3	16.1	0.2% point

⁽¹⁾ Net profit after tax refers to profit attributable to equity holders of the Bank.

⁽²⁾ One-time gain refers to the special dividend received from Overseas Union Enterprise Limited (OUE) and gain from divestment of OUE and Hotel Negara Limited, recorded by the Group and its associates in 2006.

⁽³⁾ Including amount pledged under repurchase agreements.

⁽⁴⁾ Shareholders' equity refers to equity attributable to equity holders of the Bank.

⁽⁵⁾ Calculated based on profit attributable to equity holders of the Bank net of subsidiary preference share dividend incurred for the financial year.

⁽⁶⁾ Including the amortisation of intangible assets.

⁽⁷⁾ Special dividend in 2005 refers to the dividend in specie of shares in United Overseas Land Limited.

⁽⁸⁾ Subsidiary preference shares were excluded from the computation.

OUR MISSION

To be a premier bank in the Asia-Pacific region, committed to providing quality products and excellent service.

United Overseas Bank was incorporated on 6 August 1935 as the United Chinese Bank. Founded by Datuk Wee Kheng Chiang, the Bank catered mainly to the Fujian community in its early years. The change of name was effected in 1965.

Over the past 72 years, UOB has grown with Singapore. Through a series of acquisitions, it is now a leading bank in Singapore with banking subsidiaries in Malaysia, Thailand, Indonesia and the Philippines. Today, the UOB Group has a network of over 500 offices in 18 countries and territories in Asia-Pacific, Western Europe and North America.

Besides Far Eastern Bank in Singapore, UOB's banking subsidiaries include United Overseas Bank (Malaysia), United Overseas Bank (Thai), PT Bank UOB Indonesia, PT Bank UOB Buana and United Overseas Bank Philippines.

UOB provides a wide range of financial services through its global network of branches/offices and subsidiaries/associates: personal financial services, private banking, trust services, commercial and corporate banking, investment banking, corporate finance, capital market activities, treasury services, futures broking, asset management, venture capital management, general insurance, life assurance and stockbroking services.

In Singapore, UOB is a recognised leader in the personal loans business and its total card base of over 1.5 million firmly places it in the top position in credit and debit cards. It is also the market leader in loans to small and

medium-sized enterprises. Its fund management arm, UOB Asset Management, has the distinction of being one of Singapore's most awarded fund managers.

Through other subsidiaries, as well as associates, UOB also has diversified interests in travel, leasing and property management.

UOB is rated among the world's top banks by Moody's Investors Service, receiving B for Bank Financial Strength, and Aa3 and Prime-1 for long-term and short-term deposits respectively.

In 2006, UOB was again awarded recognition by leading publications, organisations and the investment community. They include:

- Best Bank in Singapore (Global Finance)
- Best Domestic Bank – Singapore (Asiamoney)
- Best Corporate Governance – Singapore (Euromoney)
- Best Sub-Custodian Bank in Singapore (Global Finance)
- Best FIG Borrower – Asia (Euromoney)
- Most Valuable Singapore Brand – Ranked 2nd (International Enterprise Singapore)
- Most Admired Singapore Company – Ranked 5th (Wall Street Journal)
- Best Investor Relations in Singapore – Ranked 7th (FinanceAsia)
- Best Managed Company in Singapore – Ranked 8th (FinanceAsia)
- Distinguished Patron of the Arts (National Arts Council)



Singapore 72 Indonesia 218 Thailand 156 Malaysia 43 China 11
Hong Kong 7 Taiwan 3 USA 3 Australia 2 Brunei 2 Canada 1 France 1 Japan 1
Myanmar 1 Philippines 1 South Korea 1 United Kingdom 1 Vietnam 1

GLOBAL FINANCE

WORLD'S BEST BANKS 2006
BEST BANK IN SINGAPORE

ASIAMONEY

BEST FINANCIAL
INSTITUTIONS POLL 2006
BEST DOMESTIC BANK
– SINGAPORE

GLOBAL FINANCE

BEST DEVELOPED
MARKET BANKS 2006
BEST BANK IN SINGAPORE

EUROMONEY

CORPORATE
GOVERNANCE POLL
BEST CORPORATE
GOVERNANCE – SINGAPORE

GLOBAL FINANCE

BEST SUB-CUSTODIANS 2006
BEST SUB-CUSTODIAN BANK IN
SINGAPORE

EUROMONEY

WORLD'S BEST BORROWERS
IN 2006
BEST FIG BORROWER – ASIA

**INTERNATIONAL ENTERPRISE
SINGAPORE**

SINGAPORE BRAND AWARD
2006
MOST VALUABLE
SINGAPORE BRAND (RANKED 2ND)

**INTERNATIONAL
ENTERPRISE SINGAPORE**

SINGAPORE BRAND AWARD
2006
FASTEST GROWING SINGAPORE
BRANDS

WALL STREET JOURNAL

ASIA'S 200 MOST
ADMIRE COMPANIES
MOST ADMIRE SINGAPORE
COMPANY (RANKED 5TH)

FINANCEASIA

ASIA'S BEST COMPANIES 2006
BEST INVESTOR RELATIONS
– SINGAPORE
(RANKED 7TH)

FINANCEASIA

ASIA'S BEST COMPANIES 2006
BEST MANAGED COMPANY
– SINGAPORE
(RANKED 8TH)

**INTERNATIONAL
ENTERPRISE SINGAPORE &
DP INFORMATION**

SINGAPORE INTERNATIONAL
100 RANKING
(RANKED 20TH)

THE EDGE-LIPPER

THE EDGE-LIPPER SINGAPORE
UNIT TRUST AWARDS

BEST PERFORMING EQUITY
SINGAPORE FUND OVER 10 YEARS
(UNITED GROWTH FUND)

THE EDGE-LIPPER

THE EDGE-LIPPER SINGAPORE
UNIT TRUST AWARDS

BEST PERFORMING EQUITY
GLOBAL FUND OVER 5 YEARS
(UNITED INTERNATIONAL
GROWTH FUND)

STANDARD & POOR'S

INVESTMENT FUNDS AWARD
SINGAPORE 2006

BEST PERFORMING EQUITY
GLOBAL FUND OVER 5 YEARS
(UNITED INTERNATIONAL
GROWTH FUND)

STANDARD & POOR'S

INVESTMENT FUNDS AWARD
SINGAPORE 2006

BEST PERFORMING SECTOR
HEALTHCARE FUND OVER 3 YEARS
(UNITED GLOBAL HEALTHCARE
FUND)

NATIONAL ARTS COUNCIL

23RD PATRON OF THE ARTS
AWARDS

DISTINGUISHED PATRON OF
THE ARTS

BEST
Through Leadership
IN
CLASS



"...we have a dedicated and strong team helming the Bank."

Wee Cho Yaw
Chairman & Chief Executive Officer

50.4%

growth in after-tax profit

12.5%

**increase in
shareholders' equity**

17%

return on equity

32.5%

**of Group's pre-tax profit
from overseas**

2006 Review

2006 was a “丰年” (year of abundance) for the world in general, and for Singapore in particular. Stimulated by strong exports, a rising stock market and a surge in the property market, Singapore's GDP grew by 7.7%, exceeding earlier expectations and 2005's growth of 6.4%.

Reflecting the buoyant economy and boosted by our divestment of Overseas Union Enterprise (OUE) as well as Hotel Negara, the Group closed the year with a record after-tax profit of \$2.6 billion. UOB Group's banking subsidiaries in Malaysia, Thailand and Indonesia also contributed significantly to the profit.

Our regionalisation strategy took one step further in January 2007 when we signed an agreement to take an initial stake of 10% in The Southern Commercial Joint Stock Bank (Southern Bank) for a consideration of \$46 million. The agreement provides for UOB to increase its shareholding when the Vietnamese law is changed to allow higher investments by foreign banks. Southern Bank is among the top two commercial joint stock banks in Vietnam in terms of registered capital, and is among the top 10 banks in terms of assets.

Profit and Dividend

The Group recorded a 50.4% increase in after-tax profit to \$2.6 billion. Excluding the one-time gain of \$689 million from the special dividend from OUE and the sale of our holdings in OUE and Hotel Negara, the Group achieved an after-tax profit of \$1.9 billion (2005: \$1.7 billion).

The higher profit was largely attributable to higher income which rose 12.3% to \$4.2 billion (2005: \$3.8 billion).

The Group's shareholders' equity rose by 12.5% to \$16.8 billion (2005: \$14.9 billion) and the Group's return on equity (ROE), including the one-time gain, was 17%. Excluding the one-time gain, the Group's ROE was 12.3%.

Non-bank loans at end-2006 stood at \$76.9 billion, showing an increase of 14.5% over 2005's \$67.1 billion. Non-bank deposits grew by 11.8%, from \$85.5 billion to \$95.6 billion during the year. In line with the improved regional economies, non-performing loans were substantially reduced from \$3.9 billion to \$3.2 billion. Expense-to-income ratio, however, rose from 37.9% to 41.1% as talent search in the financial sector intensified, coupled with the Group's continued effort to improve its regional network infrastructure.

Our focus on growing our regional businesses yielded satisfactory results in 2006. Pre-tax profit from overseas operations improved by 57.5%, from \$508 million to \$800 million during the year. This represented 32.5% of the Group's pre-tax profit (2005: 22.4%).

Buoyed by strong small and medium-sized enterprise and consumer loans, United Overseas Bank (Malaysia) [UOB (Malaysia)] Group achieved higher after-tax profit of \$182 million (2005: \$157 million). United Overseas Bank (Thai) reported lower profit of \$26.1 million in 2006 compared to \$50.1 million (pro-forma basis) in 2005 because of additional provisions required by the Bank of Thailand ahead of the implementation of the International Accounting Standard No. 39. PT Bank UOB Indonesia and PT Bank UOB Buana (UOB Buana) reported a combined profit of \$92.4 million, representing an improvement of 25.2% over the combined profit of \$73.8 million in 2005.

Our Singapore subsidiaries also put up creditable performances in the year under review. Far Eastern Bank Group enjoyed a 5.1% increase in after-tax profit of \$13.5 million (2005: \$12.8 million). Because of higher profit from underwriting business and higher investment returns, United Overseas Insurance Group recorded an after-tax profit of \$22.3 million (2005: \$20.7 million).

The UOB Board proposes to transfer \$300 million to reserves. It recommends a final dividend of 50 cents and a special dividend of 10 cents per ordinary share less 18% Singapore income tax. Together with the

Chairman's Statement

interim dividend of 20 cents and special dividend of 20 cents per ordinary share less 20% Singapore income tax, total dividend for the financial year ended 31 December 2006 would amount to \$1.00 per ordinary share (2005: 88.5 cents per ordinary share).

2007 Prospects

While there is consensus that world economic growth is likely to moderate in 2007, there is also widespread belief that the Asian region will continue to enjoy healthy growth. An avian flu pandemic, acts of terrorism and oil price hikes could still derail this optimistic outlook, but the world has so far shown a strong resilience in coping with such threats.

With China, India and Japan leading the charge, the Asian economies are likely to enjoy good growth in the months ahead. Singapore should continue to benefit from the regional prosperity and strong domestic demand. Official estimates place 2007's growth between 4.5% and 6.5%. We are optimistic that the higher end of the estimate would be achieved.

This optimism is predicated on the upward trend of the property market, the spill-over effects of the two integrated resorts, and the rapid growth of the biomedical and pharmaceutical sector. Our Singapore operations will maximise the growth opportunities offered by the positive business environment.

With the consolidation of our regional operations and the generally favourable business outlook, our banking subsidiaries in Malaysia, Indonesia and Thailand should put up creditable performances this year. UOB (Malaysia) has increased its branch network to 41 (four new branches were opened in 2006) and this has increased our reach in the market. In Indonesia, we are rebranding UOB Buana to better reflect its close association with the Group.

We have submitted our application for local incorporation in China, and expect contribution from China to grow significantly in the near future. We should be on track to derive 40% of our profits from our overseas operations by 2010.

The Bank's efforts to adopt the Basel II – Foundation Internal Rating Based (FIRB) Approach for Credit Risk and the Standardised Approach for Operational Risk by 2008 are progressing on schedule. We expect to complete all validation before the end of 2007.

In line with our belief that a strong corporate governance culture is essential to the vitality of the organisation, we have reinforced our risk management and compliance functions. This includes strengthening our systems infrastructure as well as streamlining our operations for more efficient risk management and corporate compliance.

The effectiveness of any system or structure, however, depends ultimately on the people operating them. Having the right people at the right place will, therefore, continue to be the core of our staff development programme. In the increasingly competitive marketplace and growing sophistication of consumers, quality service and innovative products are crucial to the Bank's success.

I believe that we have a dedicated and strong team helming the Bank. We will build upon this strength by attracting the best and brightest and retaining them with appropriate training as well as an equitable system of performance-based rewards.

Acknowledgements

Mr Ng Boon Yew, who has been a Board member since October 2001, has decided not to seek re-election at this annual general meeting because of overseas commitments. On behalf of the Board, I thank him for his wise counsel and his contributions as a director in the past six years.

The Group's strong performance in 2006 would not have been possible without the learned advice of our directors, the hard work put in by staff and the support from our customers. To all these people, I want to record my deep appreciation.

Wee Cho Yaw

Chairman & Chief Executive Officer

February 2007

Group total income

Net interest income

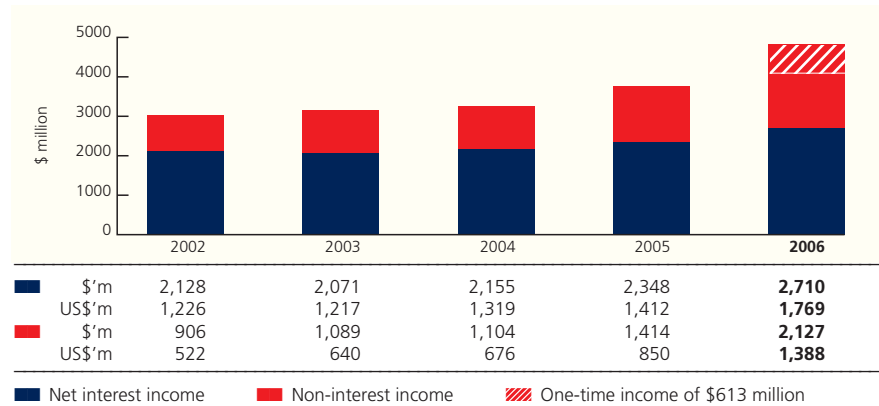
2006: \$2,710 million +15.5%

2005: \$2,348 million

Non-interest income

2006: \$2,127 million +50.4%

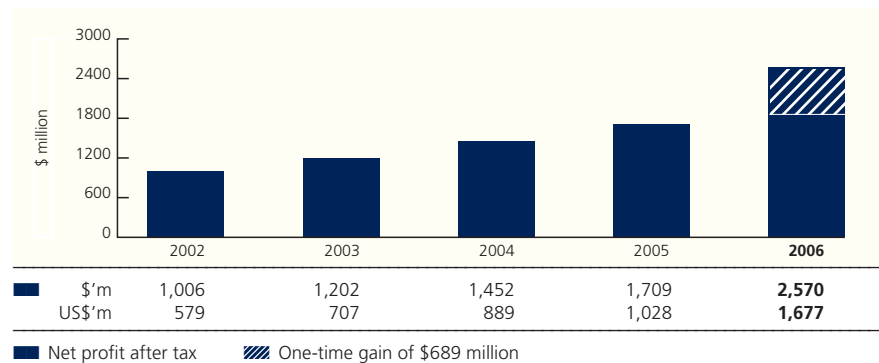
2005: \$1,414 million



Group net profit after tax

2006: \$2,570 million +50.4%

2005: \$1,709 million



Group earnings per ordinary share *

Including intangible assets

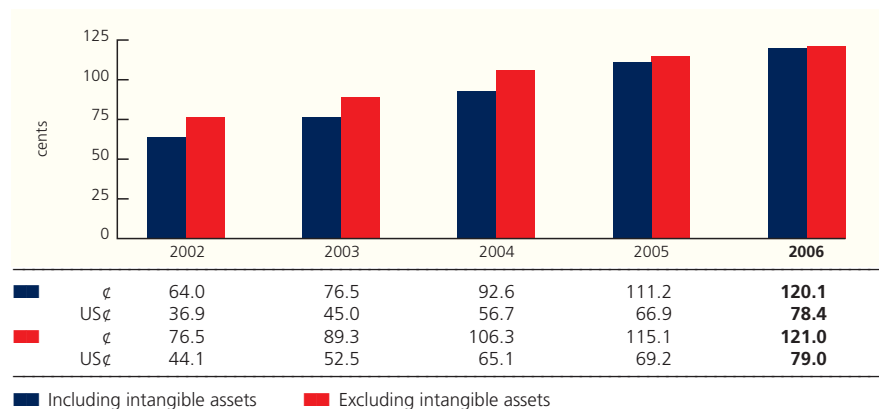
2006: 120.1 cents +8.0%

2005: 111.2 cents

Excluding intangible assets

2006: 121.0 cents +5.1%

2005: 115.1 cents



* Excluding one-time gain.

Note:

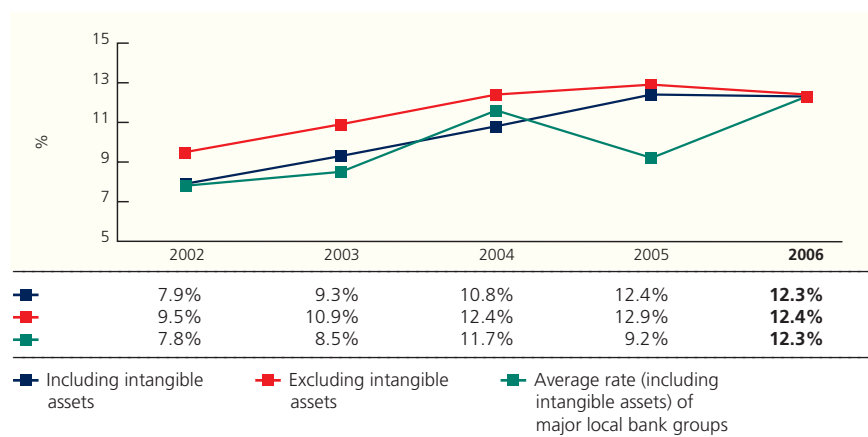
One-time income/gain refers to the special dividend received from Overseas Union Enterprise Limited ("OUE") and gain from divestment of OUE and Hotel Negara Limited, recorded by the Group and its associates in 2006.

Financial Highlights

Group return on average ordinary shareholders' equity (ROE)*

Including intangible assets
2006: 12.3% ■ -0.1% point
2005: 12.4%

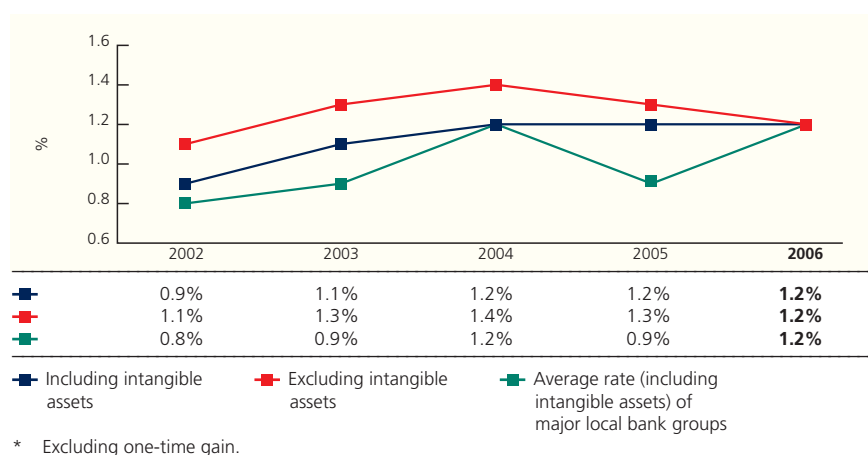
Excluding intangible assets
2006: 12.4% ■ -0.5% point
2005: 12.9%



Group return on average assets (ROA)*

Including intangible assets
2006: 1.21% ■ -0.04% point
2005: 1.25%

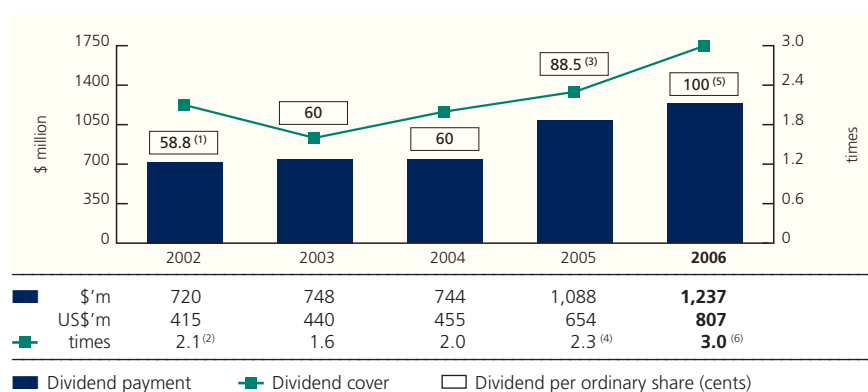
Excluding intangible assets
2006: 1.22% ■ -0.07% point
2005: 1.29%



Dividends

Dividend payment
2006: \$1,237 million ■ +13.7%
2005: \$1,088 million

Dividend cover
2006: 3.0 times
2005: 2.3 times



⁽¹⁾ Includes special dividend in specie of 18.8 cents.

⁽²⁾ Dividend cover is 1.4 times for 2002 if the special dividend in specie of 18.8 cents is included.

⁽³⁾ Includes special dividend in specie of 28.5 cents.

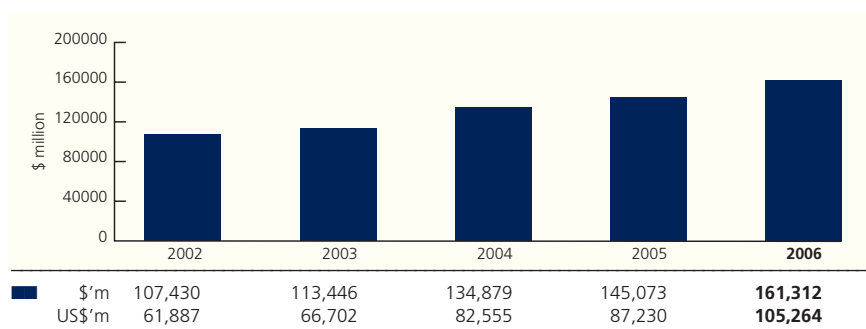
⁽⁴⁾ Dividend cover is 1.6 times for 2005 if the special dividend in specie of 28.5 cents is included.

⁽⁵⁾ Includes special dividend of 30.0 cents.

⁽⁶⁾ Dividend cover is 2.1 times for 2006 if the special dividend of 30.0 cents is included.

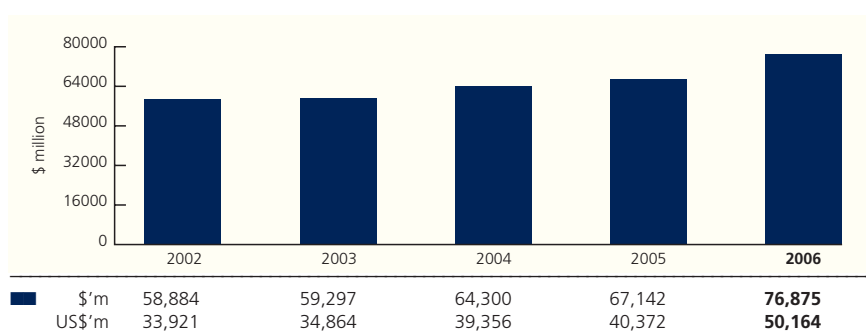
Group assets

2006: \$161,312 million ■ +11.2%
 2005: \$145,073 million



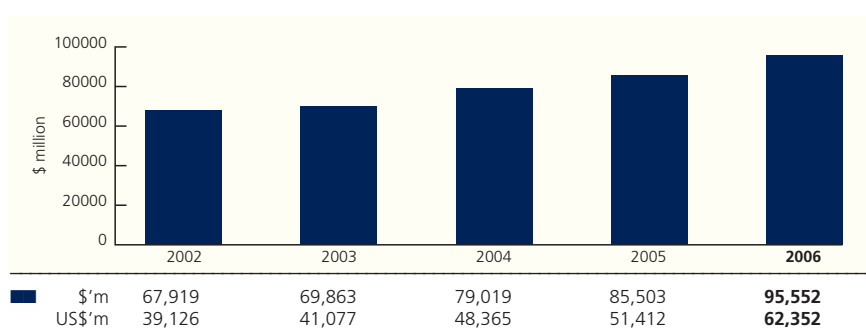
Group customer loans

2006: \$76,875 million ■ +14.5%
 2005: \$67,142 million



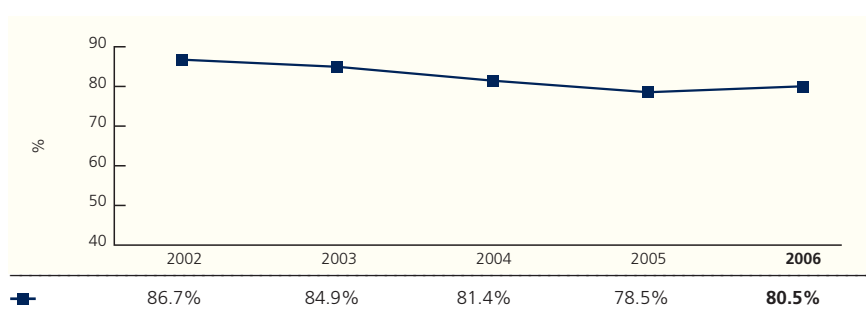
Group customer deposits

2006: \$95,552 million ■ +11.8%
 2005: \$85,503 million



Group loans/deposits ratio

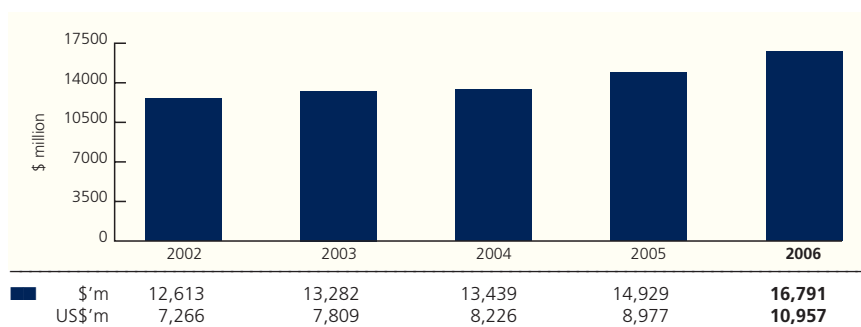
2006: 80.5% ■ +2.0% points
 2005: 78.5%



Financial Highlights

Group shareholders' equity

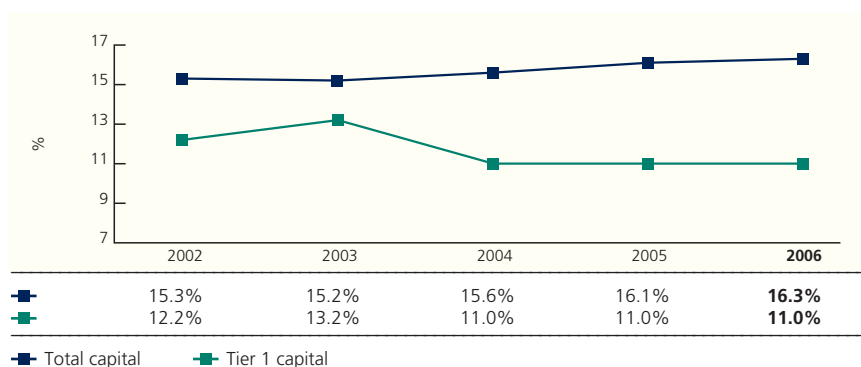
2006: \$16,791 million ■ +12.5%
2005: \$14,929 million



Group capital adequacy ratios*

Total capital
2006: 16.3% ■ +0.2% point
2005: 16.1%

Tier 1 capital
2006: 11.0% ■
2005: 11.0%

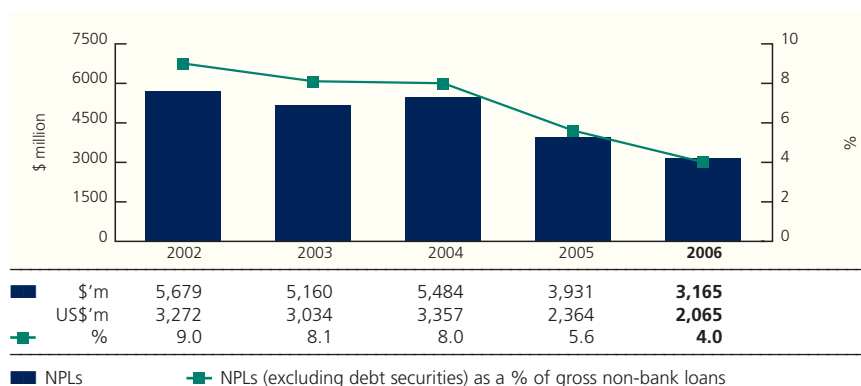


* Computed based on BIS guidelines for 2002 and MAS framework for 2003 onwards.

Group total non-performing loans (NPLs)

NPLs
2006: \$3,165 million ■ -19.5%
2005: \$3,931 million

NPL ratio
2006: 4.0% ■ -1.6% points
2005: 5.6%

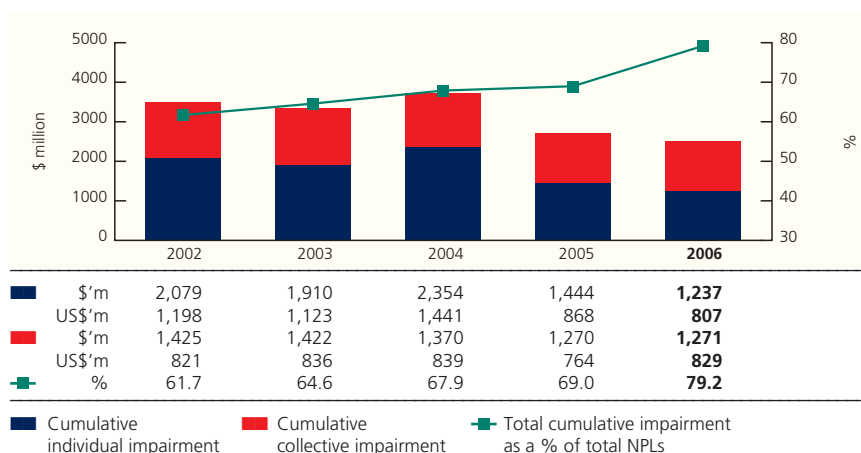


Group total cumulative impairment

Cumulative individual impairment
2006: \$1,237 million ■ -14.3%
2005: \$1,444 million

Cumulative collective impairment
2006: \$1,271 million ■ +0.1%
2005: \$1,270 million

Total cumulative impairment as a % of total NPLs
2006: 79.2% ■ +10.2% points
2005: 69.0%



Board of Directors

Mr Wee Cho Yaw
(Chairman & Chief Executive Officer)
Mr Wee Ee Cheong
(Deputy Chairman & President)
Mr Ngiam Tong Dow
Prof Cham Tao Soon
Mr Wong Meng Meng
Mr Yeo Liat Kok Philip
Mr Tan Kok Quan
Prof Lim Pin
Mr Ng Boon Yew
Mr Lien Jown Leam Michael

Executive Committee

Mr Wee Cho Yaw
(Chairman)
Mr Wee Ee Cheong
Mr Ngiam Tong Dow
Prof Cham Tao Soon
Mr Yeo Liat Kok Philip

Audit Committee

Prof Cham Tao Soon
(Chairman)
Mr Yeo Liat Kok Philip
Mr Tan Kok Quan
Mr Ng Boon Yew

Nominating Committee

Mr Wong Meng Meng
(Chairman)
Mr Wee Cho Yaw
Mr Ngiam Tong Dow
Prof Cham Tao Soon
Prof Lim Pin
Mr Wee Ee Cheong
(alternate to Mr Wee Cho Yaw)

Remuneration Committee

Mr Wee Cho Yaw
(Chairman)
Prof Cham Tao Soon
Mr Yeo Liat Kok Philip
Prof Lim Pin

Secretary

Mrs Chan Vivien

Share Registrar

Lim Associates (Pte) Ltd
3 Church Street
#08-01 Samsung Hub
Singapore 049483
Telephone: (65) 6536 5355
Facsimile: (65) 6536 1360

Auditors

Ernst & Young
One Raffles Quay
North Tower Level 18
Singapore 048583
Partner-in-charge: Mr Winston Ngan

Registered Office

80 Raffles Place
UOB Plaza
Singapore 048624
Company Registration Number:
193500026Z
Telephone: (65) 6533 9898
Facsimile: (65) 6534 2334
Telex: RS 21539 TYEHUA
SWIFT: UOVBSGSG
Website: www.uobgroup.com

Investor Relations

28B Boat Quay
Singapore 049818
Facsimile: (65) 6538 0270
Email: InvestorRelations@UOBgroup.com

Board of Directors



from left to right:
MR WEE CHO YAW
Chairman & Chief Executive Officer
MR WEE EE CHEONG
Deputy Chairman & President



from left to right:
MR NGIAM TONG DOW
PROF CHAM TAO SOON
MR WONG MENG MENG
MR YEO LIAT KOK PHILIP



from left to right:
MR TAN KOK QUAN
PROF LIM PIN
MR NG BOON YEW
MR LIEN JOWN LEAM MICHAEL

IN GOOD COMPANY

Our People at the Helm

MR WEE CHO YAW

Chairman & Chief Executive Officer

Age 78. A career banker with more than 40 years of experience. Received Chinese high school education. Chairman & CEO of UOB since 1974.

Appointed to the Board on 14 May 1958. Last re-appointed as a Director on 27 April 2006.

Chairman of the Executive Committee since 1976. Chairman of the Bank's Remuneration Committee and member of its Nominating Committee.

Chairman of UOB subsidiaries – Far Eastern Bank, United Overseas Insurance, United Overseas Bank (Malaysia), PT Bank UOB Indonesia (*President Commissioner*), PT Bank UOB Buana (*President Commissioner*) and United Overseas Bank (Thai) Public Company. Chairman of United International Securities, Haw Par Corporation, UOL Group, Hotel Plaza, United Industrial Corporation, and Singapore Land and its subsidiary, Marina Centre Holdings. Former Chairman of Overseas Union Enterprise.

Honorary President of Singapore Chinese Chamber of Commerce & Industry and Pro-Chancellor of Nanyang Technological University.

Received the Businessman Of The Year award at the Singapore Business Awards in 2001 and 1990 as well as the inaugural Credit Suisse-Ernst & Young Lifetime Achievement Award for his outstanding achievements in the Singapore business community.

MR WEE EE CHEONG

Deputy Chairman & President

Age 54. A professional banker who joined the Bank in 1979. Deputy Chairman & President of UOB since 2000.

Appointed to the Board on 3 January 1990. Last re-elected as a Director on 30 May 1998. Executive Director since 1990. Member of the Bank's Executive Committee.

Director of several UOB subsidiaries and affiliates, including Far Eastern Bank, United Overseas Insurance, United Overseas Bank (Malaysia), United Overseas Bank (Thai) Public Company and United International Securities.

Director of Visa International (Asia Pacific) and the Institute of Banking & Finance. Chairman of the Association of Banks in Singapore and ASEAN Banking Council. Council member of the Singapore Chinese Chamber of Commerce & Industry as well as member of the Board of Governors of the Singapore-China Foundation and the Advisory Board of the INSEAD East Asia Council.

Has served as Deputy Chairman of Housing & Development Board and Director of Port of Singapore Authority. Former Director of UOL Group and Hotel Plaza.

Holds a Bachelor of Science (Business Administration) and a Master of Arts (Applied Economics) from The American University, Washington DC.

MR NGIAM TONG DOW

Age 69. Chairman of Surbana Corporation Pte Ltd. Served as Chairman of Housing & Development Board from 1998 to 2003. Has a distinguished public service career, having held the post of Permanent Secretary in the Prime Minister's Office, Ministries of Finance, Trade & Industry, National Development, and Communications.

Appointed to the Board on 1 October 2001. Last re-elected as a Director on 27 April 2005. An independent and non-executive Director. Member of the Bank's Executive Committee and Nominating Committee. Director of Singapore Press Holdings and Yeo Hiap Seng. Has served as Chairman of Central Provident Fund Board, Development Bank of Singapore, Economic Development Board and Telecommunication Authority of Singapore, and as Deputy Chairman of the Board of Commissioners of Currency, Singapore.

Holds a Bachelor of Arts (Economics, Hons) from the University of Malaya, Singapore, and a Master of Public Administration from Harvard University, USA.

Board of Directors

PROF CHAM TAO SOON

Age 67. University Distinguished Professor of Nanyang Technological University (NTU). Held the post of President of NTU from 1981 to 2002.

Appointed to the Board on 4 January 2001. Last re-elected as a Director on 27 April 2006. An independent and non-executive Director. Chairman of the Bank's Audit Committee. Member of the Bank's Executive Committee, Nominating Committee and Remuneration Committee. Director of UOB subsidiary, Far Eastern Bank. Chairman of NatSteel, Singapore Symphonia Company, Singapore-China Foundation and MFS Technology Limited, Deputy Chairman of Singapore Press Holdings and Director of WBL Corporation. Board Member of Land Transport Authority and Singapore International Foundation. A member of the Council of Presidential Advisers, and Chancellor, SIM University. Former Director of Adroit Innovations, Keppel Corporation, TPA Strategic Holdings and Robinson & Company.

Holds a Bachelor of Engineering (Civil, Hons) from the University of Malaya, a Bachelor of Science (Mathematics, Hons) from the University of London and a Doctor of Philosophy (Fluid Mechanics) from the University of Cambridge, UK. Fellow of the Institution of Engineers, Singapore and Institution of Mechanical Engineers, UK.

MR WONG MENG MENG

Age 58. Founder-Consultant of Wong Partnership. Notary Public and Senior Counsel, Supreme Court of Singapore.

Appointed to the Board on 14 March 2000. Last re-elected as a Director on 27 April 2005. An independent and non-executive Director. Chairman of the Bank's Nominating Committee. Director of UOB subsidiary, Far Eastern Bank. Director of Mapletree Logistics Trust Management Ltd. Honorary Legal Adviser to the Real Estate Developers' Association of Singapore. Former Director of Hi-P International Limited.

Holds a Bachelor of Law (Hons) from the University of Singapore. Member of the Beijing Arbitration Commission's Panel of Arbitrators, International Arbitration Institute (Paris) and Competition Appeal Board. Accredited Arbitrator of the Singapore Mediation Centre.

MR YEO LIAT KOK PHILIP

Age 60. Chairman of the Agency for Science, Technology & Research (A*STAR) until 31 March 2007. From 1 April 2007, Special Advisor for Economic Development in the Prime Minister's Office, Senior Advisor for Science & Technology to the Minister for Trade and Industry, and Chairman, Standards, Productivity and Innovation for Growth (SPRING). Recognised for his contributions to Singapore's economic development and his pioneering role in the promotion and development of the country's information technology, semiconductor, chemical and pharmaceutical industries. Brings to the Bank wide government and private sector experience over a 35-year career.

Appointed to the Board on 26 May 2000. Last re-elected as a Director on 27 April 2006. An independent and non-executive Director. Member of the Bank's Executive Committee, Audit Committee and Remuneration Committee. Director of UOB subsidiary, Far Eastern Bank. Chairman of Accuron Technologies Limited, an aerospace and precision engineering company based in Singapore and MTIC Holdings Pte Ltd.

Holds a Bachelor of Applied Science (Industrial Engineering) and an honorary Doctorate of Engineering from the University of Toronto, an honorary Doctorate of Medicine from the Karolinska Institutet, Sweden, a Master of Science (Systems Engineering) from the University of Singapore and a Master of Business Administration from Harvard University, USA.

MR TAN KOK QUAN

Age 68. Senior Partner of Tan Kok Quan Partnership. Notary Public and Senior Counsel, Supreme Court of Singapore.

Appointed to the Board on 1 October 2001. Last re-elected as a Director on 27 April 2005. An independent and non-executive Director. Member of the Bank's Audit Committee. Has served as Deputy Chairman of Public Utilities Board. Former Director of NH Ceramics and Network Foods International.

Holds a Bachelor of Law (Hons) from the University of Singapore.

PROF LIM PIN

Age 71. Professor of Medicine at the National University of Singapore (NUS). Senior Consultant at the National University Hospital. Accorded the highest academic title of "NUS University Professor".

Appointed to the Board on 1 October 2001. Last re-appointed as a Director on 27 April 2006. An independent and non-executive Director. Member of the Bank's Nominating Committee and Remuneration Committee. Chairman of National Wages Council and Chairman of Bioethics Committee, Singapore. Director of Raffles Medical Group. Has served as Vice-Chancellor of NUS and Deputy Chairman of Economic Development Board. Former Board Member of Singapore Institute of Labour Studies.

Holds a Master of Arts and a Doctor of Medicine from the University of Cambridge, UK. Fellow of the Academy of Medicine of Singapore (FAMS), FRCP (London) and FRACP.

MR NG BOON YEW

Age 52. A Certified Public Accountant and member of the Institute of Certified Public Accountants of Singapore, with more than 20 years of accounting and auditing experience in both the private and public sectors.

Appointed to the Board on 1 October 2001. Last re-elected as a Director on 29 April 2004. An independent and non-executive Director. Member of the Bank's Audit Committee. Chairman and Director of Gems TV Holdings Limited, Director of Datapulse Technology, Fischer Tech, RSH and The National Kidney Foundation. Deputy Chairman of the Practice Monitoring Sub-Committee (Accounting & Corporate Regulatory Authority). Member of the Securities Industry Council, the Board of Trustees of the Cancer Research and Education Fund and the NCC Research Fund and Council of the Association of Chartered Certified Accountants.

Former Partner in charge of corporate finance services and former Head of Singapore banking practice at major international accounting firm, KPMG. Has served as Chairman of the Disclosure and Accounting Standards Committee, member of the Council on Corporate Disclosure and Governance and Group Chief Financial Officer of Singapore Technologies.

Fellow of the Association of Chartered Certified Accountants. Associate member of the Institute of Chartered Accountants in England and Wales, Institute of Chartered Secretaries and Administrators and Chartered Institute of Taxation.

MR LIEN JOWN LEAM MICHAEL

Age 43. Mr Lien has been a Director of UOB since May 2005. Last re-elected as Director on 27 April 2006. He is Executive Director of Wah Hin and Company, Managing Director of Fundamental Capital Advisors, an Asian equity advisory company and a member of the National University of Singapore Endowment Investment Committee. Mr Lien was a Managing Director of Morgan Stanley, and headed its Singapore corporate finance business up to 2002. Mr Lien built up Morgan Stanley's Singapore and Indonesian corporate finance franchise from 1994, focusing on cross border mergers and acquisitions, and international financings. He has advised companies including Temasek Holdings, Singapore Technologies Group, PSA Corporation, Singapore Airlines, and PT Telkom. Before he joined Morgan Stanley, Mr Lien was responsible for equity origination at Standard Chartered Merchant Bank Asia, Singapore. Mr Lien started his career as an Assistant Director in Singapore's Ministry of Trade and Industry (MTI) in the late eighties. At MTI, he co-ordinated the implementation of the \$1 billion Tourism Masterplan, and represented the Ministry on the boards of Singapore Tourism Board (then Singapore Tourist Promotion Board) and Sentosa Development Corporation.

Mr Lien was a Colombo Plan Scholar and holds a Bachelor of Economics (First Class Hons) with double majors in Finance and Econometrics from Monash University, Australia.

Management Committee



MR WEE CHO YAW

Chairman & Chief Executive Officer



MR WEE EE CHEONG

Deputy Chairman & President



MR CHONG KIE CHEONG

*Senior Executive Vice President
Institutional Financial Services &
Private Banking*

Joined UOB in 2005. Headed the Bank's investment banking business prior to present portfolio. Holds a Bachelor of Social Sciences (Hons) in Economics from the University of Singapore. Has more than 25 years of experience in the financial industry.



MR LEE CHIN YONG FRANCIS

*Senior Executive Vice President
Personal Financial Services &
International*

Joined UOB in 1980. CEO of United Overseas Bank (Malaysia) prior to appointment in Singapore in 2003. Holds a Malaysia Certificate of Education. Has held senior positions in operations, consumer services and corporate banking in UOB.



MR ONG SEA ENG TERENCE

*Senior Executive Vice President
Global Markets & Investment
Management*

Joined UOB in 1982. Holds a Bachelor of Accountancy from the University of Singapore. Has more than 20 years of experience in treasury services and operations.



MR CHUA TECK HUAT BILL

*Executive Vice President
Delivery Channels & Operations*

Joined UOB in 2002. Holds a Bachelor of Arts (Economics) and a Bachelor of Engineering (Industrial, Hons) from the University of Newcastle, Australia. Has more than 27 years of experience in wholesale and consumer banking. Worked in Overseas Union Bank prior to its merger into UOB.



MS HWEЕ SUSAN

*Executive Vice President
Information Technology*

Joined UOB in 2001. Holds a Bachelor of Science from the National University of Singapore. Has 25 years of experience in information technology.



MR KHOO BOO JIN EDDIE

*Executive Vice President
Personal Financial Services*

Joined UOB in 2005. Holds a Bachelor of Business Administration in Finance and Management from the University of Oregon, USA. Has 20 years of experience in consumer banking.



MR LEE WAI FAI

*Chief Financial Officer
Executive Vice President
Corporate Services*

Joined UOB in 1989. Holds a Bachelor of Accountancy (Hons) from the National University of Singapore and a Master in Banking and Finance from the Nanyang Technological University, Singapore. Has more than 20 years of experience in finance and administration.

**MR TAY TONG POH***Executive Vice President
Investment Banking*

Joined UOB in April 2006. Holds a Bachelor of Electrical Engineering from the University of Southern California, USA and a Master of Business Administration in Finance from The University of Chicago Graduate School of Business, USA. Has 17 years of experience in corporate banking, corporate finance, project finance and debt capital markets.

**MR YEO ENG CHEONG***Executive Vice President
Commercial Banking*

Joined UOB in 1986. Holds a Bachelor of Business Administration (Hons) from the University of Singapore. Has more than 30 years of experience in credit and marketing.

**MR THAM MING SOONG***Executive Vice President
Risk Management*

Joined UOB in 2005. Holds a Master of Applied Finance from Macquarie University, Australia and is a Fellow of the Financial Services Institute of Australasia. Has more than 25 years of experience, mainly in the areas of treasury and risk management.

**MRS CHAN VIVIEN***Senior Vice President
Group Legal & Secretariat*

Joined UOB in 1981. Holds a Bachelor of Law (Hons) from the University of Singapore. Appointed as Group Secretary and Head of Legal in 1988.

**MR WEE JOO YEOW***Executive Vice President
Corporate Banking*

Joined UOB in 2002. Holds a Bachelor of Business Administration (Hons) from the University of Singapore and a Master of Business Administration from New York University, USA. Has more than 30 years of corporate banking experience. Held senior appointments in Overseas Union Bank prior to its merger into UOB.

**MS CHEW MEI LEE***Senior Vice President
Group Compliance*

Joined UOB in August 2006. Holds a Bachelor of Law from the University of Malaya, Malaysia, and was admitted to the Malaysian Bar in 1979. Has more than 24 years of experience in compliance, legal and corporate secretariat capacities.

**MS WONG MEI LENG JENNY***Executive Vice President
Human Resources*

Joined UOB in 2005. Holds a Bachelor of Arts (Hons) from the University of Singapore, and a Graduate Diploma in Personnel Management from the Singapore Institute of Management. Has more than 25 years of experience in managing human resources.

**MR NGO VICTOR***Senior Vice President
Internal Audit*

Joined UOB in 2004. Holds a Bachelor of Applied Science from the University of Technology, Sydney and a Master of Business Administration from Deakin University, Australia. A Certified Practising Accountant (Australia) and Certified Information Systems Auditor. Has 18 years of banking experience in internal audit, compliance and information technology.

United Overseas Bank Limited
(Incorporated in Singapore)
and its Subsidiaries

Summary Financial Statements

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Important

The following Summary Financial Statements set out on pages 19 to 32 contain only the Directors' Report, Statement by Directors and a summary of the information in the financial statements of the Bank's Annual Report. The Summary Financial Statements do not contain sufficient information to allow for a full understanding of the results and state of affairs of the Bank and of the Group. For further information, the full financial statements and the Auditors' Report on the full financial statements should be consulted. Shareholders may request a copy of the Annual Report at no cost, by using the Request Form at the end of the Summary Financial Report.

**Delivering
Value.
Driving
Growth.**

The directors are pleased to present their report to the members together with the audited financial statements of United Overseas Bank Limited (the "Bank") and its subsidiaries (the "Group") for the financial year ended 31 December 2006.

Directors

The directors of the Bank in office at the date of this report are:

Mr Wee Cho Yaw (*Chairman & Chief Executive Officer*)
Mr Wee Ee Cheong (*Deputy Chairman & President*)
Mr Ngiam Tong Dow
Prof Cham Tao Soon
Mr Wong Meng Meng
Mr Yeo Liat Kok Philip
Mr Tan Kok Quan
Prof Lim Pin
Mr Ng Boon Yew
Mr Lien Jown Leam Michael

Arrangements to enable directors to acquire shares or debentures

Neither at the end of nor at any time during the financial year was the Bank a party to any arrangement whose object was to enable the directors of the Bank to acquire benefits by means of the acquisition of shares in, or debentures of, the Bank or any other body corporate, other than those issued in connection with the UOB 1999 Share Option Scheme as set out in this report.

Directors' interests in shares or debentures

- (a) The following directors, who held office at the end of the financial year, had, according to the register of directors' shareholdings required to be kept under Section 164 of the Singapore Companies Act, an interest in shares of the Bank or related corporations as stated below:

	Direct interest		Deemed interest	
	At 31.12.2006	At 1.1.2006	At 31.12.2006	At 1.1.2006
Ordinary shares				
The Bank				
Mr Wee Cho Yaw	16,390,248	16,390,248	245,208,142	245,208,142
Mr Wee Ee Cheong	2,794,899	2,794,899	146,085,251	146,085,251
Mr Ngiam Tong Dow	—	—	8,600	8,600
Prof Cham Tao Soon	—	—	9,775	6,520
Mr Tan Kok Quan	—	—	74,475	74,475
Mr Ng Boon Yew	—	—	5,280	5,280
United Overseas Insurance Limited				
Mr Wee Cho Yaw	25,400	25,400	—	—

- (b) There was no change in any of the above-mentioned interests between the end of the financial year and 21 January 2007 (being the 21st day after the end of the financial year).

Directors' contractual benefits

Except as disclosed in the financial statements, since the end of the previous financial year, no director of the Bank has received or become entitled to receive a benefit by reason of a contract made by the Bank or a related corporation with the director, or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest, except that certain directors received remuneration from related corporations in their capacity as directors and/or executives of those corporations.

Directors' Report

for the financial year ended 31 December 2006

Directors' fees and other remuneration

Details of the total fees and other remuneration paid/payable by the Group to the directors of the Bank for the financial year ended 31 December 2006 are as follows:

	Directors' fees %	Base or fixed salary %	Variable/ performance bonus %	Benefits-in-kind and other %	Total %
\$9,000,000 to \$9,249,999					
Mr Wee Cho Yaw	3.0	9.3	87.5	0.2	100.0
\$3,750,000 to \$3,999,999					
Mr Wee Ee Cheong	3.5	16.9	76.7	2.9	100.0
Below \$250,000					
Mr Ngiam Tong Dow	100.0	—	—	—	100.0
Prof Cham Tao Soon	100.0	—	—	—	100.0
Mr Wong Meng Meng	100.0	—	—	—	100.0
Mr Yeo Liat Kok Philip	100.0	—	—	—	100.0
Mr Tan Kok Quan	100.0	—	—	—	100.0
Prof Lim Pin	100.0	—	—	—	100.0
Mr Ng Boon Yew	100.0	—	—	—	100.0
Mr Lien Jown Leam Michael	100.0	—	—	—	100.0

Share options

(a) On 6 October 1999, the Bank's equity holders approved the adoption of the UOB 1999 Share Option Scheme (hereinafter called the "Scheme") to replace the UOB Executives' Share Option Scheme. Under the Scheme, options may be granted to employees in the corporate grade of Vice President (or equivalent rank) and above and selected employees below the corporate grade of Vice President (or equivalent rank) of the Bank and its subsidiaries, and to directors and controlling equity holders, subject to certain conditions.

(b) Statutory and other information regarding the options under the Scheme is as follows:

(i) Options	Option period	Offer price \$
2003	6 June 2004 to 5 June 2008	11.67
2004	29 November 2005 to 28 November 2009	13.67

(ii) The share options expire at the end of the respective option periods unless they lapse earlier in the event of death, bankruptcy or cessation of employment of the participant or the take-over or winding up of the Bank. Further details of the Scheme are set out in the circulars to equity holders dated 10 September 1999.

(iii) Since the commencement of the Scheme, no participant received 5% or more of the total options available under the Scheme and no options were granted to controlling equity holders (or their associates). No options were granted at a discount during the financial year. No options were granted to the directors of the Bank during the financial year and no options granted to the directors of the Bank since the commencement of the Scheme remained outstanding at the balance sheet date.

(iv) The holders of the Bank's options have no right to participate, by virtue of the options, in any share issue of any other company.

(c) The Scheme is administered by the Remuneration Committee, which comprises the following directors:

Mr Wee Cho Yaw (*Chairman*)
 Prof Cham Tao Soon
 Mr Yeo Liat Kok Philip
 Prof Lim Pin

- (d) During the financial year, the Bank issued 1,501,000 ordinary shares to option holders who exercised their rights in connection with the Scheme as follows:

Year options granted	Subscription price per share, paid in cash \$	Number of ordinary shares in the Bank
2003	11.67	372,000
2004	13.67	1,129,000
		<u>1,501,000</u>

All newly issued shares rank *pari passu* in all respects with the previously issued shares.

- (e) Unissued ordinary shares under option in connection with the Scheme as at 31 December 2006 comprise the following:

Year options granted	Exercise price \$	Expiry date	Number of shares
2003	11.67	6 June 2008	187,000
2004	13.67	29 November 2009	765,000
			<u>952,000</u>

Audit Committee

The Audit Committee comprises four members, all of whom are non-executive independent directors. The members of the Audit Committee at the date of this report are as follows:

Prof Cham Tao Soon (*Chairman*)
 Mr Yeo Liat Kok Philip
 Mr Tan Kok Quan
 Mr Ng Boon Yew (*appointed on 10 February 2006*)

The Audit Committee has reviewed the financial statements, the internal and external audit plans and audit reports, the external auditors' evaluation of the system of internal accounting controls, the scope and results of the internal and external audit procedures, the adequacy of internal audit resources, the cost effectiveness, independence and objectivity of external auditors, the significant findings of internal audit investigations and interested person transactions. The reviews were made with the internal and external auditors, the chief financial officer and/or other senior management staff, as appropriate. The Audit Committee has also carried out the functions required of the Committee under the Code of Corporate Governance and the Guidelines on Corporate Governance for Banks, Financial Holding Companies and Direct Insurers which are incorporated in Singapore.

The Audit Committee has also considered the financial, business and professional relationships between the external auditors and the Bank. It is of the view that the relationships are not incompatible with maintaining the independence of the external auditors.

Auditors

The Audit Committee has nominated Messrs Ernst & Young for re-appointment as auditors of the Bank and Messrs Ernst & Young have expressed their willingness to be re-appointed.

The Summary Financial Statements as set out on pages 19 to 32 were approved by the Board of Directors and signed on its behalf by:

Wee Cho Yaw

Chairman & Chief Executive Officer

Wee Ee Cheong

Deputy Chairman & President

Singapore
 28 February 2007

Statement by Directors

for the financial year ended 31 December 2006

We, Wee Cho Yaw and Wee Ee Cheong, being two of the directors of United Overseas Bank Limited, do hereby state that, in the opinion of the directors:

- (a) the accompanying balance sheets, profit and loss accounts, statements of changes in equity and consolidated cash flow statement together with notes thereto are drawn up so as to give a true and fair view of the state of affairs of the Bank and of the Group as at 31 December 2006, the results of the business and changes in equity of the Bank and the Group and cash flows of the Group for the financial year then ended; and
- (b) at the date of this statement, there are reasonable grounds to believe that the Bank will be able to pay its debts as and when they fall due.

On behalf of the Board of Directors,

Wee Cho Yaw

Chairman & Chief Executive Officer

Wee Ee Cheong

Deputy Chairman & President

Singapore

28 February 2007

We have examined the Summary Financial Statements set out on pages 19 to 32.

In our opinion, the Summary Financial Statements are consistent with the full financial statements and Directors' Report of the United Overseas Bank Limited and its subsidiaries for the financial year ended 31 December 2006 from which they were derived, and comply with the requirements of Section 203A of the Singapore Companies Act, and the regulations made thereunder, applicable to Summary Financial Statements.

For a full understanding of the results and state of affairs of the Bank and the Group, the Summary Financial Statements should be read in conjunction with the full financial statements of United Overseas Bank Limited and its subsidiaries for the financial year ended 31 December 2006.

We have issued our Auditors' Report dated 28 February 2007 on the full financial statements of United Overseas Bank Limited and its subsidiaries for the financial year ended 31 December 2006. The Auditors' Report is reproduced as follows:

"AUDITORS' REPORT TO THE MEMBERS OF UNITED OVERSEAS BANK LIMITED

We have audited the accompanying financial statements of United Overseas Bank Limited (the "Bank") and its subsidiaries (the "Group") set out on pages # to #, which comprise the balance sheets of the Bank and the Group as at 31 December 2006, the profit and loss accounts and the statements of changes in equity of the Bank and the Group, and cash flow statement of the Group for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Directors' Responsibility for the Financial Statements

The Bank's directors are responsible for the preparation and fair presentation of these financial statements in accordance with the provisions of the Singapore Companies Act, Cap. 50 (the "Act") and Singapore Financial Reporting Standards ("FRS"). This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion,

- (i) the financial statements of the Bank and the consolidated financial statements of the Group are properly drawn up in accordance with the provisions of the Act and FRS, including the modification of the requirements of FRS39 Financial Instruments: Recognition and Measurement in respect of loan loss provisioning by Notice to Banks No. 612 'Credit files, Grading and Provisioning' issued by the Monetary Authority of Singapore, so as to give a true and fair view of the state of affairs of the Bank and the Group as at 31 December 2006, the results of the Bank and of the Group, the changes in equity of the Bank and the changes in equity and cash flows of the Group for the year ended on that date; and
- (ii) the accounting and other records required by the Act to be kept by the Bank and by those subsidiaries incorporated in Singapore of which we are the auditors have been properly kept in accordance with the provisions of the Act."

ERNST & YOUNG
Certified Public Accountants

Singapore
28 February 2007

The page numbers are as stated in the Auditors' Report dated 28 February 2007 included in United Overseas Bank Limited's Annual Report for the financial year ended 31 December 2006.

Profit and Loss Accounts
for the financial year ended 31 December 2006

	The Group		The Bank	
	2006	2005	2006	2005
	\$'000	\$'000	\$'000	\$'000
Interest income	6,962,165	4,881,743	5,426,071	3,833,478
Less: Interest expense	4,251,829	2,534,226	3,620,015	2,118,930
Net interest income	2,710,336	2,347,517	1,806,056	1,714,548
Dividend income	327,682	59,594	763,533	239,444
Fee and commission income	1,002,560	899,600	509,178	448,369
Rental income	64,181	63,897	39,841	36,282
Other operating income	732,119	390,714	477,924	653,803
Non-interest income	2,126,542	1,413,805	1,790,476	1,377,898
Total operating income	4,836,878	3,761,322	3,596,532	3,092,446
Less:				
Staff costs	866,997	683,566	482,569	388,450
Other operating expenses	869,176	740,374	543,575	484,055
Total operating expenses	1,736,173	1,423,940	1,026,144	872,505
Operating profit before amortisation and impairment charges	3,100,705	2,337,382	2,570,388	2,219,941
Less: Intangible assets amortised/impairment	12,500	59,980	–	–
Less: Other impairment charges	180,697	173,531	30,915	5,892
Operating profit after amortisation and impairment charges	2,907,508	2,103,871	2,539,473	2,214,049
Share of profit of associates	271,168	99,854	–	–
Profit before tax	3,178,676	2,203,725	2,539,473	2,214,049
Less: Tax	553,328	472,322	397,396	363,512
Profit for the financial year	2,625,348	1,731,403	2,142,077	1,850,537
Attributable to:				
Equity holders of the Bank	2,570,488	1,709,206	2,142,077	1,850,537
Minority interests	54,860	22,197	–	–
	2,625,348	1,731,403	2,142,077	1,850,537
Earnings per share				
Basic	165 cents	111 cents		
Diluted	165 cents	111 cents		

Balance Sheets
as at 31 December 2006

	The Group		The Bank	
	2006	2005	2006	2005
	\$'000	\$'000	\$'000	\$'000
Equity				
Share capital	2,247,332	1,537,843	2,247,332	1,537,843
Subsidiary preference shares	831,550	831,550	–	–
Capital reserves	3,968,568	4,359,925	3,817,853	4,390,810
Statutory reserve	3,130,136	3,019,865	2,752,922	2,645,722
Revenue reserves	6,356,283	4,962,937	4,989,347	3,907,394
Share of reserves of associates	256,765	216,542	–	–
Equity attributable to equity holders of the Bank	16,790,634	14,928,662	13,807,454	12,481,769
Minority interests	385,307	291,056	–	–
Total equity	17,175,941	15,219,718	13,807,454	12,481,769
Liabilities				
Deposits and balances of				
Banks and agents	33,448,548	29,455,531	30,975,255	27,960,008
Non-bank customers	95,551,715	85,502,760	75,304,248	66,481,295
Subsidiaries	–	–	3,931,093	2,448,464
	129,000,263	114,958,291	110,210,596	96,889,767
Bills and drafts payable	388,262	303,181	150,055	93,493
Derivative financial liabilities	3,912,065	3,775,894	3,773,518	3,706,279
Other liabilities	3,452,866	3,098,291	1,075,126	928,478
Tax payable	631,841	537,209	553,317	473,885
Deferred tax liabilities	154,375	71,896	123,120	39,947
Debts issued	6,596,064	7,108,290	6,398,869	6,833,994
Total liabilities	144,135,736	129,853,052	122,284,601	108,965,843
Total equity and liabilities	161,311,677	145,072,770	136,092,055	121,447,612
Assets				
Cash, balances and placements with central banks	16,301,355	11,925,148	13,323,922	8,641,415
Singapore Government treasury bills and securities	7,071,612	6,883,521	6,982,225	6,799,634
Other government treasury bills and securities	2,357,000	2,088,563	1,682,024	1,472,680
Trading securities	483,500	624,887	106,273	228,461
Placements and balances with banks and agents	21,753,108	27,969,872	20,200,614	25,983,564
Loans to non-bank customers	76,874,585	66,462,540	59,085,821	51,274,865
Placements with and advances to subsidiaries	–	–	659,777	2,056,019
Derivative financial assets	3,911,064	3,640,632	3,826,478	3,609,187
Assets pledged	3,339,892	4,668,203	3,339,892	2,642,992
Assets held for sale	–	606,240	–	423,538
Investment securities	17,606,894	10,122,392	15,881,084	8,664,671
Other assets	4,202,338	2,871,055	2,431,420	1,342,721
Investment in associates	1,184,389	1,000,174	372,440	346,410
Investment in subsidiaries	–	–	3,852,073	3,664,665
Fixed assets	1,857,096	1,872,205	1,152,587	1,100,220
Deferred tax assets	75,404	67,598	13,606	14,751
Intangible assets	4,293,440	4,269,740	3,181,819	3,181,819
Total assets	161,311,677	145,072,770	136,092,055	121,447,612
Off-balance sheet items				
Contingent liabilities	10,254,280	11,475,035	8,210,745	9,536,694
Financial derivatives	489,872,320	590,802,496	485,648,820	590,824,336
Commitments	44,594,898	42,545,092	36,063,966	33,049,044

Statements of Changes in Equity

for the financial year ended 31 December 2006

The Group Equity attributable to equity holders of the Bank

	Share capital \$'000	Subsidiary preference shares \$'000	Capital reserves \$'000	Statutory reserve \$'000	Revenue reserves \$'000	Share of reserves of associates \$'000	Total \$'000	Minority interests \$'000	Total equity \$'000
2006									
Balance at 1 January 2006	1,537,843	831,550	4,359,925	3,019,865	4,962,937	216,542	14,928,662	291,056	15,219,718
Currency translation adjustments	-	-	(10,871)	-	-	-	(10,871)	2,337	(8,534)
Change in available-for-sale reserve	-	-	507,063	-	-	-	507,063	3,148	510,211
Change in share of associates' reserves	-	-	-	-	-	40,223	40,223	-	40,223
Other adjustments	-	-	-	-	-	-	-	6,398	6,398
Total gains recognised directly in equity	-	-	496,192	-	-	40,223	536,415	11,883	548,298
Profit for the financial year	-	-	-	-	2,570,488	-	2,570,488	54,860	2,625,348
Total gains recognised for the financial year	-	-	496,192	-	2,570,488	40,223	3,106,903	66,743	3,173,646
Effect of Companies (Amendment) Act 2005	863,606	-	(863,606)	-	-	-	-	-	-
Transfer from/(to) revenue reserves	-	-	(30,189)	110,271	(80,082)	-	-	-	-
Change in minority interests	-	-	-	-	-	-	-	46,889	46,889
Dividends	-	-	-	-	(1,025,002)	-	(1,025,002)	(19,381)	(1,044,383)
Share buy-back	(172,503)	-	4,858	-	(72,058)	-	(239,703)	-	(239,703)
Issue of shares under share option scheme	18,386	-	1,388	-	-	-	19,774	-	19,774
Balance at 31 December 2006	2,247,332	831,550	3,968,568	3,130,136	6,356,283	256,765	16,790,634	385,307	17,175,941
2005									
Balance at 1 January 2005									
As restated	1,536,255	-	4,419,295	2,922,297	4,400,583	123,405	13,401,835	156,437	13,558,272
Currency translation adjustments	-	-	(16,278)	-	-	-	(16,278)	(2,615)	(18,893)
Change in available-for-sale reserve	-	-	(75,203)	-	-	-	(75,203)	(260)	(75,463)
Change in share of associates' reserves	-	-	17,751	-	-	134,652	152,403	-	152,403
Transfer to revenue reserves upon disposal/liquidation of associates	-	-	-	-	41,515	(41,515)	-	-	-
Other adjustments	-	-	(2,684)	-	(5,268)	-	(7,952)	177	(7,775)
Total gains/(losses) recognised directly in equity	-	-	(76,414)	-	36,247	93,137	52,970	(2,698)	50,272
Profit for the financial year	-	-	-	-	1,709,206	-	1,709,206	22,197	1,731,403
Total gains/(losses) recognised for the financial year	-	-	(76,414)	-	1,745,453	93,137	1,762,176	19,499	1,781,675
Transfer from/(to) revenue reserves	-	-	(3,048)	97,568	(94,520)	-	-	-	-
Change in minority interests	-	-	-	-	-	-	-	119,489	119,489
Dividends	-	-	-	-	(1,088,579)	-	(1,088,579)	(4,369)	(1,092,948)
Grant of share options under share option scheme	-	-	2,140	-	-	-	2,140	-	2,140
Issue of shares under share option scheme	1,588	-	17,952	-	-	-	19,540	-	19,540
Issue of subsidiary preference shares	-	831,550	-	-	-	-	831,550	-	831,550
Balance at 31 December 2005	1,537,843	831,550	4,359,925	3,019,865	4,962,937	216,542	14,928,662	291,056	15,219,718

	Share capital \$'000	Capital reserves \$'000	The Bank Statutory reserve \$'000	Revenue reserves \$'000	Total equity \$'000
2006					
Balance at 1 January 2006	1,537,843	4,390,810	2,645,722	3,907,394	12,481,769
Currency translation adjustments	–	(5,289)	–	–	(5,289)
Change in available-for-sale reserve	–	387,197	–	–	387,197
Total gains recognised directly in equity	–	381,908	–	–	381,908
Profit for the financial year	–	–	–	2,142,077	2,142,077
Total gains recognised for the financial year	–	381,908	–	2,142,077	2,523,985
Effect of Companies (Amendment) Act 2005	863,606	(863,606)	–	–	–
Transfer from/(to) revenue reserves	–	(97,505)	107,200	(9,695)	–
Dividends	–	–	–	(978,371)	(978,371)
Share buy-back	(172,503)	4,858	–	(72,058)	(239,703)
Issue of shares under share option scheme	18,386	1,388	–	–	19,774
Balance at 31 December 2006	2,247,332	3,817,853	2,752,922	4,989,347	13,807,454
2005					
Balance at 1 January 2005					
As restated	1,536,255	4,349,780	2,553,172	3,237,986	11,677,193
Currency translation adjustments	–	1,476	–	–	1,476
Change in available-for-sale reserve	–	19,462	–	–	19,462
Total gains recognised directly in equity	–	20,938	–	–	20,938
Profit for the financial year	–	–	–	1,850,537	1,850,537
Total gains recognised for the financial year	–	20,938	–	1,850,537	1,871,475
Transfer from revenue reserves	–	–	92,550	(92,550)	–
Dividends	–	–	–	(1,088,579)	(1,088,579)
Grant of share options under share option scheme	–	2,140	–	–	2,140
Issue of shares under share option scheme	1,588	17,952	–	–	19,540
Balance at 31 December 2005	1,537,843	4,390,810	2,645,722	3,907,394	12,481,769

Consolidated Cash Flow Statement

for the financial year ended 31 December 2006

	2006 \$'000	2005 \$'000
Cash flows from operating activities		
Operating profit before amortisation and impairment charges	3,100,705	2,337,382
Adjustments for		
Depreciation of fixed assets	141,782	139,535
Net gain on disposal of assets	(438,542)	(140,435)
Operating profit before working capital changes	2,803,945	2,336,482
Changes in working capital		
Increase in deposits	14,041,972	5,538,455
Increase in bills and drafts payable	85,081	40,675
Increase in other liabilities	480,520	692,062
Decrease/(increase) in trading securities	141,387	(142,914)
Decrease/(increase) in placements and balances with banks and agents	6,814,423	(4,377,479)
Increase in loans to non-bank customers	(9,874,879)	(1,396,886)
Decrease in government treasury bills and securities not qualifying as cash and cash equivalents	51,039	759,115
Increase in other assets	(1,626,325)	(876,810)
Cash generated from operations	12,917,163	2,572,700
Income tax paid	(350,165)	(415,206)
Net cash provided by operating activities	12,566,998	2,157,494
Cash flows from investing activities		
Net cash flow on disposal/(acquisition) of		
Assets held for sale	864,414	–
Investment securities and associates	(6,914,044)	(1,309,691)
Fixed assets	(97,495)	(65,655)
Net cash inflow on acquisition of subsidiaries	–	42,241
Change in minority interests	58,772	(48,924)
Dividends received from associates	71,601	52,004
Net cash used in investing activities	(6,016,752)	(1,330,025)
Cash flows from financing activities		
Proceeds from issue of shares	19,774	851,090
Net decrease in debts issued	(453,721)	(80,596)
Share buy-back	(239,703)	–
Dividends paid on ordinary shares	(978,371)	(738,002)
Dividends paid on subsidiary preference shares	(34,972)	–
Dividends paid to minority interests	(19,381)	(4,369)
Net cash (used in)/provided by financing activities	(1,706,374)	28,123
Currency translation adjustments	(11,137)	(16,278)
Net increase in cash and cash equivalents for the financial year	4,832,735	839,314
Cash and cash equivalents at beginning of the financial year	20,897,232	20,057,918
Cash and cash equivalents at end of the financial year	25,729,967	20,897,232

Corporate information

United Overseas Bank Limited (the "Bank") is a limited liability company incorporated in Singapore. The registered office of the Bank is at 80 Raffles Place, UOB Plaza, Singapore 048624.

The Bank is principally engaged in the business of banking in all its aspects, including the operation of an Asian Currency Unit under the terms and conditions specified by the Monetary Authority of Singapore ("MAS"). The principal activities of its subsidiaries include commercial banking, merchant banking, leasing, insurance, investment, trustee/investment management, nominee services, stockbroking, gold/futures dealing, computer services, general services, consultancy and research services, property, property management and travel. There has been no significant change in the nature of these activities during the financial year.

Basis of preparation

The financial statements of the Bank and its subsidiaries (the "Group") have been prepared in accordance with Singapore Financial Reporting Standards ("FRS") as required by the Companies Act, Cap. 50, with modification to FRS39 Financial Instruments: Recognition and Measurement in respect of loan loss provisioning, as provided in Notice to Banks No. 612 'Credit Files, Grading and Provisioning' issued by MAS.

The financial statements have been prepared under the historical cost convention, modified by the revaluation of available-for-sale financial assets, financial assets and financial liabilities at fair value through profit and loss and all financial derivatives. In addition, the carrying amount of assets and liabilities that are designated as hedged items in a fair value hedge are adjusted for fair value changes attributable to the hedged risks.

The financial statements are presented in Singapore Dollars.

Changes in accounting policies

The accounting policies applied by the Group in the financial year were consistent with those adopted in the previous financial year.

The following accounting standards in issue were adopted by the Group on 1 January 2007.

- (i) FRS1 Presentation of Financial Statements (revised)
The revised FRS1 requires additional disclosures to enable users of the financial statements to evaluate the entity's objectives, policies and processes of capital management.
- (ii) FRS107 Financial Instruments: Disclosures
FRS107 requires disclosure of qualitative and quantitative information on the various types of risks exposed to the entity from the holding of financial instruments.
- (iii) FRS40 Investment Property
FRS40 permits an entity to measure its properties either at fair value with fair value changes taken to the profit and loss account (Fair Value Model), or at cost less accumulated depreciation and provision for impairment (Cost Model). The Group has adopted the Cost Model for measuring its investment properties.

The adoption of the above FRS is not expected to have any significant impact on the financial statements of the Group.

Notes to the Summary Financial Statements

for the financial year ended 31 December 2006

Directors' fees and remuneration

Included in the total operating expenses are the following fees and remuneration paid/payable to the directors of the Bank and its subsidiaries:

	The Group		The Bank	
	2006 \$'000	2005 \$'000	2006 \$'000	2005 \$'000
Directors of the Bank				
Fees	991	1,012	700	760
Remuneration	12,645	11,373	12,645	11,373
Directors of the subsidiaries				
Fees	899	1,241	10	9
Remuneration	10,070	11,466	–	–
	24,605	25,092	13,355	12,142

Dividends

	The Group		The Bank	
	2006 \$'000	2005 \$'000	2006 \$'000	2005 \$'000
Ordinary shares				
Final dividend of 40 cents per share net of tax at 20% paid in respect of previous financial year	490,971	491,982	490,971	491,982
Interim dividend of 20 cents per share net of tax at 20% paid in respect of current financial year	243,700	246,020	243,700	246,020
Special dividend of 20 cents (2005: dividend in specie of 28.5 cents) per share net of tax at 20% paid in respect of current financial year	243,700	350,577	243,700	350,577
Subsidiary preference shares				
Semi-annual dividends at 5.796% per annum for the current financial year	46,631	–	–	–
	1,025,002	1,088,579	978,371	1,088,579

In respect of the financial year ended 31 December 2006, the directors have proposed a final dividend of 50 cents and a special dividend of 10 cents per share net of tax at 18% amounting to a total net dividend of \$749,452,000 (2005: final dividend of 40 cents per share net of tax at 20% amounting to \$492,110,000). The proposed dividend will be accounted for as an appropriation of retained profits for the financial year ending 31 December 2007.

Related party transactions

Related parties cover the Group's subsidiaries, associates and their subsidiaries, and key management personnel and their related parties. Key management personnel refer to the Bank's directors and members of its Management Executive Committee.

All related party transactions entered into by the Bank and the Group are made in the ordinary course of their business. Related party transactions for the financial year are as follows:

	The Group		The Bank	
	2006 \$'000	2005 \$'000	2006 \$'000	2005 \$'000
(a) Interest income				
Subsidiaries	–	–	75,475	49,800
Associates	15,804	8,060	15,804	8,060
Interest expense				
Subsidiaries	–	–	100,001	53,488
Associates	15,214	5,371	15,043	4,776
Dividend income				
Subsidiaries	–	–	453,520	141,321
Associates	–	–	74,193	50,522
Rental income				
Subsidiaries	–	–	2,218	2,025
Associates	6,528	6,454	4,660	4,660
Rental expense				
Subsidiaries	–	–	13,401	13,990
Associates	985	2,722	536	2,293
Fee and commission and other income				
Subsidiaries	–	–	36,835	36,367
Associates	9,844	7,653	557	597
Placements, loans and advances				
Subsidiaries	–	–	659,777	2,056,019
Associates	484,151	398,646	481,822	396,841
Key management personnel and their related parties	1,371,836	1,450,928	1,371,836	1,450,928
Deposits				
Subsidiaries	–	–	3,931,093	2,448,464
Associates	568,907	353,429	537,246	348,491
Off-balance sheet credit facilities				
Subsidiaries	–	–	542,472	429,228
Associates	20,407	21,366	14,201	21,366
Key management personnel and their related parties	203,386	246,391	201,975	243,068
(b) Compensation of key management personnel				
Short-term employee benefits	17,909	16,836	17,909	16,836
Other	541	347	541	347
	18,450	17,183	18,450	17,183

Notes to the Summary Financial Statements

for the financial year ended 31 December 2006

Event subsequent to the balance sheet date

On 25 January 2007, the Bank announced that it has entered into a Subscription Agreement with The Southern Commercial Joint Stock Bank ("Southern Bank") in Vietnam to take an initial 10% stake in Southern Bank for a total cash consideration of VND480,000,000,000 (approximately \$46 million). The completion of the subscription is subject to satisfactory due diligence and regulatory approvals.

The Subscription Agreement also provides for the Bank to increase its shareholding in Southern Bank to the extent allowed by law. In the event that Vietnamese law allows the Bank to raise its shareholdings in Southern Bank to 20% of the enlarged issued share capital, the subscription price for the additional new shares will be VND462,275,970,000 (approximately \$44 million).

The investment in Southern Bank is not expected to have a material impact on the earnings or net tangible assets of the Bank for the current financial year.

Capital Adequacy Ratios

As at 31 December 2006

As at 31 December 2006, the Group's tier 1 capital adequacy ratio ("CAR") of 11.0% and total CAR of 16.3% were 4.0% points and 6.3% points above the minimum 7%* and 10% set by Monetary Authority of Singapore respectively.

Tier 1 CAR remained unchanged while total CAR increased 0.2% point over 31 December 2005. The increase in total CAR was mainly contributed by higher retained profits and divestment of non-core assets. These were largely offset by higher risk-weighted assets from the enlarged loan and investment portfolios, dividend payment and share buy-back.

	The Group	
	2006	2005
	\$ million	\$ million
Tier 1 Capital		
Share capital	2,247	1,538
Subsidiary preference shares	832	832
Disclosed reserves/other	13,116	12,393
Deduction of intangible assets	(4,307)	(4,284)
	11,888	10,479
Upper Tier 2 Capital		
Cumulative collective impairment/other	1,457	1,171
Subordinated notes	5,211	5,486
	6,668	6,657
Deductions from Tier 1 and Upper Tier 2 Capital	(911)	(1,816)
Total capital	17,645	15,320
Risk-weighted assets (including market risk)	108,405	95,285
Capital adequacy ratios		
Tier 1 capital	11.0%	11.0%
Total capital	16.3%	16.1%

* This will be revised to 6% with effect from 1 March 2007.

Statistics of Shareholdings

As at 7 March 2007

Distribution of shareholdings

Size of Shareholdings	No. of Shareholders	%	No. of Shares	%
1 – 999	7,377	30.20	2,044,856	0.13
1,000 – 10,000	14,375	58.85	40,637,889	2.67
10,001 – 1,000,000	2,612	10.69	131,655,463	8.64
1,000,001 and above	64	0.26	1,349,089,417	88.56
	24,428	100.00	1,523,427,625	100.00

Public Float

Rule 723 of the Listing Manual of the Singapore Exchange Securities Trading Limited requires that at least 10% of the equity securities (excluding preference shares and convertible equity securities) of a listed company in a class that is listed is at all times held by the public.

Based on information available to the Company as at 7 March 2007, approximately 77% of the issued ordinary shares of the Company was held by the public and therefore, Rule 723 of the Listing Manual has been complied with.

Twenty Largest Shareholders	No. of Shares	%
DBS Nominees Pte Ltd	304,317,821	19.98
United Overseas Bank Nominees (Pte) Ltd	156,150,337	10.25
HSBC (Singapore) Nominees Pte Ltd	133,357,800	8.75
DBSN Services Pte Ltd	114,863,514	7.54
Wee Investments Private Ltd	110,909,184	7.28
Raffles Nominees Pte Ltd	104,914,502	6.89
Wah Hin and Company Private Limited	81,221,771	5.33
Citibank Nominees S'pore Pte Ltd	78,976,161	5.18
Tai Tak Estates Sendirian Berhad	67,445,739	4.43
C Y Wee & Co Pte Ltd	31,645,653	2.08
UOB Nominees (2006) Pte Ltd	17,072,435	1.12
Wee Cho Yaw	16,390,248	1.08
DB Nominees (S) Pte Ltd	13,111,214	0.86
Tee Teh Sdn Berhad	10,519,954	0.69
Merrill Lynch (S'pore) Pte Ltd	5,510,201	0.36
Overseas Union Insurance, Ltd – Offshore Insurance Fund	5,425,760	0.36
Ho Sim Guan	5,111,000	0.33
Morgan Stanley Asia (S'pore) Securities Pte Ltd	4,489,720	0.29
Estate of Lo Kwan Pheng, deceased	4,369,500	0.29
Kota Trading Company Sendirian Berhad	3,825,813	0.25
	1,269,628,327	83.34

Substantial Shareholders	Shareholdings registered in the name of substantial shareholders	Other shareholdings in which substantial shareholders are deemed to have an interest	Total Interest	
	No. of Shares	No. of Shares	No. of Shares	Percentage of Shares
Estate of Lien Ying Chow, deceased	316,516	81,888,554 ⁽¹⁾	82,205,070	5.40
Lien Ying Chow Private Limited	–	81,788,771 ⁽¹⁾	81,788,771	5.37
Wah Hin and Company Private Limited	81,221,771	567,000 ⁽²⁾	81,788,771	5.37
Sandstone Capital Pte Ltd	567,000	81,221,771 ⁽³⁾	81,788,771	5.37
Wee Cho Yaw	16,390,248	242,459,557 ⁽⁴⁾	258,849,805	16.99
Wee Ee Cheong	2,794,899	146,051,011 ⁽⁴⁾	148,845,910	9.77
Wee Ee Chao	141,164	115,802,696 ⁽⁴⁾	115,943,860	7.61
Wee Ee Lim	1,606,834	146,033,758 ⁽⁴⁾	147,640,592	9.69
Wee Investments Private Ltd	110,909,021	2,071,021	112,980,042	7.42

Notes:

(1) Estate of Lien Ying Chow, deceased and Lien Ying Chow Private Limited are each deemed to have an interest in the 81,788,771 UOB shares in which Wah Hin and Company Private Limited has an interest.

(2) Wah Hin and Company Private Limited is deemed to have an interest in the 567,000 UOB shares held by Sandstone Capital Pte Ltd.

(3) Sandstone Capital Pte Ltd is deemed to have an interest in the 81,221,771 UOB shares held by Wah Hin and Company Private Limited.

(4) Wee Cho Yaw, Wee Ee Cheong, Wee Ee Chao and Wee Ee Lim are each deemed to have an interest in Wee Investments Private Ltd's total direct and deemed interests of 112,980,042 UOB shares.

Notice of Annual General Meeting

Notice is hereby given that the **Sixty-Fifth Annual General Meeting** of members of the Company will be held at Marina Mandarin Singapore, Marina Mandarin Ballroom, Level 1, 6 Raffles Boulevard, Marina Square, Singapore 039594 on Friday, 27 April 2007 at 3.00 p.m. to transact the following business:

As Ordinary Business

- Resolution 1** To receive the Financial Statements, the Directors' Report and the Auditors' Report for the year ended 31 December 2006.
- Resolution 2** To declare a Final Dividend of 50 cents and a Special Dividend of 10 cents per ordinary share less 18% Singapore income tax for the year ended 31 December 2006.
- Resolution 3** To approve Directors' fees of \$700,000 for 2006 (2005: \$760,000).
- Resolution 4** To re-appoint Messrs Ernst & Young as Auditors of the Company and authorise the Directors to fix their remuneration.
- To re-elect the following Directors:
- Resolution 5** Mr Wee Ee Cheong
- Resolution 6** Mr Wong Meng Meng
- To pass the following resolution under Section 153(6) of the Companies Act, Cap. 50:
- "THAT pursuant to Section 153(6) of the Companies Act, Cap. 50, Mr _____ be and is hereby re-appointed as a Director of the Company to hold such office until the next Annual General Meeting of the Company."
- In respect of:
- Resolution 7** Mr Wee Cho Yaw
- Resolution 8** Professor Lim Pin

As Special Business

To consider and, if thought fit, pass the following ordinary resolutions:

- Resolution 9** "THAT authority be and is hereby given to the Directors to:
- (a) (i) issue ordinary shares in the capital of the Company ("shares") whether by way of rights, bonus or otherwise; and/or
- (ii) make or grant offers, agreements or options (including options under the UOB 1999 Share Option Scheme (the "Scheme")) (collectively, "Instruments") that might or would require shares to be issued, including but not limited to the creation and issue of (as well as adjustments to) warrants, debentures or other instruments convertible into shares,
- at any time and upon such terms and conditions and for such purposes and to such persons as the Directors may in their absolute discretion deem fit; and
- (b) (notwithstanding the authority conferred by this Resolution may have ceased to be in force) issue shares in pursuance of any Instrument made or granted by the Directors while this Resolution was in force,

provided that:

- (1) the aggregate number of ordinary shares to be issued pursuant to this Resolution (including shares to be issued in pursuance of Instruments made or granted pursuant to this Resolution) does not exceed 50 per cent of the issued shares in the capital of the Company (as calculated in accordance with paragraph (2) below), of which the aggregate number of shares to be issued other than on a pro-rata basis to shareholders of the Company (including shares to be issued in pursuance of Instruments made or granted pursuant to this Resolution) does not exceed 20 per cent of the issued shares in the capital of the Company (as calculated in accordance with paragraph (2) below);
- (2) (subject to such manner of calculation as may be prescribed by the Singapore Exchange Securities Trading Limited ("SGX-ST")) for the purpose of determining the aggregate number of shares that may be issued under paragraph (1) above, the percentage of issued shares shall be based on the number of issued shares in the capital of the Company at the time this Resolution is passed, after adjusting for:
 - (i) new ordinary shares arising from the conversion or exercise of any convertible securities or share options or vesting of share awards which are outstanding or subsisting at the time this Resolution is passed; and
 - (ii) any subsequent consolidation or subdivision of shares;
- (3) in exercising the authority conferred by this Resolution, the Company shall comply with the provisions of the Listing Manual of the SGX-ST for the time being in force (unless such compliance has been waived by the SGX-ST) and the Articles of Association for the time being of the Company; and
- (4) (unless revoked or varied by the Company in General Meeting) the authority conferred by this Resolution shall continue in force until the conclusion of the next Annual General Meeting of the Company or the date by which the next Annual General Meeting of the Company is required by law to be held, whichever is earlier."

Resolution 10 "THAT

- (1) authority be and is hereby given to the Directors to:
 - (a) allot and issue any of the preference shares referred to in Articles 7A, 7B, 7C, 7D, 7E and/or 7F of the Articles of Association of the Company; and/or
 - (b) make or grant offers, agreements or options that might or would require the preference shares referred to in sub-paragraph (a) above to be issued,

at any time and upon such terms and conditions and for such purposes and to such persons as the Directors may in their absolute discretion deem fit and (notwithstanding that the authority conferred by this Resolution may have ceased to be in force) to issue the preference shares referred to in sub-paragraph (a) above in connection with any offers, agreements or options made or granted by the Directors while this Resolution was in force;
- (2) the Directors be authorised to do all such things and execute all such documents as they may consider necessary or appropriate to give effect to this Resolution as they may deem fit; and
- (3) (unless revoked or varied by the Company in General Meeting) the authority conferred by this Resolution shall continue in force until the conclusion of the next Annual General Meeting of the Company or the date by which the next Annual General Meeting of the Company is required by law to be held, whichever is earlier."

Notice of Annual General Meeting

Notes to Resolutions 2, 5, 6, 7, 8, 9 and 10

Resolution 2 is to approve dividends which are scheduled to be paid on 22 May 2007.

Resolution 5 is to re-elect Mr Wee Ee Cheong. Mr Wee, a non-independent director, is an alternate to Mr Wee Cho Yaw on the Nominating Committee.

Resolution 6 is to re-elect Mr Wong Meng Meng. Mr Wong is an independent member and Chairman of the Nominating Committee.

Resolution 7 is to re-appoint Mr Wee Cho Yaw. Mr Wee is a non-independent member and Chairman of the Remuneration Committee and a non-independent member of the Nominating Committee.

Resolution 8 is to re-appoint Professor Lim Pin. Professor Lim is an independent member of the Nominating and Remuneration Committees.

Resolution 9 is to empower the Directors to issue ordinary shares in the capital of the Company and to make or grant instruments (such as warrants or debentures or options, including options under the UOB 1999 Share Option Scheme ("Scheme")) convertible into ordinary shares, and to issue ordinary shares in pursuance of such instruments, up to an amount not exceeding in total 50 per cent of the issued shares in the capital of the Company, but with a sub-limit of 20 per cent for issue of shares other than on a pro-rata basis to shareholders ("General Mandate"). For the purpose of determining the aggregate number of ordinary shares that may be issued pursuant to the General Mandate, the percentage of issued shares in the capital of the Company shall be based on the number of issued shares in the capital of the Company at the time that Resolution 9 is passed, after adjusting for (a) new ordinary shares arising from the conversion or exercise of any convertible securities or share options or vesting of share awards which are outstanding or subsisting at the time that Resolution 9 is passed, and (b) any subsequent consolidation or subdivision of ordinary shares. A copy of the Regulations of the Scheme is available for inspection by shareholders during normal office hours at 80 Raffles Place, 4th Storey UOB Plaza 1, Singapore 048624 (Attention: The Company Secretary).

Resolution 10 is to enable the Directors to issue any of the preference shares referred to in Articles 7A, 7B, 7C, 7D, 7E and/or 7F of the Articles of Association of the Company and/or make or grant offers, agreements or options that might or would require such preference shares to be issued at any time. The Directors will only issue such preference shares under this Resolution if they consider it appropriate and in the interest of the Company to do so.

BY ORDER OF THE BOARD

Chan Vivien
Secretary

Singapore, 4 April 2007

Notes:

- (1) A member entitled to attend and vote at the Meeting is entitled to appoint not more than two proxies to attend and vote in his stead. A proxy need not be a member of the Company.
- (2) To be effective, the instrument appointing a proxy must be deposited at 80 Raffles Place, 4th Storey UOB Plaza 1, Singapore 048624 (Attention: The Company Secretary) not less than 48 hours before the time set for holding the Meeting.

PROXY FORM



UNITED OVERSEAS BANK LIMITED

(Incorporated in the Republic of Singapore)
Company Registration No. 193500026Z

IMPORTANT

1. The Annual Report 2006 is sent to investors who have used their CPF monies to buy shares of United Overseas Bank Limited, FOR INFORMATION ONLY.
2. This Proxy Form is not valid for use by CPF investors and shall be ineffective for all intents and purposes if used or purported to be used by them.
3. CPF investors who wish to vote should contact their CPF Approved Nominees.

I/We _____ (Name)

of _____ (Address)

being (a) member/members of United Overseas Bank Limited (the "Company"), hereby appoint

Name		Proportion of shareholdings	
NRIC/Passport No.		No. of shares	%
Address			

and/or *

Name		Proportion of shareholdings	
NRIC/Passport No.		No. of shares	%
Address			

* Please delete as appropriate.

or failing him/her, the **Chairman of the Meeting** as my/our proxy, to attend and vote for me/us on my/our behalf at the **Sixty-Fifth Annual General Meeting** of members of the Company, to be held at Marina Mandarin Singapore, Marina Mandarin Ballroom, Level 1, 6 Raffles Boulevard, Marina Square, Singapore 039594 on Friday, 27 April 2007 and at any adjournment thereof.

(Please indicate with an "X" in the space provided how you wish your proxy to vote. In the absence of specific directions, the proxy will vote as the proxy deems fit.)

No.	Ordinary Resolutions	For	Against
Resolution 1	Financial Statements, Directors' Report & Auditors' Report		
Resolution 2	Final & Special Dividends		
Resolution 3	Directors' Fees		
Resolution 4	Auditors & their remuneration		
Resolution 5	Re-election (Mr Wee Ee Cheong)		
Resolution 6	Re-election (Mr Wong Meng Meng)		
Resolution 7	Re-appointment (Mr Wee Cho Yaw)		
Resolution 8	Re-appointment (Professor Lim Pin)		
Resolution 9	Authority to issue ordinary shares		
Resolution 10	Authority to issue preference shares		

Dated this _____ day of _____ 2007.

Signature(s) or Common Seal of Shareholder(s)

Shares in:	No. of Shares
(i) Depository Register	
(ii) Register of Members	
Total	

Notes:

1. Please insert the number of shares held by you and registered in your name in the Register of Members and in the Depository Register of The Central Depository (Pte) Limited. If no number is inserted, the instrument of proxy will be deemed to relate to all the shares held by you.
2. A member of the Company entitled to attend and vote at a Meeting of the Company is entitled to appoint not more than two proxies to attend and vote instead of him. A proxy need not be a member of the Company.
3. Where a member appoints two proxies, the appointment shall be invalid unless he specifies the proportion of his shareholding (expressed as a percentage of the whole) to be represented by each proxy.
4. Completion and return of this instrument appointing a proxy shall not preclude a member from attending and voting at the Meeting. Any appointment of a proxy or proxies shall be deemed to be revoked if a member attends the Meeting in person, and in such event, the Company reserves the right to refuse to admit any person or persons appointed under this instrument of proxy, to the Meeting.
5. The instrument appointing a proxy or proxies must be deposited at 80 Raffles Place, 4th Storey UOB Plaza 1, Singapore 048624, (Attention: The Company Secretary) not less than 48 hours before the time appointed for the Meeting.
6. The instrument appointing a proxy or proxies must be signed under the hand of the appointor or of his attorney duly authorised in writing. Where the instrument appointing a proxy or proxies is executed by a corporation, it must be executed under its common seal or under the hand of an officer or

attorney duly authorised. Where an instrument appointing a proxy is signed on behalf of the appointor by an attorney, the letter or power of attorney or a duly certified copy thereof (failing previous registration with the Company) must be lodged with the instrument of proxy, failing which the instrument may be treated as invalid.

7. A corporation which is a member may authorise by a resolution of its directors or other governing body, such person as it thinks fit to act as its representative at the Meeting, in accordance with its Articles of Association and Section 179 of the Companies Act, Chapter 50 of Singapore.
8. The Company shall be entitled to reject the instrument of proxy if it is incomplete, improperly completed or illegible or where the true intentions of the appointor are not ascertainable from the instructions of the appointor specified in the instrument of proxy. In addition, in the case of shares entered in the Depository Register, the Company may reject any instrument of proxy if the member, being the appointor, is not shown to have shares entered against his name in the Depository Register as at 48 hours before the time appointed for holding the Meeting, as certified by The Central Depository (Pte) Limited to the Company.
9. Agent Banks acting on the request of CPF Investors who wish to attend the Meeting as Observers are required to submit in writing, a list with details of the investors' name, NRIC/Passport numbers, addresses and numbers of shares held. The list, signed by an authorised signatory of the agent bank, should reach the Company Secretary at the registered office of the Company not later than 48 hours before the time appointed for holding the Meeting.

1st FOLD

2nd FOLD

UOB

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The Company Secretary
United Overseas Bank Limited
80 Raffles Place, 4th Storey UOB Plaza 1
Singapore 048624

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REQUEST FORM



UNITED OVERSEAS BANK LIMITED

(Incorporated in the Republic of Singapore)
Company Registration No. 193500026Z

4 April 2007

Dear Shareholder

This notice accompanies a copy of our Summary Financial Report ("SR") for the financial year ended 31 December 2006 ("FY2006"). The SR contains a review of the UOB Group, the Directors' Report and a summary of the audited financial statements of the UOB Group for FY2006. The full financial statements and the Auditors' Report on the full financial statements of the UOB Group for FY2006 are set out in the Annual Report ("AR") which is a separate report available to shareholders at no cost upon request. The AR will also be available on our website at www.uobgroup.com.

We will continue to send you a copy of the SR for as long as you are a shareholder, unless you indicate otherwise.

If you wish to receive a copy of the AR for FY2006 and for future financial years, please complete the Request Form below and return it to us **no later than 9 April 2007**.

If you are receiving this SR for the first time or you did not respond previously or you wish to change any previous request, you may indicate your wishes by ticking the appropriate box in the Request Form below and returning it to us **by 9 April 2007**. **If we do not receive your Request Form, you will be taken to have indicated that you do not wish to receive the AR for FY2006 and for future financial years, or that there is no change to your previous request.**

Your latest request will supersede the earlier requests received by us.

Yours faithfully

Mrs Chan Vivien
Secretary

REQUEST FORM

To: United Overseas Bank Limited

N.B. Please tick only one box. Incomplete forms will not be processed.

☐

Please send me/us the Annual Report for FY2006.

☐

I/We do not wish to receive the Annual Report and the Summary Financial Report for as long as I am/we are shareholder(s).

☐

I/We wish to receive the Annual Report and the Summary Financial Report for as long as I am/we are shareholder(s).

Name(s) of Shareholder(s): _____

NRIC/Passport* Number(s): _____

Address: _____

The shares are held by me under or through:

☐

CDP Securities Account Number⁺

1	6	8	1	-					-				
---	---	---	---	---	--	--	--	--	---	--	--	--	--

☐

CPFIS Account[#]

☐

Physical scrips

Signature(s): _____ Date: _____

* Please delete where inapplicable.

+ This applies only if your shares are registered with The Central Depository (Pte) Limited.

Please note that if your shares are held under CPFIS, you will be included under the first option only.

1st FOLD

2nd FOLD

BUSINESS REPLY SERVICE
PERMIT NO. 07400



United Overseas Bank Limited
c/o The Central Depository (Pte) Limited
4 Shenton Way, #02-01, SGX Centre 2
Singapore 068807

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UNITED OVERSEAS BANK LIMITED

HEAD OFFICE

80 Raffles Place

UOB Plaza

Singapore 048624

Company Registration No.:193500026Z

Telephone: (65) 6533 9898

Facsimile: (65) 6534 2334

Website: www.uobgroup.com