



United Overseas Bank Limited
Brunei Branch

Pillar 3 Disclosure Report
30 September 2023

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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 total due to rounding

1. 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: 14 December 2023



Hajah Norsinah Haji Kamis
Finance Manager
Date: 14 December 2023

2. 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.

This above Notice complements the minimum risk-based capital requirements and other quantitative requirements (Pillar 1) as per the Notice No BU/N-3/2017/38 - Maintenance of Capital Adequacy Ratio and the Supervisory Review of Evaluation Process (Pillar 2) as per Notice No BU/N-9/2018/59 - Amendment No 1 - Supervisory Review of Evaluation Process (SREP). It aims to facilitate and promote market discipline by requiring disclosures of meaningful regulatory information on a consistency and comparable basis.

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

The format of the Pillar 3 disclosure is presented based on the template and tables set out in the Annex 1 - Pillar 3 Disclosure Requirements dated 1 April 2021

3. C1: Overview of Key Prudential metrics and RWA

3.1 KM1: Key Metrics

Purpose: To provide an overview of a bank's prudential regulatory metrics.
Content: Key prudential metrics related to regulatory capital and other regulatory requirements.
Frequency: Quarterly.
Format: Fixed.
Accompanying narrative: Branch's Tier 1 and total capital continue to grow with the accumulation of net profit over the years. The Bank's capital position remained healthy and total CAR from 3 rd quarter 2022 to 3 rd quarter 2023 are well above local regulatory minimum requirements.

		(a)	(b)	(c)	(d)	(e)
		Sep 23	Jun 23	Mar 23	Dec 22	Sep 22
	Available capital (amounts)					
1	Tier 1	107,983	106,493	105,175	103,893	102,032
2	Total capital	108,457	107,036	105,644	104,374	102,707
	Risk-weighted assets (amounts)					
3	Total risk-weighted assets (RWA)	127,328	137,617	140,232	139,468	167,274
	Risk-based capital ratios as a percentage of RWA					
4	Tier 1 ratio (%)	84.81	77.38	75.00	74.49	61.00
5	Total capital ratio (%)	85.18	77.78	75.34	74.84	61.40

3.2 OV1: Overview of Risk Weighted Assets (RWA)

Purpose: To provide an overview of total RWA and further breakdowns of RWA
Content: RWA and capital requirements under Pillar 1 only. Pillar 2 requirements are excluded
Frequency: Quarterly.
Format: Fixed.
Accompanying narrative: There was a reduction of \$10mio in total RWA between 3Q23 and 2Q23. The major contributor is due to decreased in Credit Risk, low utilization of loans and 'negative' in branch Other Assets exposures. (The Suspense Account incurred during month end which was eventually cleared on 2 Oct 2023).

		(a)	(b)	(c)
		RWA		Minimum capital requirements
		Sep 2023	Jun 2023	Sep 2023
1	Credit risk (Standardised)	111,297	120,823	11,130
2	Market risk (Standardised)	2,704	3,466	270
3	Operational risk (Basic Indicator Approach)	13,328	13,328	1,333
4	Total (Row 1 + 2 + 3)	127,328	137,617	12,733