



**UNITED OVERSEAS BANK LIMITED,
BRUNEI BRANCH**

**PILLAR 3 DISCLOSURES
March 2022**

CERTIFICATION

We, the undersigned, being the Country Manager and the Finance Manager of United Overseas Bank Limited (Brunei Darussalam Branch) do hereby state that, in our opinion, Pillar 3 Public Disclosure notes are prepared in accordance to the requirements of Brunei Darussalam Central Bank so as to give correct and complete public disclosure.



Howard Low Boon Keng
Country Manager
Date: 29 Jun 2022



Hajah Norsinah Haji Kamis
Head of Finance & Administration
Date: 29 Jun 2022

Notes:

1 The pillar 3 disclosure report is presented in Brunei Dollars (B\$'000).

2 Certain figures in this report may not add up to the respective totals due to rounding.

1 INTRODUCTION

Pillar 3 Disclosure Report ("The Report") is prepared in accordance with the Brunei Darussalam Central Bank ("BDCB") Notice to Banks No. BU/N-1/2021/68 on Pillar 3 – Public Disclosure Requirements issued on 02/04/2021

In accordance with the Notice, the medium of disclosure is a standalone document ("standalone Pillar 3 report").

2 OVERVIEW OF KEY PRUDENTIAL METRICS AND RWA

2.1 Key Metrics

		(a)	(b)	(c)	(d)	(e)
		Mar 2022	Dec 2021	Sep 2021	Jun 2021	Mar 2021
Available Capital						
1	Tier 1	100,359	99,830	98,737	98,112	97,581
2	Total Capital	100,987	100,403	99,701	98,928	98,328
Risk-Weighted Assets						
3	Total Risk Weighted Asset (RWA)	156,644	151,057	150,955	156,138	197,412
Risk based Capital Ratio as a percentage of RWA						
4	Tier 1	64.07%	66.09%	66.41%	62.84%	49.43%
5	Total Capital Ratio	64.47%	66.47%	66.05%	63.36%	49.81%

There has been a major growth in both the Tier 1 and Total Capital Ratio as compared from 1st Quarter 2021. The contributing factors are from the following:

- 1) Risk-Weighted Assets for Credit Risk – Decrease in Performance Guarantee issued. In Q1 2021 total PG amount B\$40,127K compare to B\$9,085K in Q1 2022.
- 2) Risk-Weighted Assets for Market Risk – Decrease in Net Long (Short) position in Foreign Currency which mainly from USD. The drop is from USD/BND33,433K in Q1 2021 to USD/BND2,196K in Q1 2022

2.2 Overview of Risk Weighted Assets (RWA)

		(a)	(b)	(c)
		Risk-Weighted Assets		Minimum Capital Requirement
		Mar 2022	Dec 2021	Mar 2022
1	Credit Risk (Standardised)	141,121	136,372	14,112
2	Market Risk (Standardised)	2,196	1,357	220
3	Operational Risk (Basic Indicator Approach)	13,327	13,327	1,333
4	Total	156,644	151,057	15,664