



Live more, Bank less

To: Shareholders

The Board of Directors of DBS Group Holdings Ltd (“DBSH” or “the Company”) reports the following:

**Unaudited Financial Results for the First Half/ Second Quarter Ended 30 June 2023**

Details of the financial results are in the accompanying performance summary.

**Dividends**

The Board has declared an interim one-tier tax-exempt dividend of 48 cents for each DBSH ordinary share for the second quarter of 2023 (the “2Q23 Interim Dividend”). The estimated dividend payable is \$1,238 million.

The DBSH Scrip Dividend Scheme will not be applied to the 2Q23 Interim Dividend.

The DBSH ordinary shares will be quoted ex-dividend on 11 August 2023 (Friday). The 2Q23 Interim Dividend will be payable on or about 24 August 2023 (Thursday).

The Transfer Books and Register of Members of DBSH will be closed from 5.00 p.m. on 14 August 2023 (Monday) up to (and including) 15 August 2023 (Tuesday) for the purpose of determining shareholders' entitlement to the 2Q23 Interim Dividend.

By order of the Board

Marc Tan  
Group Secretary

3 August 2023  
Singapore

*More information on the above announcement is available at [www.dbs.com/investors](http://www.dbs.com/investors)*

...DBS/

DBS Group Holdings Ltd  
12 Marina Boulevard  
DBS Asia Central @  
Marina Bay Financial  
Centre Tower 3  
Singapore 018982

Tel: 65.6878 8888

[www.dbs.com](http://www.dbs.com)



## **Performance Summary**

Financial Results  
For the First Half/ Second Quarter ended  
30 June 2023  
(Unaudited)

DBS Group Holdings Ltd  
Incorporated in the Republic of Singapore  
Company Registration Number: 199901152M

<b>Contents</b>	<b>Page</b>
<b>Overview</b>	2
<b>Financial Review</b>	
Net Interest Income	6
Net Fee and Commission Income	8
Other Non-Interest Income	8
Expenses	9
Allowances for Credit and Other Losses	9
Performance by Business Segments	10
Performance by Geography	13
Customer Loans	16
Non-Performing Assets and Loss Allowance Coverage	17
Customer Deposits	20
Debts Issued	20
Capital Adequacy	21
Unrealised Property Valuation Surplus	21
<b>Financial Statements</b>	
Unaudited Consolidated Income Statement	22
Unaudited Consolidated Statement of Comprehensive Income	23
Unaudited Balance Sheets	24
Unaudited Consolidated Statement of Changes in Equity	25
Unaudited Statement of Changes in Equity	26
Unaudited Consolidated Cash Flow Statement	27
Other Financial Information	28
<b>Additional Information</b>	
Share Capital	29
Interested Party Transactions Pursuant to Listing Rule 920(1)	29
Confirmation of Directors and Executive Officers' undertakings pursuant to Listing Rule 720(1)	29
<b>Confirmation by the Board</b>	30

## OVERVIEW

DBS Group Holdings Ltd (“DBSH”) prepares its consolidated DBSH Group (“Group”) financial statements in accordance with Singapore Financial Reporting Standards (International) (SFRS(I)). The unaudited condensed interim financial information has been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting and does not include all the information required for a complete set of financial statements. The interim financial information is to be read in conjunction with the financial statements as at and for the year ended 31 December 2022. The accounting policies and methods of computation applied for the current financial periods are consistent with those applied for the financial year ended 31 December 2022. The amendments and interpretations effective from 1 January 2023 do not have a significant impact on the Group’s financial statements.

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

	1st Half 2023	1st Half 2022	% chg	2nd Half 2022	% chg
<b>Selected income statement items (\$m)</b>					
<b>Commercial Book Total Income<sup>1</sup></b>	<b>9,535</b>	6,720	42	8,608	11
Net interest income	<b>6,965</b>	4,325	61	6,394	9
Net fee and commission income	<b>1,674</b>	1,659	1	1,432	17
Treasury Markets sales and other income	<b>896</b>	736	22	782	15
<b>Treasury Markets Trading Income<sup>2</sup></b>	<b>446</b>	701	(36)	473	(6)
Net interest income	<b>(261)</b>	316	NM	(94)	(>100)
Non-interest income	<b>707</b>	385	84	567	25
<b>Total income</b>	<b>9,981</b>	7,421	34	9,081	10
Expenses	<b>3,813</b>	3,302	15	3,788	1
Profit before allowances	<b>6,168</b>	4,119	50	5,293	17
Allowances for credit and other losses	<b>233</b>	101	>100	136	71
ECL <sup>3</sup> Stage 3 (SP)	<b>176</b>	236	(25)	99	78
ECL <sup>3</sup> Stage 1 and 2 (GP)	<b>57</b>	(135)	NM	37	54
Share of profits/losses of associates and JVs	<b>105</b>	118	(11)	89	18
<b>Profit before tax</b>	<b>6,040</b>	4,136	46	5,246	15
<b>Net profit</b>	<b>5,260</b>	3,616	45	4,577	15
One-time item <sup>4</sup>	<b>(60)</b>	-	NM	-	NM
<b>Net profit including one-time item</b>	<b>5,200</b>	3,616	44	4,577	14
<b>Selected balance sheet items (\$m)</b>					
Customer loans	<b>415,713</b>	424,533	(2)	414,519	0
Constant-currency change			(0)		(0)
Total assets	<b>757,907</b>	745,637	2	743,368	2
of which: Non-performing assets	<b>4,990</b>	5,908	(16)	5,125	(3)
Customer deposits	<b>520,071</b>	527,828	(1)	527,000	(1)
Constant-currency change			0		(2)
Total liabilities	<b>698,972</b>	689,571	1	686,296	2
Shareholders' funds	<b>58,748</b>	55,875	5	56,887	3
<b>Key financial ratios (%) (excluding one-time item)<sup>5</sup></b>					
Net interest margin – Group	<b>2.14</b>	1.52		1.97	
Net interest margin – Commercial Book <sup>1</sup>	<b>2.75</b>	1.75		2.45	
Cost/ income ratio	<b>38.2</b>	44.5		41.7	
Return on assets	<b>1.42</b>	1.02		1.21	
Return on equity <sup>6</sup>	<b>18.9</b>	13.3		16.8	
NPL ratio	<b>1.1</b>	1.3		1.1	
Total allowances/ NPA	<b>127</b>	113		122	
Total allowances/ unsecured NPA	<b>224</b>	199		215	
SP for loans/ average loans (bp)	<b>8</b>	11		4	
Common Equity Tier 1 capital adequacy ratio	<b>14.1</b>	14.2		14.6	
<b>Per share data (\$)</b>					
Per basic and diluted share					
– earnings excluding one-time item	<b>4.08</b>	2.80		3.49	
– earnings	<b>4.06</b>	2.80		3.49	
– net book value <sup>7</sup>	<b>21.85</b>	20.78		21.17	

**Notes:**

1 Exclude Treasury Markets trading income

2 Excludes customer sales income, which is reflected in the Consumer Banking/Wealth Management and Institutional business segment under Commercial Book

3 Refers to expected credit loss

4 Refers to Citibank Taiwan integration costs, net of tax

5 Return on assets, return on equity, ECL Stage 3 (SP) for loans/average loans and per share data are computed on an annualised basis

6 Calculated based on net profit attributable to the shareholders net of dividends on other equity instruments. Non-controlling interests and other equity instruments are not included as equity in the computation of return on equity

7 Non-controlling interests are not included as equity in the computation of net book value per share

NM Not meaningful

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

	2nd Qtr 2023	2nd Qtr 2022	% chg	1st Qtr 2023	% chg
<b>Selected income statement items (\$m)</b>					
<b>Commercial Book Total Income<sup>1</sup></b>	<b>4,868</b>	3,470	40	4,667	4
Net interest income	<b>3,581</b>	2,320	54	3,384	6
Net fee and commission income	<b>823</b>	768	7	851	(3)
Treasury Markets sales and other income	<b>464</b>	382	21	432	7
<b>Treasury Markets Trading Income<sup>2</sup></b>	<b>177</b>	270	(34)	269	(34)
Net interest income	<b>(148)</b>	134	NM	(113)	(31)
Non-interest income	<b>325</b>	136	>100	382	(15)
<b>Total income</b>	<b>5,045</b>	3,740	35	4,936	2
Expenses	<b>1,931</b>	1,658	16	1,882	3
Profit before allowances	<b>3,114</b>	2,082	50	3,054	2
Allowances for credit and other losses	<b>72</b>	46	57	161	(55)
ECL <sup>3</sup> Stage 3 (SP)	<b>114</b>	69	65	62	84
ECL <sup>3</sup> Stage 1 and 2 (GP)	<b>(42)</b>	(23)	(83)	99	NM
Share of profits/losses of associates and JVs	<b>42</b>	52	(19)	63	(33)
<b>Profit before tax</b>	<b>3,084</b>	2,088	48	2,956	4
<b>Net profit</b>	<b>2,689</b>	1,815	48	2,571	5
One-time item <sup>4</sup>	<b>(60)</b>	-	NM	-	NM
<b>Net profit including one-time item</b>	<b>2,629</b>	1,815	45	2,571	2
<b>Selected balance sheet items (\$m)</b>					
Customer loans	<b>415,713</b>	424,533	(2)	416,976	(0)
Constant-currency change			(0)		(1)
Total assets	<b>757,907</b>	745,637	2	744,968	2
of which: Non-performing assets	<b>4,990</b>	5,908	(16)	4,951	1
Customer deposits	<b>520,071</b>	527,828	(1)	529,223	(2)
Constant-currency change			0		(3)
Total liabilities	<b>698,972</b>	689,571	1	687,184	2
Shareholders' funds	<b>58,748</b>	55,875	5	57,595	2
<b>Key financial ratios (%) (excluding one-time item)<sup>5</sup></b>					
Net interest margin – Group	<b>2.16</b>	1.58		2.12	
Net interest margin – Commercial Book <sup>1</sup>	<b>2.81</b>	1.85		2.69	
Cost/income ratio	<b>38.3</b>	44.3		38.1	
Return on assets	<b>1.44</b>	0.99		1.41	
Return on equity <sup>6</sup>	<b>19.2</b>	13.4		18.6	
NPL ratio	<b>1.1</b>	1.3		1.1	
Total allowances / NPA	<b>127</b>	113		127	
Total allowances / unsecured NPA	<b>224</b>	199		229	
SP for loans / average loans (bp)	<b>10</b>	8		6	
Common Equity Tier 1 capital adequacy ratio	<b>14.1</b>	14.2		14.4	
<b>Per share data (\$)</b>					
Per basic and diluted share					
– earnings excluding one-time item	<b>4.15</b>	2.80		4.02	
– earnings	<b>4.13</b>	2.80		4.02	
– net book value <sup>7</sup>	<b>21.85</b>	20.78		21.41	

**Notes:**

- 1 Exclude Treasury Markets trading income
  - 2 Excludes customer sales income, which is reflected in the Consumer Banking/Wealth Management and Institutional business segment under Commercial Book
  - 3 Refers to expected credit loss
  - 4 Refers to Citibank Taiwan integration costs, net of tax
  - 5 Return on assets, return on equity, ECL Stage 3 (SP) for loans/average loans and per share data are computed on an annualised basis
  - 6 Calculated based on net profit attributable to the shareholders net of dividends on other equity instruments. Non-controlling interests and other equity instruments are not included as equity in the computation of return on equity
  - 7 Non-controlling interests are not included as equity in the computation of net book value per share
- NM Not meaningful

**First Half**

First-half net profit rose 45% from a year ago to a record \$5.26 billion. Total income increased 34% to \$10.0 billion, driven by the commercial book from a higher net interest margin as well as improved card fees and treasury customer income. The performance was moderated by lower Treasury Markets trading income. The cost-income ratio improved six percentage points to 38%. Asset quality remained resilient with specific allowances at eight basis points of loans. Return on equity climbed to a new high of 18.9%.

Commercial book net interest income grew 61% to \$6.97 billion, boosted by a 100-basis-point improvement in net interest margin to 2.75% on the back of higher interest rates. Loans were stable in constant-currency terms over the first six months at \$416 billion, as growth in non-trade corporate loans was offset by a decline in trade loans. Housing loans were stable, while wealth management loans fell modestly. Deposits fell 2% in constant-currency terms to \$520 billion as Casa deposit outflows were partially offset by growth in fixed deposits.

Commercial book net fee income rose 1% to \$1.67 billion. Wealth management fees were stable at \$742 million as a decline of 11% in the first quarter was offset by a 12% increase in the second quarter. Card fees grew 19% to \$464 million due to higher spending including for travel. Loan-related fees were higher by 7% to \$275 million. These increases were moderated by a 5% decline in transaction service fees to \$451 million, led by trade finance.

Commercial book treasury customer sales and other income rose 22% to \$896 million as treasury customer sales reached a record.

Expenses were 15% higher than a year ago at \$3.81 billion and stable from the previous half.

With total income growth outpacing the increase in expenses, the cost-income ratio improved from 44% to 38%, and profit before allowances rose 50% to \$6.17 billion.

Integration costs of \$60 million for the acquisition of the Taiwan consumer banking business from Citigroup Inc was accrued in the second quarter. Taking this one-time item into account, first-half net profit amounted to \$5.20 billion.

**Second Quarter**

Second-quarter net profit rose 5% from the previous quarter and 48% from a year ago to \$2.69 billion, with return on equity reaching 19.2%, both at new quarterly highs. Total income exceeded \$5 billion for the first time, rising 2% from the previous quarter and 35% from

a year ago. The growth was driven by increased commercial book income, partially offset by lower Treasury Markets trading income.

Commercial book net interest income grew 6% from the previous quarter to \$3.58 billion. Net interest margin expanded 12 basis points to 2.81% as continued asset repricing more than offset higher deposits costs. Loans declined 1% driven by a contraction in trade loans due to a general market slowdown and unattractive pricing. Deposits fell 3% from a decline in Casa deposits. Compared to a year ago, net interest income increased 54% as net interest margin rose 96 basis points, while loans were stable.

Commercial book net fee income declined 3% from the previous quarter to \$823 million as improvements in wealth management and card fees were offset by lower investment banking, transaction service and loan-related fees. Compared to a year ago, net fee income rose by 7% as wealth, card, and loan-related fees grew double-digits.

Commercial book treasury customer sales and other income rose 7% from the previous quarter and 21% from a year ago to \$464 million.

Expenses increased 3% from the previous quarter and 16% from a year ago to \$1.93 billion.

Profit before allowances reached \$3.11 billion, 2% above the previous quarter and 50% higher than a year ago.

**Asset Quality, Liquidity and Capital**

Asset quality was resilient. The NPL ratio was unchanged at 1.1% over the six months as new non-performing asset formation remained low and was offset by repayments and write-offs. First-half specific allowances declined 25% from a year ago to \$176 million or eight basis points of loans.

General allowances of \$57 million were taken in the first half, with \$99 million taken in the first quarter to strengthen GP reserves, and \$42 million written back in the second quarter due to transfers to NPA and credit upgrades.

Total allowance reserves amounted to \$6.33 billion, resulting in an allowance coverage of 127% and of 224% after considering collateral.

Liquidity and capital remained healthy. The first-half liquidity coverage ratio was at 146% and the net stable funding ratio was at 116%. The Common Equity Tier 1 ratio was at 14.1% while the leverage ratio was at 6.5%. All of these ratios were comfortably above regulatory requirements.

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

## NET INTEREST INCOME

In \$m	1st Half 2023	1st Half 2022	2nd Half 2022
<b>Net interest income</b>	<b>6,704</b>	4,641	6,300
Less: Treasury Markets	<b>(261)</b>	316	(94)
<b>Commercial book NII<sup>1</sup></b>	<b>6,965</b>	4,325	6,394
<b>Average interest-bearing assets (IBA)</b>	<b>631,675</b>	616,631	632,904
Less: Treasury Markets	<b>120,481</b>	118,888	116,015
<b>Commercial book average IBA<sup>1</sup></b>	<b>511,194</b>	497,743	516,889
<b>Net interest margin (%)<sup>2</sup></b>	<b>2.14</b>	1.52	1.97
<b>Commercial book NIM (%)<sup>1,2</sup></b>	<b>2.75</b>	1.75	2.45

Average balance sheet	1st Half 2023			1st Half 2022			2nd Half 2022		
	Average balance (\$m)	Interest (\$m)	Average rate (%)	Average balance (\$m)	Interest (\$m)	Average rate (%)	Average balance (\$m)	Interest (\$m)	Average rate (%)
Customer non-trade loans	371,666	8,134	4.41	369,172	3,899	2.13	376,695	6,369	3.35
Trade assets	46,763	1,247	5.38	49,273	405	1.66	49,265	912	3.67
Interbank assets <sup>3</sup>	73,289	1,433	3.94	72,943	278	0.77	71,774	977	2.70
Securities and others	139,957	2,414	3.48	125,243	1,196	1.93	135,170	1,891	2.77
<b>Interest bearing assets</b>	<b>631,675</b>	<b>13,228</b>	<b>4.22</b>	616,631	5,778	1.89	632,904	10,149	3.18
Customer deposits	517,391	4,917	1.92	514,997	760	0.30	529,356	2,781	1.04
Other borrowings	84,061	1,607	3.85	82,427	377	0.92	83,496	1,068	2.54
<b>Interest-bearing liabilities</b>	<b>601,452</b>	<b>6,524</b>	<b>2.19</b>	597,424	1,137	0.38	612,852	3,849	1.25
<b>Net interest income/margin<sup>2</sup></b>		<b>6,704</b>	<b>2.14</b>		4,641	1.52		6,300	1.97

Notes:

1 Excludes Treasury Markets

2 Net interest margin is net interest income expressed as a percentage of average interest-bearing assets

3 Includes non-restricted balances with central bank

First-half net interest income rose 44% from a year ago to \$6.70 billion. The increase was driven mainly by the impact of higher interest rates on the commercial book. The commercial book net interest margin expanded by 100 basis points to 2.75% as asset repricing more than offset increases in deposit costs.

Compared to the previous half-year, net interest income increased 6% mainly from an expansion in commercial book net interest margin.



## DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

<b>Volume and rate analysis (\$m)</b> Increase/(decrease) due to change in	1st Half 2023 vs 1st Half 2022			1st Half 2023 vs 2nd Half 2022		
	Volume	Rate	Net change	Volume	Rate	Net change
<b>Interest income</b>						
Customer non-trade loans	27	4,208	4,235	(85)	1,985	1,900
Trade assets	(21)	863	842	(46)	401	355
Interbank assets	1	1,154	1,155	21	459	480
Securities and others	140	1,078	1,218	67	497	564
<b>Total</b>	<b>147</b>	<b>7,303</b>	<b>7,450</b>	<b>(43)</b>	<b>3,342</b>	<b>3,299</b>
<b>Interest expense</b>						
Customer deposits	3	4,154	4,157	(63)	2,280	2,217
Other borrowings	8	1,222	1,230	7	559	566
<b>Total</b>	<b>11</b>	<b>5,376</b>	<b>5,387</b>	<b>(56)</b>	<b>2,839</b>	<b>2,783</b>
<b>Net impact on net interest income</b>	<b>136</b>	<b>1,927</b>	<b>2,063</b>	<b>13</b>	<b>503</b>	<b>516</b>
Due to change in number of days			-			(112)
<b>Net Interest Income</b>			<b>2,063</b>			<b>404</b>

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

## NET FEE AND COMMISSION INCOME

(\$m)	1st Half 2023	1st Half 2022	% chg	2nd Half 2022	% chg
Investment banking	75	73	3	48	56
Transaction services <sup>1</sup>	451	473	(5)	456	(1)
Loan-related	275	258	7	201	37
Cards <sup>2</sup>	464	390	19	468	(1)
Wealth management	742	745	(0)	585	27
<b>Fee and commission income</b>	<b>2,007</b>	1,939	4	1,758	14
Less: Fee and commission expense	333	280	19	326	2
<b>Total</b>	<b>1,674</b>	1,659	1	1,432	17

Notes:

1 Includes trade & remittances, guarantees and deposit-related fees

2 Net of interchange fees paid

First-half net fee income rose 1% from a year ago to \$1.67 billion, with a 4% decline in the first quarter offset by a 7% increase in the second quarter.

Wealth management fees were stable at \$742 million as an 11% decline in the first quarter was offset by a 12% growth in the second quarter.

Card fees grew 19% to \$464 million from higher spending, including for travel. Loan-related fees increased 7% to \$275 million. Investment banking fees

rose 3% to \$75 million on higher contribution from debt and equity capital market activities. These increases were moderated by a 5% decline in transaction service fees to \$451 million led by trade finance.

Compared to the previous half-year, net fee income rose 17%, driven by double-digit increases in wealth management, loan-related and investment banking fees.

## OTHER NON-INTEREST INCOME

(\$m)	1st Half 2023	1st Half 2022	% chg	2nd Half 2022	% chg
Net trading income	1,434	1,060	35	1,253	14
Net income from investment securities	130	49	>100	66	97
Others (include rental income and gain on disposal of fixed assets)	39	12	>100	30	30
<b>Total</b>	<b>1,603</b>	1,121	43	1,349	19
Commercial book	896	736	22	782	15
Treasury Markets	707	385	84	567	25
<b>Total</b>	<b>1,603</b>	1,121	43	1,349	19

First-half other non-interest income rose 43% from a year ago to \$1.60 billion. Net trading income rose 35% to \$1.43 billion from higher trading gains and an increase in treasury customer sales to both wealth management and corporate customers. Additionally,

gains from investment securities more than doubled due to improved market opportunities.

Compared to the previous half-year, other non-interest income was 19% higher due to increased net trading income and gains from investment securities.

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

## EXPENSES<sup>1</sup>

(\$m)	1st Half 2023	1st Half 2022	% chg	2nd Half 2022	% chg
Staff	2,430	2,054	18	2,322	5
Occupancy	197	193	2	203	(3)
Computerisation	565	546	3	654	(14)
Revenue-related	201	166	21	186	8
Others	420	343	22	423	(1)
<b>Total</b>	<b>3,813</b>	<b>3,302</b>	<b>15</b>	<b>3,788</b>	<b>1</b>
Staff count <sup>2</sup> at period-end	36,791	33,475	10	35,906	2
Included in the above table was:					
Depreciation of properties and other fixed assets	352	351	0	350	1

Notes:

1 Excludes one-time item

2 Measured based on full-time equivalent. Jun'23 included 556 staff count employed to support Citibank Taiwan integration

First-half expenses of \$3.81 billion were 15% higher than a year ago and stable from the previous half.

Staff costs increased 18% from a year ago due to salary increments and to headcount growth in the previous half. Staff costs were 5% higher compared to the previous half.

Non-staff costs were 11% higher than a year ago as revenue-related, computerisation and other expenses rose. Non-staff costs were 6% lower than the previous half which included certain non-recurring items.

The cost-income ratio improved from 44% a year ago and 42% in the previous half to 38%.

## ALLOWANCES FOR CREDIT AND OTHER LOSSES

(\$m)	1st Half 2023	1st Half 2022	% chg	2nd Half 2022	% chg
<b>ECL<sup>1</sup> Stage 1 and 2 (GP)</b>	<b>57</b>	<b>(135)</b>	<b>NM</b>	<b>37</b>	<b>54</b>
ECL <sup>1</sup> Stage 3 (SP) for loans <sup>2</sup>	164	238	(31)	85	93
Singapore	22	1	>100	(19)	NM
Hong Kong	40	19	>100	24	67
Rest of Greater China	46	76	(39)	72	(36)
South and Southeast Asia	56	(20)	NM	8	>100
Rest of the World	-	162	(100)	-	-
ECL <sup>1</sup> Stage 3 (SP) for other credit exposures	14	(3)	NM	12	17
<b>Total ECL1 Stage 3 (SP)</b>	<b>178</b>	<b>235</b>	<b>(24)</b>	<b>97</b>	<b>84</b>
<b>Allowances for other assets</b>	<b>(2)</b>	<b>1</b>	<b>NM</b>	<b>2</b>	<b>NM</b>
<b>Total</b>	<b>233</b>	<b>101</b>	<b>&gt;100</b>	<b>136</b>	<b>71</b>

Notes:

1 Refers to expected credit loss

2 SP for loans by geography are determined according to the location where the borrower is incorporated

NM Not Meaningful

First-half total allowances rose from \$101 million a year ago to \$233 million due to higher general allowances.

General allowances of \$57 million were taken in the first half, comprising \$99 million taken in the first quarter to strengthen GP reserves, and \$42 million

written back in the second quarter due to transfers to NPA and credit upgrades.

Specific allowances for loans declined 31% from a year ago to \$164 million or eight basis points of loans as asset quality remained resilient.

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

## PERFORMANCE BY BUSINESS SEGMENTS

(\$m)	Commercial Book			Treasury Markets	Total
	Consumer Banking/ Wealth Management	Institutional Banking	Others		
<b>Selected income statement items<sup>1</sup></b>					
<b>1st Half 2023</b>					
Net interest income	2,926	3,572	467	(261)	6,704
Net fee and commission income	967	697	10	-	1,674
Other non-interest income	379	424	93	707	1,603
<b>Total income</b>	<b>4,272</b>	<b>4,693</b>	<b>570</b>	<b>446</b>	<b>9,981</b>
Expenses	2,050	1,202	254	307	3,813
Allowances for credit and other losses	106	(62)	189	-	233
Share of profits/losses of associates and JVs	-	2	99	4	105
<b>Profit before tax</b>	<b>2,116</b>	<b>3,555</b>	<b>226</b>	<b>143</b>	<b>6,040</b>
<b>2nd Half 2022</b>					
Net interest income	2,642	3,269	483	(94)	6,300
Net fee and commission income	822	609	1	-	1,432
Other non-interest income	306	418	58	567	1,349
<b>Total income</b>	<b>3,770</b>	<b>4,296</b>	<b>542</b>	<b>473</b>	<b>9,081</b>
Expenses	2,015	1,187	270	316	3,788
Allowances for credit and other losses	105	(260)	296	(5)	136
Share of profits/(losses) of associates and JVs	-	-	86	3	89
<b>Profit before tax</b>	<b>1,650</b>	<b>3,369</b>	<b>62</b>	<b>165</b>	<b>5,246</b>
<b>1st Half 2022</b>					
Net interest income	1,628	2,300	397	316	4,641
Net fee and commission income	961	684	14	-	1,659
Other non-interest income	295	408	33	385	1,121
<b>Total income</b>	<b>2,884</b>	<b>3,392</b>	<b>444</b>	<b>701</b>	<b>7,421</b>
Expenses	1,788	1,067	144	303	3,302
Allowances for credit and other losses	53	56	(3)	(5)	101
Share of profits/losses of associates and JVs	-	-	117	1	118
<b>Profit before tax</b>	<b>1,043</b>	<b>2,269</b>	<b>420</b>	<b>404</b>	<b>4,136</b>

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

## PERFORMANCE BY BUSINESS SEGMENTS

(\$m)	Commercial Book			Treasury Markets	Total
	Consumer Banking/ Wealth Management	Institutional Banking	Others		
<b>Selected balance sheet and other Items<sup>2</sup></b>					
<b>30 Jun 2023</b>					
Total assets before goodwill and Intangibles	126,036	325,891	88,610	212,026	752,563
Goodwill and intangibles					5,344
Total assets					757,907
Total liabilities	284,424	218,476	51,718	144,354	698,972
Capital expenditure for 1st Half 2023	67	6	179	10	262
Depreciation for 1st Half 2023 <sup>1</sup>	11	2	338	1	352
<b>31 Dec 2022</b>					
Total assets before goodwill and Intangibles	126,394	326,469	80,193	204,972	738,028
Goodwill and intangibles					5,340
Total assets					743,368
Total liabilities	282,578	228,827	56,091	118,800	686,296
Capital expenditure for 2nd Half 2022	89	31	301	17	438
Depreciation for 2nd Half 2022	16	2	330	2	350
<b>30 Jun 2022</b>					
Total assets before goodwill and Intangibles	127,237	333,508	79,506	200,030	740,281
Goodwill and intangibles					5,356
Total assets					745,637
Total liabilities	287,294	228,444	59,403	114,430	689,571
Capital expenditure for 1st Half 2022	62	6	154	9	231
Depreciation for 1st Half 2022	17	2	331	1	351

**Notes:**

1 Excludes one-time item

2 Refer to sections on Customer Loans and Non-Performing Assets and Loss Allowance Coverage for more information on business segments

The business segment results are prepared based on the Group's internal management reporting, which reflects its management structure. As the activities of the Group are highly integrated, internal allocations have been made in preparing the segment information. Amounts for each business segment are shown after the allocation of certain centralised costs, funding income and the application of transfer pricing, where appropriate. Transactions between segments are recorded within the segment as if they are third party transactions and are eliminated on consolidation.

The various business segments are described below:

### **Consumer Banking/ Wealth Management**

Consumer Banking/ Wealth Management provides individual customers with a diverse range of banking

and related financial services. The products and services available to customers include current and savings accounts, fixed deposits, loans and home finance, cards, payments, investment and insurance products.

First-half profit before tax doubled from a year ago to \$2.12 billion. Total income grew 48% to \$4.27 billion. Net interest income rose 80% to \$2.93 billion, driven by increased income from wealth management and retail deposits due to higher interest rates and average volumes. Non-interest income grew 7% to \$1.35 billion, driven by improved wealth management product sales and by increased card fees from higher spending, including from travel. Expenses rose 15% to \$2.05 billion. Total allowances were \$53 million higher due to an increase in general allowances from a write-back a year ago as well as higher specific provisions.

Compared to the previous half year, profit before tax rose 28%. Total income was 13% higher. Net interest income increased 11% from a higher net interest margin. Non-interest income rose 19% from higher wealth management fees. Expenses were 2% higher and total allowances were stable.

### **Institutional Banking**

Institutional Banking provides financial services and products to institutional clients, including bank and non-bank financial institutions, government-linked companies, large corporates and small and medium sized businesses. Products and services comprise the full range of credit facilities from short-term working capital financing to specialised lending. It also provides global transactional services such as cash management, trade finance and securities and fiduciary services; treasury and markets products; corporate finance and advisory banking as well as capital markets solutions.

First-half profit before tax of \$3.56 billion was 57% higher than a year ago. Total income rose 38% to \$4.69 billion. Net interest income grew 55% to \$3.57 billion from an improved net interest margin and higher average loan and deposit volumes. Non-interest income grew 3% to \$1.12 billion, driven by stronger treasury customer flows as well as loan-related and cash management activities, and moderated by a decline in trade finance. Expenses rose 13% to \$1.20 billion, while total allowances declined by \$118 million to a \$62 million write-back.

Compared to the previous half year, profit before tax grew 6%. Total income rose 9%, driven by higher cash management and treasury customer flows, and partially offset by lower trade finance activities. Expenses were stable. The write-back of total allowances was smaller compared to the previous half's \$260 million.

### **Treasury Markets**

Treasury Markets' activities primarily include structuring, market-making and trading across a broad range of treasury products.

First-half profit before tax fell 65% from a year ago to \$143 million. Total income was \$446 million, down 36%, reflecting a high year-ago base in the first quarter and the impact of higher funding costs. The decline was led by lower income from interest rate activities. Expenses were stable at \$307 million.

Compared to the previous half year, total income fell 6% as a lower contribution from foreign exchange activities was partially offset by increased income from interest rate products and equity derivatives. Expenses declined 3% due to lower business-related expenses.

Income from the sale of treasury products offered to the customers of Consumer Banking/ Wealth Management and Institutional Banking is not reflected in the Treasury Markets segment, but in the respective customer segments.

Income from treasury customer sales rose 11% from a year ago to \$935 million, due mainly to higher sales of foreign exchange and equity derivative products, partially offset by lower credit product sales. Compared to the previous half year, income increased 16%, due mainly to higher sales of equity derivative, foreign exchange, interest rate and fixed income products.

### **Others**

The Others segment encompasses the results of corporate decisions that are not attributed to business segments. It includes earnings on capital deployed into high quality assets, earnings from non-core asset sales and certain other head office items such as centrally raised allowances. DBS Vickers is also included in this segment.

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

## PERFORMANCE BY GEOGRAPHY

(\$m)	Singapore	Hong Kong	Rest of Greater China	South and South-east Asia	Rest of the World	Total
<b>Selected income statement items<sup>1</sup></b>						
<b>1st Half 2023</b>						
Net interest income	4,501	1,035	374	543	251	6,704
Net fee and commission income	1,052	350	88	137	47	1,674
Other non-interest income	1,173	189	149	32	60	1,603
<b>Total income</b>	<b>6,726</b>	<b>1,574</b>	<b>611</b>	<b>712</b>	<b>358</b>	<b>9,981</b>
Expenses	2,316	573	420	441	63	3,813
Allowances for credit and other losses	102	45	48	50	(12)	233
Share of profits/losses of associates and JVs	10	-	91	-	4	105
<b>Profit before tax</b>	<b>4,318</b>	<b>956</b>	<b>234</b>	<b>221</b>	<b>311</b>	<b>6,040</b>
Income tax expense	461	148	34	49	87	779
<b>Net profit</b>	<b>3,857</b>	<b>808</b>	<b>200</b>	<b>171</b>	<b>224</b>	<b>5,260</b>
<b>2nd Half 2022</b>						
Net interest income	4,074	1,106	387	496	237	6,300
Net fee and commission income	900	318	79	103	32	1,432
Other non-interest income	961	207	101	13	67	1,349
<b>Total income</b>	<b>5,935</b>	<b>1,631</b>	<b>567</b>	<b>612</b>	<b>336</b>	<b>9,081</b>
Expenses	2,206	598	456	464	64	3,788
Allowances for credit and other losses	46	13	54	45	(22)	136
Share of profits/losses of associates and JVs	4	-	82	-	3	89
<b>Profit before tax</b>	<b>3,687</b>	<b>1,020</b>	<b>139</b>	<b>103</b>	<b>297</b>	<b>5,246</b>
Income tax expense	406	168	15	23	57	669
<b>Net profit</b>	<b>3,281</b>	<b>852</b>	<b>124</b>	<b>80</b>	<b>240</b>	<b>4,577</b>
<b>1st Half 2022</b>						
Net interest income	2,911	738	381	397	214	4,641
Net fee and commission income	1,043	354	97	127	38	1,659
Other non-interest income	755	200	118	42	6	1,121
<b>Total income</b>	<b>4,709</b>	<b>1,292</b>	<b>596</b>	<b>566</b>	<b>258</b>	<b>7,421</b>
Expenses	1,883	539	395	430	55	3,302
Allowances for credit and other losses	(79)	43	52	(42)	127	101
Share of profits/losses of associates and JVs	21	-	97	-	-	118
<b>Profit before tax</b>	<b>2,926</b>	<b>710</b>	<b>246</b>	<b>178</b>	<b>76</b>	<b>4,136</b>
Income tax expense	307	117	30	48	17	519
<b>Net profit</b>	<b>2,619</b>	<b>593</b>	<b>216</b>	<b>129</b>	<b>59</b>	<b>3,616</b>

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

## PERFORMANCE BY GEOGRAPHY

(\$m)	Singapore	Hong Kong	Rest of Greater China	South and South-east Asia	Rest of the World	Total
<b>Selected balance sheet items</b>						
<b>30 Jun 2023</b>						
Total assets before goodwill and Intangibles	503,627	108,445	59,183	32,005	49,303	752,563
Goodwill and intangibles	5,133	29	-	182	-	5,344
Total assets	508,760	108,474	59,183	32,187	49,303	757,907
Non-current assets <sup>2</sup>	3,865	621	750	309	23	5,568
Gross customer loans	263,897	71,703	36,754	17,215	32,014	421,583
<b>31 Dec 2022</b>						
Total assets before goodwill and Intangibles	491,852	107,879	60,303	28,900	49,094	738,028
Goodwill and intangibles	5,133	29	-	178	-	5,340
Total assets	496,985	107,908	60,303	29,078	49,094	743,368
Non-current assets <sup>2</sup>	3,957	648	579	314	20	5,518
Gross customer loans	262,682	74,154	36,838	15,185	31,425	420,284
<b>30 Jun 2022</b>						
Total assets before goodwill and Intangibles	485,285	118,806	59,766	29,606	46,818	740,281
Goodwill and intangibles	5,133	30	-	193	-	5,356
Total assets	490,418	118,836	59,766	29,799	46,818	745,637
Non-current assets <sup>2</sup>	3,871	675	507	332	23	5,408
Gross customer loans	262,132	84,637	38,275	16,274	29,359	430,677

Note:

1 Excludes one-time item

2 Includes investments in associates and joint ventures, properties and other fixed assets

The Group's performance by geography includes net revenues and expenses from internal and external counterparties. The performance by geography is classified based on the location in which income and assets are recorded, while some items such as centrally-managed credit allowances and technology-related services are reflected in Singapore. Hong Kong comprises mainly DBS Bank (HK) Limited and DBS HK branch. Rest of Greater China comprises mainly DBS Bank (China) Ltd, DBS Bank (Taiwan) Ltd and DBS Taipei branch and DBS Securities (China) Co., Ltd. South and Southeast Asia comprises mainly PT Bank DBS Indonesia, DBS India Ltd and DBS Labuan branch and DBS Vietnam branch. All results are prepared in accordance with Singapore Financial Reporting Standards (International).

### Singapore

First-half net profit rose 47% from a year ago to \$3.86 billion. Total income increased 43% to \$6.73 billion. Net interest income grew 55% to \$4.50 billion as net interest margin was boosted by higher interest rates. Non-interest income grew 24% to \$2.23 billion due to higher income from investment product sales, cards and treasury customer sales. Expenses rose 23% to \$2.32 billion. Total

allowances increased from a \$79 million write-back a year ago to a \$102 million charge as general allowance reserves were strengthened.

Compared to the previous half year, net profit was 18% higher. Total income rose 13% from double-digit increases in net interest income, fee income and other non-interest income. Expenses were 5% higher. Total allowances increased, reflecting higher specific allowances.

### Hong Kong

The first-half results incorporated a 2% depreciation of the Hong Kong dollar against the Singapore dollar compared to a year ago.

First-half net profit of \$808 million was 36% higher than a year ago as total income rose 22% to \$1.57 billion. Net interest income rose 40% to \$1.04 billion as a 61-basis-point expansion in net interest margin to 1.79% more than offset the impact of lower loan and deposit volumes. Loans fell 13% in constant-currency terms impacted by a slowdown in trade, higher interest rates and a widened rate differential with mainland China. Deposits fell 14% in tandem. Net fee income was stable at \$350 million as higher income from wealth management product sales



was offset by lower contribution from loan-related and trade finance activities. Other non-interest income fell 6% to \$189 million due to declines in treasury customer sales and trading gains. Expenses increased 6% to \$573 million led by higher staff costs. Total allowances increased slightly to \$45 million as higher specific allowances were offset by a higher general allowance write-back.

Compared to the previous half year, net profit was 5% lower. Total income fell 3% as net interest income was impacted by a decline in Hong Kong interest rates over the first quarter. This decline was partially offset by a 4% reduction in expenses. Total allowances rose from \$13 million to \$45 million due to higher specific allowances and a lower general allowance write-back.

## Rest of Greater China

First-half net profit fell 7% from a year ago to \$200 million. Total income rose 3% to \$611 million due mainly to higher trading income in Taiwan. Expenses grew 6% to \$420 million from higher staff and revenue-related costs. Total allowances declined 8% to \$48 million as lower general allowances more than offset higher specific allowances.

Net profit was 61% higher than the previous half year. Total income increased 8% from stronger fees and other non-interest income. Expenses declined 8%, while total allowances fell 11%.

## South and Southeast Asia

First-half net profit rose 33% from a year ago to \$171 million. Total income was 26% higher at \$712 million as increases in net interest income and net fee income were moderated by decline in other non-interest income. Expenses rose 3% to \$441 million. Total allowances increased from a \$42 million write-back a year ago to a \$50 million charge due to a lower general allowance write-back and higher specific allowances.

Compared to the previous half year, net profit more than doubled on stronger total income and lower expenses.

## Rest of the World

First-half net profit nearly quadrupled from \$59 million a year ago to \$224 million driven by higher total income and lower total allowances. Total income rose 39% to \$358 million due mainly to higher net interest income and trading gains. Expenses were 15% higher at \$63 million. Total allowances declined from a \$127 million charge a year ago to a \$12 million write-back due to lower specific allowances.

Compared to the previous half year, net profit fell 7% as a 7% increase in total income was offset by a lower general allowance write-back and higher taxes.

**CUSTOMER LOANS**

(\$m)	30 Jun 2023	31 Dec 2022	30 Jun 2022
Gross	421,583	420,284	430,677
Less:			
ECL <sup>1</sup> Stage 3 (SP)	2,300	2,299	2,746
ECL <sup>1</sup> Stage 1 & 2 (GP)	3,570	3,466	3,398
Net total	415,713	414,519	424,533
<b>By business unit</b>			
Consumer Banking/Wealth Management	123,195	123,267	124,770
Institutional Banking	293,203	291,565	299,303
Others	5,185	5,452	6,604
Total (Gross)	421,583	420,284	430,677
<b>By geography<sup>2</sup></b>			
Singapore	194,053	195,836	196,447
Hong Kong	68,846	71,845	75,059
Rest of Greater China	52,919	53,835	61,870
South and Southeast Asia	33,027	30,374	32,260
Rest of the World	72,738	68,394	65,041
Total (Gross)	421,583	420,284	430,677
<b>By industry</b>			
Manufacturing	46,744	45,758	51,052
Building and construction	112,511	111,605	111,974
Housing loans	80,800	80,625	78,800
General commerce	38,554	41,537	46,553
Transportation, storage & communications	33,025	31,466	31,173
Financial institutions, investment & holding companies	39,305	39,485	36,969
Professionals & private individuals (excluding housing loans)	36,219	36,869	39,466
Others	34,425	32,939	34,690
Total (Gross)	421,583	420,284	430,677
<b>By currency</b>			
Singapore dollar	163,574	164,110	161,987
US dollar	110,437	115,803	130,100
Hong Kong dollar	51,062	51,043	52,946
Chinese yuan	18,592	19,282	17,825
Others	77,918	70,046	67,819
Total (Gross)	421,583	420,284	430,677

**Notes:**

1 Refers to expected credit loss

2 Loans by geography are determined according to the location where the borrower, or the issuing bank in the case of bank backed export financing, is incorporated

Gross customer loans were stable in constant-currency terms from a year ago and the previous half at \$422 billion.

Over the first six months, non-trade corporate loans grew 1% or \$3 billion, which was offset by an 8% or \$3 billion contraction in trade loans. Housing loans were stable, while wealth management loans declined modestly.

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

## NON-PERFORMING ASSETS AND LOSS ALLOWANCE COVERAGE

	30 Jun 2023			31 Dec 2022			30 Jun 2022		
	NPA (\$m)	NPL (% of loans)	SP <sup>3</sup> (\$m)	NPA (\$m)	NPL (% of loans)	SP <sup>3</sup> (\$m)	NPA (\$m)	NPL (% of loans)	SP <sup>3</sup> (\$m)
<b>By business unit</b>									
Consumer Banking/ Wealth Management	523	0.4	151	539	0.4	142	596	0.5	147
Institutional Banking and Others	4,098	1.4	2,149	4,220	1.4	2,157	4,895	1.6	2,599
Total non-performing loans (NPL)	4,621	1.1	2,300	4,759	1.1	2,299	5,491	1.3	2,746
Debt securities, contingent liabilities & others	369	-	225	366	-	207	417	-	209
Total non-performing assets (NPA)	4,990	-	2,525	5,125	-	2,506	5,908	-	2,955
<b>By geography<sup>1</sup></b>									
Singapore	2,295	1.2	1,219	2,289	1.2	1,222	2,774	1.4	1,445
Hong Kong	710	1.0	306	794	1.1	374	813	1.1	430
Rest of Greater China	555	1.0	207	538	1.0	175	396	0.6	135
South and Southeast Asia	752	2.3	517	716	2.4	468	1,008	3.1	528
Rest of the World	309	0.4	51	422	0.6	60	500	0.8	208
Total non-performing loans (NPL)	4,621	1.1	2,300	4,759	1.1	2,299	5,491	1.3	2,746
Debt securities, contingent liabilities & others	369	-	225	366	-	207	417	-	209
Total non-performing assets (NPA)	4,990	-	2,525	5,125	-	2,506	5,908	-	2,955
<b>Loss Allowance Coverage</b>									
ECL <sup>2</sup> Stage 3 (SP)			2,525			2,506			2,955
ECL <sup>2</sup> Stage 1 and 2 (GP)			3,802			3,736			3,737
Total allowances			6,327			6,242			6,692
Total allowances / NPA			127%			122%			113%
Total allowances/ unsecured NPA <sup>3</sup>			224%			215%			199%

Notes:

1 NPLs by geography are determined according to the location where the borrower is incorporated

2 Refers to expected credit loss

3 Refers to Expected Credit Loss Stage 3

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

## NON-PERFORMING ASSETS AND LOSS ALLOWANCE COVERAGE

(\$m)	30 Jun 2023		31 Dec 2022		30 Jun 2022	
	NPA	SP <sup>1</sup>	NPA	SP <sup>1</sup>	NPA	SP <sup>1</sup>
<b>By industry</b>						
Manufacturing	739	348	825	359	1,050	510
Building and construction	699	227	522	187	578	198
Housing loans	153	11	168	12	186	15
General commerce	927	639	858	616	902	666
Transportation, storage & communications	1,285	718	1,441	813	1,779	988
Financial institutions, investment & holding companies	64	50	66	50	94	66
Professionals & private individuals (excluding housing loans)	359	132	362	122	392	125
Others	395	175	517	140	510	178
Total non-performing loans	4,621	2,300	4,759	2,299	5,491	2,746
Debt securities, contingent liabilities & others	369	225	366	207	417	209
Total Non-performing assets (NPA)	4,990	2,525	5,125	2,506	5,908	2,955

(\$m)	30 Jun 2023		31 Dec 2022		30 Jun 2022	
	NPA	SP <sup>1</sup>	NPA	SP <sup>1</sup>	NPA	SP <sup>1</sup>
<b>By loan grading</b>						
<b>Non-performing assets</b>						
Substandard	2,773	504	2,581	489	2,924	516
Doubtful	1,151	955	1,371	844	1,604	1,059
Loss	1,066	1,066	1,173	1,173	1,380	1,380
Total	4,990	2,525	5,125	2,506	5,908	2,955
<b>Of which: restructured assets</b>						
Substandard	1,058	232	765	225	904	234
Doubtful	397	329	578	303	507	316
Loss	40	40	129	129	159	159
Total	1,495	601	1,472	657	1,570	709

(\$m)	30 Jun 2023	31 Dec 2022	30 Jun 2022
	NPA	NPA	NPA
<b>By collateral type</b>			
Unsecured non-performing assets	2,826	2,900	3,366
Secured non-performing assets by collateral type			
Properties	940	990	1,165
Shares and debentures	29	42	42
Cash deposits	13	18	16
Others	1,182	1,175	1,319
Total	4,990	5,125	5,908

Note:

1 Refers to Expected Credit Loss Stage 3

## DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

(\$m)	30 Jun 2023 NPA	31 Dec 2022 NPA	30 Jun 2022 NPA
<b>By period overdue</b>			
Not overdue	1,659	1,516	1,748
Within 90 days	278	324	250
Over 90 to 180 days	279	564	329
Over 180 days	2,774	2,721	3,581
<b>Total</b>	<b>4,990</b>	<b>5,125</b>	<b>5,908</b>

Asset quality continued to be resilient. The non-performing loan ratio was stable at 1.1% over the six months as new non-performing loan formation remained low and was offset by repayments and write-offs.

General allowance reserves remained prudent at \$3.80 billion. Total allowance reserves amounted to \$6.33 billion, resulting in an allowance coverage of 127% and of 224% after considering collateral of \$2.16 billion.

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

## CUSTOMER DEPOSITS

(\$m)	30 Jun 2023	31 Dec 2022	30 Jun 2022
<b>By currency and product</b>			
Singapore dollar	205,748	213,259	224,248
Fixed deposits	28,745	29,051	13,682
Savings accounts	132,486	137,836	161,631
Current accounts	44,354	46,214	48,893
Others	163	158	42
US dollar	200,040	198,124	188,511
Fixed deposits	125,608	108,764	72,747
Savings accounts	21,788	26,924	37,252
Current accounts	50,024	58,634	74,563
Others	2,620	3,802	3,949
Hong Kong dollar	33,210	36,211	38,000
Fixed deposits	16,749	18,287	13,096
Savings accounts	8,881	8,149	11,461
Current accounts	7,409	9,644	13,190
Others	171	131	253
Chinese yuan	20,002	21,795	19,684
Fixed deposits	10,795	10,799	9,917
Savings accounts	2,034	2,253	1,773
Current accounts	5,764	7,282	6,455
Others	1,409	1,461	1,539
Others	61,071	57,611	57,385
Fixed deposits	41,531	36,644	30,720
Savings accounts	10,324	11,565	13,397
Current accounts	8,904	9,081	13,058
Others	312	321	210
<b>Total</b>	<b>520,071</b>	<b>527,000</b>	<b>527,828</b>
Fixed deposits	223,428	203,545	140,162
Savings accounts	175,513	186,727	225,514
Current accounts	116,455	130,855	156,159
Others	4,675	5,873	5,993

Deposits of \$520 billion were stable compared to a year ago and 2% lower than the previous half in

constant-currency terms as Casa deposit outflows were offset by fixed deposit growth.

## DEBTS ISSUED

(\$m)	30 Jun 2023	31 Dec 2022	30 Jun 2022
Subordinated term debts <sup>1</sup>	2,357	4,412	4,572
Senior medium term notes <sup>1</sup>	8,783	6,592	6,726
Commercial papers <sup>1</sup>	9,551	19,053	18,598
Negotiable certificates of deposit <sup>1</sup>	6,751	5,910	6,333
Other debt securities <sup>1</sup>	11,249	8,058	8,581
Covered bonds and other secured notes <sup>2</sup>	10,980	7,575	7,204
<b>Total</b>	<b>49,671</b>	<b>51,600</b>	<b>52,014</b>
Due within 1 year	27,017	30,996	33,218
Due after 1 year <sup>3</sup>	22,654	20,604	18,796
<b>Total</b>	<b>49,671</b>	<b>51,600</b>	<b>52,014</b>

Notes:

1 Unsecured

2 Collaterals are in the form of residential mortgages and corporate loans

3 Includes instruments in perpetuity

**CAPITAL ADEQUACY**

(\$m)	30 Jun 2023	31 Mar 2023	31 Dec 2022	30 Jun 2022
Common Equity Tier 1 capital	52,350	50,757	50,487	49,449
Tier 1 capital	54,743	53,150	52,880	51,842
Total capital	58,871	58,345	59,045	58,213
<b>Risk-Weighted Assets ("RWA")</b>				
Credit RWA	291,600	288,281	288,640	290,144
Market RWA	35,663	28,218	22,505	24,707
Operational RWA	44,213	36,776	35,750	34,227
Total RWA	371,476	353,275	346,895	349,078
<b>Capital Adequacy Ratio ("CAR") (%)</b>				
Common Equity Tier 1	14.1	14.4	14.6	14.2
Tier 1	14.7	15.0	15.2	14.9
Total	15.8	16.5	17.0	16.7
<b>Minimum CAR including Buffer Requirements (%)<sup>1</sup></b>				
Common Equity Tier 1	9.2	9.2	9.2	9.1
Effective Tier 1	10.7	10.7	10.7	10.6
Effective Total	12.7	12.7	12.7	12.6
<b>Of which: Buffer Requirements (%)</b>				
Capital Conservation Buffer	2.5	2.5	2.5	2.5
Countercyclical Capital Buffer	0.2	0.2	0.2	0.1

Note:

<sup>1</sup> Includes minimum Common Equity Tier 1, Tier 1 and Total CAR of 6.5%, 8.0% and 10.0% respectively.

The Group's Common Equity Tier-1 ratio declined 0.3 percentage points from the previous quarter to 14.1%. Profit accretion was offset by increase in market and operational risk-weighted assets.

**PILLAR 3, LIQUIDITY COVERAGE RATIO AND NET STABLE FUNDING RATIO DISCLOSURES**

The Group's combined Pillar 3, Liquidity Coverage Ratio and Net Stable Funding Ratio disclosures document and Main Features of Capital Instruments document are published in the Investor Relations section of the Group's website (<https://www.dbs.com/investors/default.page>) and (<https://www.dbs.com/investors/fixed-income/capital-instruments>) respectively. These disclosures are pursuant to MAS's Notice to Designated Financial Holding Companies FHC-N637 "Notice on Risk Based Capital Adequacy Requirements", FHC-N651 "Liquidity Coverage Ratio ("LCR") Disclosure" and FHC-N653 "Net Stable Funding Ratio ("NSFR") Disclosure".

**UNREALISED PROPERTY VALUATION SURPLUS**

The unrealised property valuation surplus as at 30 June 2023 was approximately \$1,325 million.

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

## UNAUDITED CONSOLIDATED INCOME STATEMENT

In \$ millions	1st Half 2023	1st Half 2022	+ / (-) %	2nd Half 2022	+ / (-) %
<b>Income</b>					
Interest income	13,228	5,778	>100	10,149	30
Interest expense	6,524	1,137	>100	3,849	69
<b>Net interest income</b>	<b>6,704</b>	<b>4,641</b>	<b>44</b>	<b>6,300</b>	<b>6</b>
Net fee and commission income	1,674	1,659	1	1,432	17
Net trading income	1,434	1,060	35	1,253	14
Net income from investment securities	130	49	>100	66	97
Other income	39	12	>100	30	30
<b>Non-interest income</b>	<b>3,277</b>	<b>2,780</b>	<b>18</b>	<b>2,781</b>	<b>18</b>
<b>Total income</b>	<b>9,981</b>	<b>7,421</b>	<b>34</b>	<b>9,081</b>	<b>10</b>
Employee benefits	2,439	2,054	19	2,322	5
Other expenses	1,447	1,248	16	1,466	(1)
<b>Total expenses</b>	<b>3,886</b>	<b>3,302</b>	<b>18</b>	<b>3,788</b>	<b>3</b>
<b>Profit before allowances</b>	<b>6,095</b>	<b>4,119</b>	<b>48</b>	<b>5,293</b>	<b>15</b>
Allowances for credit and other losses	233	101	>100	136	71
<b>Profit after allowances</b>	<b>5,862</b>	<b>4,018</b>	<b>46</b>	<b>5,157</b>	<b>14</b>
Share of profits/losses of associates and JVs	105	118	(11)	89	18
<b>Profit before tax</b>	<b>5,967</b>	<b>4,136</b>	<b>44</b>	<b>5,246</b>	<b>14</b>
Income tax expense	766	519	48	669	14
<b>Net profit</b>	<b>5,201</b>	<b>3,617</b>	<b>44</b>	<b>4,577</b>	<b>14</b>
Attributable to:					
<b>Shareholders</b>	<b>5,200</b>	<b>3,616</b>	<b>44</b>	<b>4,577</b>	<b>14</b>
Non-controlling interests	1	1	-	-	NM
	<b>5,201</b>	<b>3,617</b>	<b>44</b>	<b>4,577</b>	<b>14</b>

Note:

NM Not Meaningful



**UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

In \$ millions	1st Half 2023	1st Half 2022	+/(-) %	2nd Half 2022	+/(-) %
<b>Net profit</b>	<b>5,201</b>	3,617	44	4,577	14
<b>Other comprehensive income</b>					
<b>Items that may be reclassified subsequently to income statement:</b>					
Translation differences for foreign operations	<b>160</b>	(23)	NM	(931)	NM
Other comprehensive income of associates	<b>4</b>	6	(33)	2	100
Gains/ (losses) on debt instruments classified at fair value through other comprehensive income					
Net valuation taken to equity	<b>185</b>	(1,439)	NM	(421)	NM
Transferred to income statement	<b>(7)</b>	66	NM	51	NM
Taxation relating to components of other comprehensive income	<b>(14)</b>	92	NM	33	NM
Cash flow hedge movements <sup>1</sup>					
Net valuation taken to equity	<b>(197)</b>	(2,072)	90	(283)	30
Transferred to income statement	<b>94</b>	(177)	NM	37	>100
Taxation relating to components of other comprehensive income	<b>5</b>	162	(97)	31	(84)
<b>Items that will not be reclassified to income statement:</b>					
Gains/ (losses) on equity instruments classified at fair value through other comprehensive income (net of tax)	<b>(88)</b>	(82)	(7)	(335)	74
Fair value change from own credit risk on financial liabilities designated at fair value (net of tax)	<b>(58)</b>	40	NM	75	NM
Defined benefit plans remeasurements (net of tax)	<b>(3)</b>	(5)	40	4	NM
<b>Other comprehensive income, net of tax</b>	<b>81</b>	(3,432)	NM	(1,737)	NM
<b>Total comprehensive income</b>	<b>5,282</b>	185	>100	2,840	86
Attributable to:					
<b>Shareholders</b>	<b>5,286</b>	188	>100	2,851	85
Non-controlling interests	<b>(4)</b>	(3)	(33)	(11)	64
	<b>5,282</b>	185	>100	2,840	86

**Notes:**

1 The Group hedges some of the assets in the banking book via interest rate swaps to manage interest rate sensitivity, e.g. to create synthetic fixed rate loans. About 10% of floating rate loans are hedged in this way. While the swaps are fair valued to other comprehensive income (OCI), the underlying banking book assets are accrual accounted. The asymmetry has no impact to profit or loss and will reverse over the life of the swaps. This creates artificial volatility in OCI and is reflected in the decline in cash flow hedge reserves by \$0.1 billion in 1<sup>st</sup> Half 2023 (1<sup>st</sup> Half 2022: loss of \$2.1 billion). For this reason, cash flow hedge reserves are derecognised by regulators and have no impact on regulatory capital.

NM Not Meaningful

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

## UNAUDITED BALANCE SHEETS

In \$ millions	The Group			The Company		
	30 Jun 2023	31 Dec 2022 <sup>1</sup>	30 Jun 2022	30 Jun 2023	31 Dec 2022 <sup>1</sup>	30 Jun 2022
<b>Assets</b>						
Cash and balances with central banks	43,294	54,170	57,928	-	-	-
Government securities and treasury bills	70,162	64,995	64,737	-	-	-
Due from banks	66,782	60,131	52,031	92	69	103
Derivatives	51,986	44,935	39,479	15	25	23
Bank and corporate securities	80,223	75,457	71,251	-	-	-
Loans and advances to customers	415,713	414,519	424,533	-	-	-
Other assets	18,835	18,303	24,914	15	16	12
Associates and joint ventures	2,353	2,280	2,235	-	-	-
Subsidiaries	-	-	-	27,194	29,540	29,992
Properties and other fixed assets	3,215	3,238	3,173	-	-	-
Goodwill and intangibles	5,344	5,340	5,356	-	-	-
<b>Total assets</b>	<b>757,907</b>	<b>743,368</b>	<b>745,637</b>	<b>27,316</b>	<b>29,650</b>	<b>30,130</b>
<b>Liabilities</b>						
Due to banks	52,573	39,684	40,367	-	-	-
Deposits and balances from customers	520,071	527,000	527,828	-	-	-
Derivatives	51,622	45,265	38,759	125	129	88
Other liabilities	25,035	22,747	30,603	51	64	53
Due to subsidiaries	-	-	-	720	1,120	726
Other debt securities	47,314	47,188	47,442	3,492	3,472	4,303
Subordinated term debts	2,357	4,412	4,572	2,357	4,412	4,572
<b>Total liabilities</b>	<b>698,972</b>	<b>686,296</b>	<b>689,571</b>	<b>6,745</b>	<b>9,197</b>	<b>9,742</b>
<b>Net assets</b>	<b>58,935</b>	<b>57,072</b>	<b>56,066</b>	<b>20,571</b>	<b>20,453</b>	<b>20,388</b>
<b>Equity</b>						
Share capital	11,612	11,495	11,500	11,647	11,535	11,532
Other equity instruments	2,392	2,392	2,392	2,392	2,392	2,392
Other reserves	(1,241)	(1,347)	284	7	37	(4)
Revenue reserves	45,985	44,347	41,699	6,525	6,489	6,468
<b>Shareholders' funds</b>	<b>58,748</b>	<b>56,887</b>	<b>55,875</b>	<b>20,571</b>	<b>20,453</b>	<b>20,388</b>
Non-controlling interests	187	185	191	-	-	-
<b>Total equity</b>	<b>58,935</b>	<b>57,072</b>	<b>56,066</b>	<b>20,571</b>	<b>20,453</b>	<b>20,388</b>
<b>Other Information</b>						
Net book value per share (\$)						
(i) Basic and diluted	21.85	21.17	20.78	7.05	7.02	6.99

Note:

1 Audited

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

## UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 30 JUNE 2023

The Group In \$ millions	Attributable to shareholders of the Company						
	Share Capital	Other equity instruments	Other reserves	Revenue reserves	Total Shareholders' funds	Non-controlling interests	Total equity
<b>Balance at 1 January 2023</b>	11,495	2,392	(1,347)	44,347	56,887	185	57,072
Purchase of treasury shares	(10)	-	-	-	(10)	-	(10)
Draw-down of reserves upon vesting of performance shares	127	-	(129)	-	(2)	-	(2)
Cost of share-based payments	-	-	89	-	89	-	89
Dividends paid to shareholders <sup>1</sup>	-	-	-	(3,496)	(3,496)	-	(3,496)
Other movements	-	-	(59)	53	(6)	6	-
Net profit	-	-	-	5,200	5,200	1	5,201
Other comprehensive income	-	-	205	(119)	86	(5)	81
<b>Balance at 30 June 2023</b>	<b>11,612</b>	<b>2,392</b>	<b>(1,241)</b>	<b>45,985</b>	<b>58,748</b>	<b>187</b>	<b>58,935</b>
<b>Balance at 1 January 2022</b>	11,383	2,392	3,810	39,941	57,526	188	57,714
Purchase of treasury shares	(4)	-	-	-	(4)	-	(4)
Draw-down of reserves upon vesting of performance shares	121	-	(122)	-	(1)	-	(1)
Cost of share-based payments	-	-	66	-	66	-	66
Dividends paid to shareholders <sup>1</sup>	-	-	-	(1,894)	(1,894)	-	(1,894)
Other movements	-	-	-	(6)	(6)	6	-
Net profit	-	-	-	3,616	3,616	1	3,617
Other comprehensive income	-	-	(3,470)	42	(3,428)	(4)	(3,432)
<b>Balance at 30 June 2022</b>	<b>11,500</b>	<b>2,392</b>	<b>284</b>	<b>41,699</b>	<b>55,875</b>	<b>191</b>	<b>56,066</b>

Note:

1 Includes distributions of \$42 million paid on capital securities classified as equity for 1<sup>st</sup> Half 2023 (1<sup>st</sup> Half 2022: \$42 million)

**UNAUDITED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE HALF YEAR ENDED 30 JUNE 2023**
**The Company**

In \$ millions	Share capital	Other equity instruments	Other reserves	Revenue reserves	Total equity
<b>Balance at 1 January 2023</b>	<b>11,535</b>	<b>2,392</b>	<b>37</b>	<b>6,489</b>	<b>20,453</b>
Transfer of treasury shares	112	-	-	-	112
Draw-down of reserves upon vesting of performance shares	-	-	(129)	-	(129)
Cost of share-based payments	-	-	89	-	89
Dividends paid to shareholders <sup>1</sup>	-	-	-	(3,498)	(3,498)
Net profit	-	-	-	3,534	3,534
Other comprehensive income	-	-	10	-	10
<b>Balance at 30 June 2023</b>	<b>11,647</b>	<b>2,392</b>	<b>7</b>	<b>6,525</b>	<b>20,571</b>
<b>Balance at 1 January 2022</b>	<b>11,425</b>	<b>2,392</b>	<b>131</b>	<b>6,451</b>	<b>20,399</b>
Transfer of treasury shares	107	-	-	-	107
Draw-down of reserves upon vesting of performance shares	-	-	(122)	-	(122)
Cost of share-based payments	-	-	66	-	66
Dividends paid to shareholders <sup>1</sup>	-	-	-	(1,895)	(1,895)
Net profit	-	-	-	1,912	1,912
Other comprehensive income	-	-	(79)	-	(79)
<b>Balance at 30 June 2022</b>	<b>11,532</b>	<b>2,392</b>	<b>(4)</b>	<b>6,468</b>	<b>20,388</b>

Note:

 1 Includes distributions of \$42 million paid on capital securities classified as equity for 1<sup>st</sup> Half 2023 (1<sup>st</sup> Half 2022: \$42 million)

# DBS GROUP HOLDINGS LTD AND ITS SUBSIDIARIES

## UNAUDITED CONSOLIDATED CASH FLOW STATEMENT

In \$ millions	1st Half 2023	1st Half 2022
<b>Cash flows from operating activities</b>		
Profit before tax	5,967	4,136
<b>Adjustments for non-cash and other items:</b>		
Allowances for credit and other losses	233	101
Depreciation of properties and other fixed assets	355	351
Share of profits or losses of associates and joint ventures	(105)	(118)
Net gain on disposal, net of write-off of properties and other fixed assets	(1)	-
Net income from investment securities	(130)	(49)
Cost of share-based payments	89	66
Interest expense on subordinated term debts	44	40
Interest expense on lease liabilities	9	12
Profit before changes in operating assets & liabilities	6,461	4,539
<b>Increase/(Decrease) in:</b>		
Due to banks	12,209	8,642
Deposits and balances from customers	(7,725)	24,137
Other liabilities and derivatives liabilities	8,896	28,358
Other debt securities	106	(5,333)
<b>(Increase)/Decrease in:</b>		
Restricted balances with central banks	1,774	1,587
Government securities and treasury bills	(4,950)	(11,897)
Due from banks	(6,293)	12
Bank and corporate securities	(4,489)	(1,518)
Loans and advances to customers	(1,522)	(15,412)
Other assets and derivatives assets	(7,322)	(28,132)
Tax paid	(686)	(554)
<b>Net cash (used in)/ generated from operating activities (1)</b>	<b>(3,541)</b>	<b>4,429</b>
<b>Cash flows from investing activities</b>		
Dividends from associates	60	59
Capital contribution to joint ventures and associates	(67)	(13)
Proceeds from disposal of properties and other fixed assets	1	1
Purchase of properties and other fixed assets	(262)	(231)
<b>Net cash used in investing activities (2)</b>	<b>(268)</b>	<b>(184)</b>
<b>Cash flows from financing activities</b>		
Redemption of subordinated term debts	(2,047)	-
Interest paid on subordinated term debts	(54)	(44)
Purchase of treasury shares	(10)	(4)
Dividends paid to shareholders of the Company <sup>1</sup>	(3,496)	(1,894)
<b>Net cash used in financing activities (3)</b>	<b>(5,607)</b>	<b>(1,942)</b>
Exchange translation adjustments (4)	320	890
<b>Net change in cash and cash equivalents<sup>2</sup> (1)+(2)+(3)+(4)</b>	<b>(9,096)</b>	<b>3,193</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>43,976</b>	<b>46,690</b>
<b>Cash and cash equivalents at end of period</b>	<b>34,880</b>	<b>49,883</b>

Notes:

1 Includes distributions paid on capital securities classified as equity

2 Cash and cash equivalents refer to cash and non-restricted balances with central banks

**OTHER FINANCIAL INFORMATION**
**1. Fair Value of Financial Instruments**

The valuation process and fair value hierarchy policies applied for the current financial period are consistent with those for the financial year ended 31 December 2022.

**Fair Value Hierarchy**

The following tables present assets and liabilities measured at fair value, classified by level within the fair value hierarchy.

In \$ millions	30 June 2023				31 Dec 2022			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
<b>Assets</b>								
Financial assets at FVPL <sup>1</sup>								
- Government securities and treasury bills	13,791	1,731	1	15,523	9,936	3,309	1	13,246
- Bank and corporate securities	16,033	5,704	275	22,012	16,843	4,516	170	21,529
- Other financial assets	1,030	27,843	-	28,873	98	24,702	-	24,800
FVOCI <sup>2</sup> financial assets								
- Government securities and treasury bills	30,227	2,450	-	32,677	25,781	2,377	-	28,158
- Bank and corporate securities	19,198	3,588	691	23,477	18,202	3,538	607	22,347
- Other financial assets	-	5,266	49	5,315	-	5,623	-	5,623
Derivatives	65	51,796	125	51,986	70	44,714	151	44,935
<b>Liabilities</b>								
Financial liabilities at FVPL <sup>1</sup>								
- Other debt securities	-	11,333	-	11,333	-	8,143	-	8,143
- Other financial liabilities	4,564	26,479	-	31,043	2,300	17,681	1	19,982
Derivatives	32	51,589	1	51,622	19	45,245	1	45,265

Note:

1 Refers to fair value through profit or loss.

2 Refers to fair value through other comprehensive income

The bank and corporate securities classified as Level 3 at 30 June 2023 comprised mainly securities which were marked using approximations and unquoted equity securities valued based on net asset value of the investments.

**2. Off-balance Sheet Items**

In \$ millions	30 Jun 2023	31 Dec 2022	30 Jun 2022
Contingent liabilities	37,779	37,669	38,584
Commitments <sup>1</sup>	387,263	366,402	344,829
Financial Derivatives	3,276,549	2,600,338	2,845,672

Note:

1 Includes commitments that are unconditionally cancellable at any time of \$317,199 million for 30 Jun 2023 (31 Dec 2022: \$294,168 million; 30 Jun 2022: \$277,309 million)

**ADDITIONAL INFORMATION**
**SHARE CAPITAL**

(a) The movement in the number of issued and fully paid-up ordinary shares of the Company is as follows:

<b>Number of shares</b>	<b>1st Half 2023</b>	<b>1st Half 2022</b>
<b>Issued Ordinary shares</b>		
Balance at beginning and end of period	<b>2,587,617,625</b>	2,587,617,625
<b>Treasury shares</b>		
Balance at beginning of period	<b>(13,988,809)</b>	(19,275,518)
Shares transferred pursuant to DBSH Share Plan/ DBSH Employee Share Plan	<b>5,390,993</b>	5,160,272
Balance at end of period	<b>(8,597,816)</b>	(14,115,246)
<b>Issued Ordinary shares net of Treasury shares</b>	<b>2,579,019,809</b>	2,573,502,379

(b) The weighted average number of Issued Ordinary shares net of Treasury shares (both basic and fully diluted) for the first half of 2023 is 2,577,462,418.

**INTERESTED PARTY TRANSACTIONS PURSUANT TO LISTING RULE 920(1)**

The Company has not obtained a general mandate from shareholders for Interested Person Transactions.

**CONFIRMATION OF DIRECTORS AND EXECUTIVE OFFICERS' UNDERTAKINGS PURSUANT TO LISTING RULE 720(1)**

The Company has procured undertakings from all its directors and executive officers in compliance with Listing Rule 720(1).

**CONFIRMATION BY THE BOARD**

We, Peter Seah Lim Huat and Piyush Gupta, being two directors of DBS Group Holdings Ltd (the Company), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the First Half ended 30 June 2023 Unaudited Financial Results of the Company and of the Group to be false or misleading in any material aspect.

On behalf of the board of directors



Peter Seah Lim Huat  
Chairman



Piyush Gupta  
Chief Executive Officer

2 August 2023  
Singapore