

# Financial Highlights

## Group Five-Year Financial Summary

Financial Year ended 31 December	2005	2004 <sup>(1)</sup>	2003	2002	2001
<b>Income statements (\$ million)</b>					
Total income	2,887	2,625	2,193	2,222	2,214
Operating expenses	1,145	988	855	849	867
Operating profit	1,742	1,637	1,338	1,372	1,347
Amortisation of goodwill and intangible assets	40	158	127	127	52
Allowances for loans and impairment of other assets	12	77	225	501	518
Profit before tax	1,706	1,491	1,222	906	977
Profit attributable to equity holders of the Bank	1,298	1,148	954	667	778
Cash basis profit attributable to equity holders of the Bank <sup>(2)</sup>	1,338	1,306	1,081	794	830
<b>Balance sheets (\$ million)</b>					
Non-bank customer loans (net of allowances)	55,134	51,829	48,984	46,225	48,075
Non-bank customer deposits	64,088	57,287	53,460	53,948	54,675
Total assets	131,298	119,882	84,497	84,051	85,417
Assets excluding life fund net assets	98,012	90,986	84,497	84,051	85,417
Total liabilities	117,812	108,163	74,419	74,808	76,557
Ordinary shareholders' equity	11,442	10,334	9,163	9,224	8,832
Total equity attributable to the Bank's shareholders	12,338	11,230	10,059	9,224	8,832
<b>Per ordinary share <sup>(3)</sup></b>					
Basic earnings (cents)	40.1	35.4	30.0	21.5	25.2
Cash earnings (cents) <sup>(2)</sup>	41.4	40.4	34.1	25.6	26.9
Gross dividend - Interim and Final (cents)	23.0	15.8	9.6	8.3	7.5
Special and bonus dividend (cents) <sup>(4)</sup>	52.1	–	26.6	–	–
Net asset value (\$)	3.67	3.27	2.98	2.98	2.86
<b>Ratios (%)</b>					
Return on average ordinary shareholders' equity	11.37	11.30	10.03	7.35	9.28
Return on average assets <sup>(5)</sup>	1.30	1.28	1.13	0.80	1.11
Dividend cover (number of times) <sup>(6)</sup>	2.19	2.75	3.96	3.31	4.34
Cost-to-income <sup>(2)</sup>	39.6	37.6	39.0	38.2	39.1
Capital adequacy ratio ("CAR") <sup>(7)</sup>					
Tier 1	13.2	12.6	12.8	11.5	10.3
Total	17.3	17.7	18.4	20.8	19.7

<sup>(1)</sup> 2004 figures were restated for the effects of adoption of Financial Reporting Standards ("FRS") 102 and Interpretation ("INT") to FRS 12, as well as reclassification of tax on Singapore Life Assurance Fund to conform to current year's presentation.

<sup>(2)</sup> Excluded the amortisation of goodwill and intangible assets.

<sup>(3)</sup> Per ordinary share data for financial years prior to 2005 were restated for the effects of 1-for-5 Rights Issue and Sub-division of one ordinary share of par value S\$1 to two ordinary shares of par value S\$0.50, effected on 18 July 2005 and 5 August 2005 respectively.

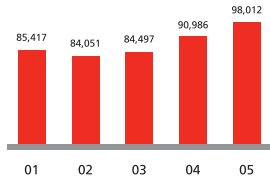
<sup>(4)</sup> 2003 gross special dividend of 63.8 cents per share (26.6 cents per share, adjusted for Rights Issue and Sub-division of shares) was announced on 19 March 2003, with an option to elect for Class G Preference Shares, at an issue price of S\$0.995 per preference share. 2005 gross bonus dividend of S\$1.25 per share (52.1 cents per share, adjusted for Rights Issue and Sub-division of shares) was announced on 11 May 2005, with an option to elect for the subscription of a renounceable non-underwritten 1-for-5 Rights Issue of S\$5 for each rights share in the capital of OCBC Bank.

<sup>(5)</sup> Return on average assets is calculated based on assets excluding life fund net assets attributable to policyholders.

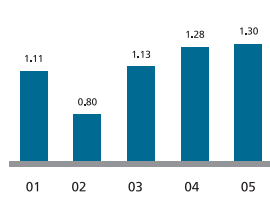
<sup>(6)</sup> Dividend cover is the ratio of profit attributable to equity holders of the Bank after preference dividends to net dividends (interim and final dividend, excluding special and bonus dividends).

<sup>(7)</sup> CAR ratios for 2003 to 2005 were computed based on the MAS capital framework, Notice 637, issued by the Monetary Authority of Singapore on 28 May 2004. Prior period ratios were not restated and were computed using the Bank of International Settlements guidelines.

**Assets (exclude life fund)  
(\$ million)**



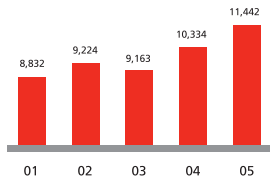
**Return on average assets (%)**



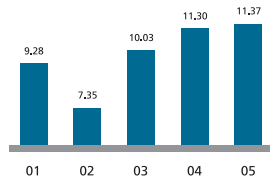
■ **Assets (exclude life fund)**  
2005: \$98,012 million (+7.7%)  
2004: \$90,986 million

■ **Return on average assets**  
2005: 1.30% (+0.02%)  
2004: 1.28%

**Ordinary shareholders' equity  
(\$ million)**



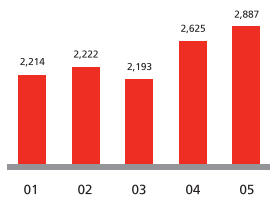
**Return on average ordinary  
shareholders' equity (%)**



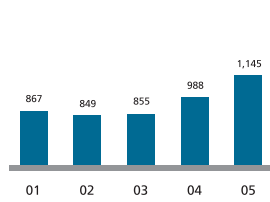
■ **Ordinary shareholders' equity**  
2005: \$11,442 million (+10.7%)  
2004: \$10,334 million

■ **Return on average ordinary  
shareholders' equity**  
2005: 11.37% (+0.07%)  
2004: 11.30%

**Total income (\$ million)**



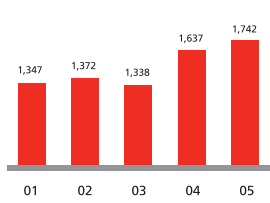
**Operating expenses (\$ million)**



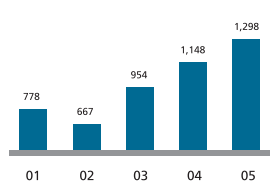
■ **Total income**  
2005: \$2,887 million (+10.0%)  
2004: \$2,625 million

■ **Operating expenses**  
2005: \$1,145 million (+15.9%)  
2004: \$988 million

**Operating profit (\$ million)**



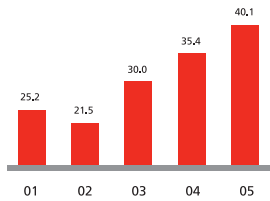
**Profit attributable to equity  
holders of the Bank (\$ million)**



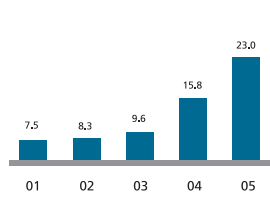
■ **Operating profit**  
2005: \$1,742 million (+6.4%)  
2004: \$1,637 million

■ **Profit attributable to  
equity holders of the Bank**  
2005: \$1,298 million (+13.0%)  
2004: \$1,148 million

**Basic earnings per share (cents)**



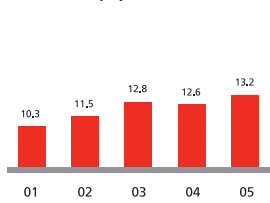
**Gross dividend per share (cents)**



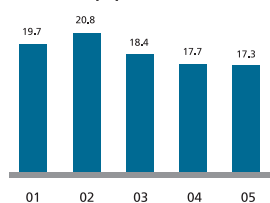
■ **Basic earnings per share**  
2005: 40.1 cents (+13.3%)  
2004: 35.4 cents

■ **Gross dividend per share**  
2005: 23.0 cents (+45.3%)  
2004: 15.8 cents

**Tier 1 CAR (%)**



**Total CAR (%)**



■ **Tier 1 CAR**  
2005: 13.2% (+0.6%)  
2004: 12.6%

■ **Total CAR**  
2005: 17.3% (-0.4%)  
2004: 17.7%