

## APS 330 Capital Adequacy: Market Exposure Disclosure of Risk Management Practices and Capital Adequacy

Capital Structure as at 30 September 2011		\$'000s
<b>Tier 1 Capital</b>		
General reserves		100,016
Retained earnings		
Current year earnings		2,395
Less deductions from tier 1 capital		
Deferred tax assets		2,097
Intangible assets		426
Equity and other capital investments in other ADIs		813
<b>Tier 1 Capital (net of deductions)</b>		<b>99,075</b>
<b>Tier 2 Capital</b>		
<b>Tier 2 Capital (net of deductions)</b>		<b>1,948</b>
<b>Total Capital Base</b>		<b>101,023</b>

Capital Adequacy as at 30 September 2011		Risk Weighted Exposure
		\$'000s
<b>Capital requirements for credit risk - On Balance Sheet</b>		
Claims (other than equity) on ADIs		62,506
Claims secured against eligible residential mortgages		281,469
Unsecured portion of any claim that is past due for more than 90 days		135
All claims (other than equity) on private sector counterparties (other than ADIs, overseas banks and corporate counterparties)		188,451
Investments in premises, plant and equipment and all other fixed assets		2,841
All other assets		7,392
<b>Total Capital requirement - Credit Risk-weighted assets On Balance Sheet</b>		<b>542,794</b>
<b>Total Capital requirement - Credit Risk-weighted assets Off Balance Sheet</b>		<b>41,050</b>
<b>Total Capital requirement - Operational risk</b>		<b>63,651</b>
<b>Total Capital requirement - Credit Risk-weighted assets</b>		<b>647,495</b>
<b>Capital Adequacy ratio</b>		<b>%</b>
On Tier 1 Capital base		15.30
On Total Capital base		15.60

Credit Risk Exposure for the three month period ended 30 September 2011	Gross Exposure at reporting date	Average gross exposure for the period	Impaired facilities	90 days past due	Specific provisions balance	Charge for specific provisions and write-offs for the period
	\$'000s	\$'000s	\$'000s	\$'000s	\$'000s	\$'000s
Claims on banks or ADIs	227,248	248,299				
<b>Loans and Advances</b>						
On balance sheet						
Secured by residential mortgage	732,344	725,035				
Other retail	187,642	192,551	778		568	85
Commercial	809	833				
Off balance sheet commitments						
Loans approved not yet advanced	51,008	53,731				
Loan redraw limits	6,644	6,678				
Lines of credit and credit card undrawn balances	42,952	42,065				
<b>Total Loans and Advances</b>	<b>1,021,399</b>	<b>1,020,893</b>	<b>778</b>	<b>0</b>	<b>568</b>	<b>85</b>

The general reserve for credit losses is \$2,844,737 at reporting date.