

**United Overseas Bank Limited
(Incorporated in Singapore)
Brunei Darussalam Branch
(Registered in Brunei Darussalam as a Company incorporated outside Brunei Darussalam)**

**STATEMENT OF FINANCIAL POSITION
As at 31 December 2020**

	31-Dec-2020 B\$'000	31-Dec-2019 B\$'000	Change %
ASSETS			
Cash and Short Term Funds	1,209	1,326	(8.82)
Balances with Autoriti Monetari Brunei Darussalam	22,175	24,712	(10.27)
Government Sukuk	12,430	12,452	(0.18)
Loans and advances	85,860	84,050	2.15
Group balances receivable	168,767	172,976	(2.43)
Plant and equipment	551	327	68.5
Other assets	926	2,208	(58.06)
Deferred tax asset	189	189	-
Total Assets	292,107	298,240	(2.06)
LIABILITIES AND CAPITAL FUNDS			
Deposits from customers	183,503	193,992	(5.41)
Deposits from banks and other financial institutions	2,961	2,995	(1.14)
Group balances payable	6,840	5,462	25.23
Other liabilities	1,705	1,874	(9.02)
Taxation	170	330	(48.48)
Total Liabilities	195,179	204,653	(4.63)
EQUITY			
Assigned Capital	30,000	30,000	-
Statutory Reserve Fund	30,784	30,114	5.55
Prudential Reserve	-	-	-
Retained Profits	35,144	33,473	4.99
Total Equity	96,928	93,587	3.57
Total Liabilities and Equity	292,107	298,240	(2.06)

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For the financial year ended 31 December 2020**

	2020 B\$'000	2019 B\$'000	Change %
Interest income	7,192	7,967	(9.72)
Less: Interest expense	(1,502)	(1,748)	(14.07)
Net interest income	5,690	6,219	(8.5)
Fee income	856	1,131	(24.31)
Net trading income	289	259	11.58
Other operating income	126	133	(5.26)
Total operating income	6,961	7,742	(10.09)
Less:			
Personnel expenses	(2,385)	(2,565)	(7.02)
Management fees	(12)	(10)	20
Other overhead expenses	(1,412)	(1,356)	4.13
Operating profit before impairment charges	3,152	3,811	(17.29)
Reversal of Impairment	270	739	(63.46)
Profit before income tax	3,422	4,550	(24.79)
Income tax expense	(81)	(330)	(75.45)
Profit after income tax	3,341	4,220	(20.83)
Other comprehensive income	-	-	-
Profit/Total comprehensive income for the financial year	3,341	4,220	(20.83)

**STATEMENT OF CHANGES IN EQUITY/HEAD OFFICE ACCOUNT
As at 31 December 2020**

	Assigned capital B\$'000	Statutory reserve fund B\$'000	Retained profits B\$'000	Prudential Reserve B\$'000	Total B\$'000
Balance as at 1st January 2019	30,000	28,004	30,608	755	89,367
Profit/Total other comprehensive income for the financial year	-	-	4,220	-	4,220
Transfer from Prudential reserve for credit losses	-	-	755	(755)	-
Transfer to statutory reserve	-	2,110	(2,110)	-	-
Balance as at 31st December 2019	30,000	30,114	33,473	-	93,587
Balance as at 1 st January 2020	30,000	30,114	33,473	-	93,587
Profit/Total other comprehensive income for the financial year	-	-	3,341	-	3,341
Transfer to statutory reserve	-	1,670	(1,670)	-	-
Balance as at 31st December 2020	30,000	31,784	35,144	-	96,928

**STATEMENT OF CASH FLOWS
For the financial year ended 31 December 2020**

	2020 B\$'000	2019 B\$'000
Cash flows from operating activities		
Profit before income tax	3,422	4,550
Adjustments for:		
- Depreciation	206	211
- Expected credit losses	(1,327)	(632)
- Interest on lease liabilities	42	10
Changes in:		
- Balances with Autoriti Monetari Brunei Darussalam	374	(1,803)
- Loans and advances	(348)	4,388
- Other assets	1,282	(1,618)
- Deposits from customers	(10,489)	29,109
- Deposits from banks and other financial institutions	(34)	85
- Group balances payable	1,378	1,435
- Other liabilities	(565)	399
Income tax paid	(241)	-
Net cash (used in)/generated from operating activities	(6,300)	36,134
Cash flow from investing activities		
(Acquisition)/Sale of Government Sukuk, net	-	10,000
Acquisition of plant and equipment	(20)	(48)
Net cash (used in)/from investing activities	(20)	9,952
Cash flow from financing activities		
Payment of principal portion of lease liabilities	(127)	(130)
Payment of interest portion of lease liabilities	(42)	(10)
Net cash used in financing activities	(169)	(140)
Net (decrease)/increase in cash and cash equivalents	(6,489)	45,946
Cash and cash equivalents at beginning of year	186,864	140,918
Cash and cash equivalents at end of year	180,375	186,864

CERTIFICATION:

We, the undersigned, being the Country Manager and the Finance Manager of United Overseas Bank Limited (Brunei Darussalam Branch) certify jointly that:-

- the above accounts and statements are properly drawn up in accordance to the provisions of the Brunei Darussalam Companies Act and International Financial Reporting Standards; and
- The information contained in these statements has been extracted from the annual audited financial accounts and statements.

Abdul Razak Abdul Malek
Country Manager
Date: 30th March 2021

Hajah Norsinah Haji Kamis
Finance Manager
Date: 30th March 2021

[EXTRACT OF THE INDEPENDENT AUDITOR'S REPORTS]

Independent Auditor's Report to the Directors of United Overseas Bank Limited

We have audited the financial statements of United Overseas Bank Limited, Brunei Darussalam Branch ("Branch") for the year ended 31 December 2020, from which the attached summarised financial information comprising the statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in equity/head office account and statement of cash flows have been extracted, in accordance with International Standards on Auditing. In our report dated 30 March 2021, we expressed an unqualified opinion on those financial statements.

In our opinion, the summarised financial information is consistent, in all material aspects, with the financial statements from which it was extracted.

The summarised financial information does not constitute the Branch's statutory financial statements for the year ended 31 December 2020. For a better understanding of the Branch's financial position and the results of its operations for the period and of the scope of our audit, the summarised financial information should be read in conjunction with the financial statements from which the summarised financial information was extracted and our audit report thereon.

ERNST & YOUNG
Public Accountants

Kong Ee Pin
Registered Public Accountant
Date: 30 March 2021

Note: The full set of audited financial statement will be made available in hard copy at Bank, upon request, within one week after publication in the newspaper