

# Auswide Bank Ltd

## Update

### Ratings

#### Foreign Currency

Long-Term IDR	BBB+
Short-Term IDR	F2

Viability Rating	bbb+
Support Rating	5

#### Sovereign Risk

Long-Term Foreign-Currency IDR	AAA
Long-Term Local-Currency IDR	AAA

### Outlooks

Long-Term Foreign-Currency IDR	Stable
Sovereign Long-Term Foreign-Currency IDR	Stable
Sovereign Long-Term Local-Currency IDR	Stable

### Financial Data

#### Auswide Bank Ltd

	30 Jun 18	30 Jun 17
Total assets (USDm)	2,476	2,531
Total assets (AUDm)	3,350	3,290
Total equity (AUDm)	237	224
Operating profit (AUDm)	25	22
Published net income (AUDm)	18	15
Comprehensive income (AUDm)	19	16
Operating profit/risk weighted assets (%)	1.8	1.7
Fitch Core Capital/FCC-adjusted risk-weighted assets (%)	13.5	12.8
Impaired loans/gross loans (%)	0.2	0.2
Loans/customer deposits (%)	138.2	135.0

Source: Fitch Ratings, Fitch Solutions

### Related Research

[2018 Peer Review: Australian Mid-Sized and Small Banks \(December 2018\)](#)

[Auswide Bank Ltd - Ratings Navigator \(November 2018\)](#)

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### Key Rating Drivers

**Risk Appetite Drives Rating:** Auswide Bank Ltd's credit standards are largely consistent over time, and reflect Fitch Ratings' medium-term performance expectations. The quality of accepted risk is an important offset to the limited franchises and pricing powers of small financial institutions, like Auswide, and is a key rating driver. Auswide's risk appetite and control improvements reflect changes in the bank's risk and reporting tools as well as more-robust risk-limit setting and monitoring.

**Moderate Franchise Constrains Rating:** Auswide is a regional lender with a gross-loan book of AUD2.9 billion, representing market share of 0.1% as at the financial year ending June 2018 (FY18). The bank focuses on traditional banking services, but also has small insurance and superannuation offerings. Almost 80% of loans are in its home state of Queensland and its regional focus increases loyalty to the brand and bank. Auswide is a price-taker in its core segment of residential mortgages due to its small market position.

**Moderate Asset Quality Losses:** The bank's asset quality has a high degree of stability, with modest levels of impaired assets and losses, especially in its residential-mortgage book. However, its loan book is strongly concentrated in parts of Queensland. Fitch expects Auswide's asset quality to deteriorate slightly in 2018, but to remain in line with peers, supported by its stable regional customer base and low interest rates.

**Profitability Reflects Competitive Environment:** The bank's profitability measures reflect a highly competitive environment and can be variable. We expect profitability to remain sound, although it will be limited by margin pressure and increasing investment in technology, systems and compliance.

**Satisfactory Capital Buffers:** Auswide has satisfactory capital buffers over regulatory minimum requirements that are commensurate with its size and concentration. However, it remains more vulnerable to severe shocks than larger peers. Auswide has the ability to tap the equity market for capital as a publicly listed entity and can also cut dividends to shareholders.

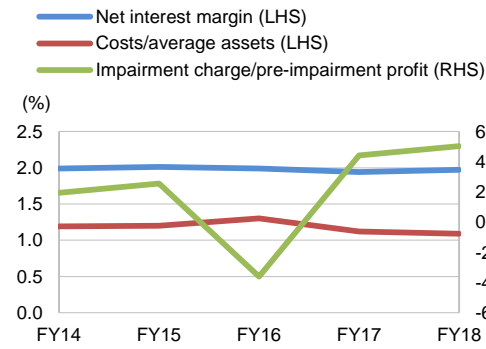
**Generally Stable Funding:** Auswide is more reliant on wholesale funding than international and domestic peers. These funding sources have provided Auswide with some diversification and longer-dated maturities, but are susceptible to market confidence. However, liquidity appears acceptable for a bank of Auswide's size and nature.

### Rating Sensitivities

**Weakening Risk Appetite:** The Viability Rating is sensitive to increases in risk appetite, which may be evident from more aggressive underwriting standards or looser risk controls while seeking asset growth, possibly in an effort to increase the bank's company profile. This may manifest in a larger-than-peer deterioration in asset quality, profitability and capitalisation should there be a significant downturn in the operating environment.

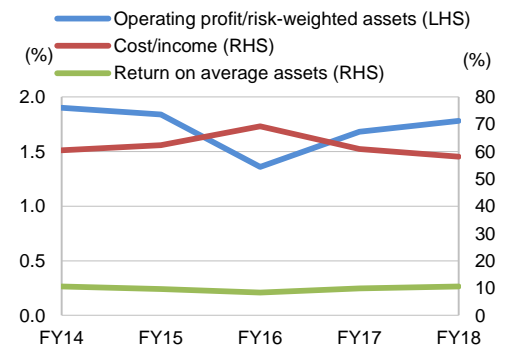
**Positive Rating Action Unlikely:** Positive rating action is not probable in light of Auswide's modest franchise and a funding profile that is weaker than that of similarly rated international peers.

**Margins**



Source: Fitch Ratings, Fitch Solutions, Auswide

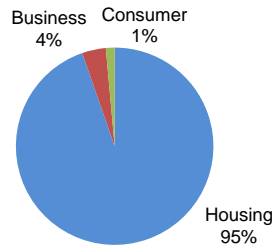
**Key Profitability Metrics**



Source: Fitch Ratings, Fitch Solutions, Auswide

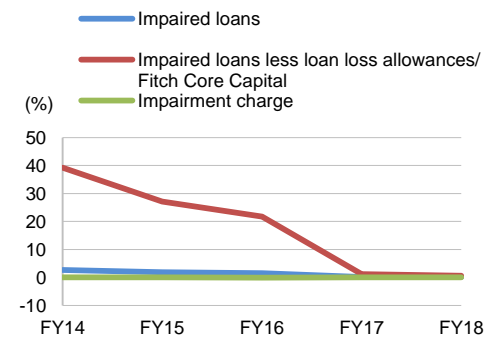
**Loan Book**

FY18



Source: Fitch Ratings, Auswide

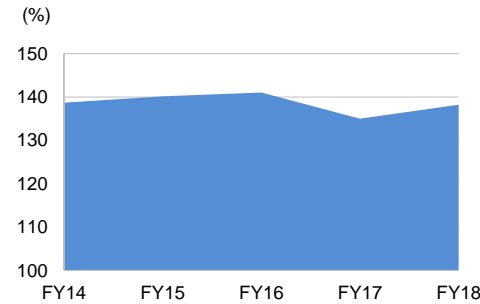
**Credit Quality (% of Gross Loans)**



Source: Fitch Ratings, Fitch Solutions, Auswide

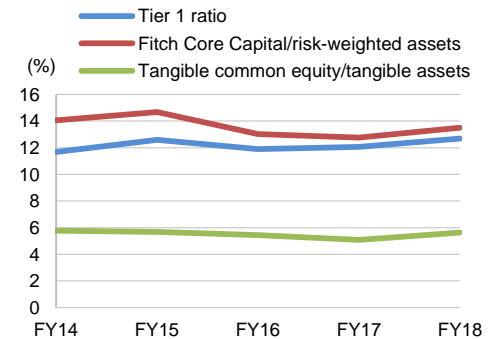
**Funding Dependencies**

Loans/customer funding



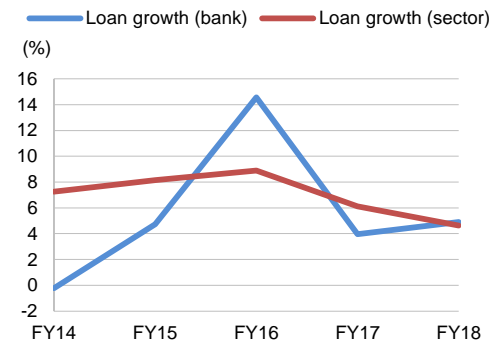
Source: Fitch Ratings, Fitch Solutions, Auswide

**Capitalisation and Leverage**



Source: Fitch Ratings, Fitch Solutions, Auswide

**Credit**



Source: Fitch Ratings, Fitch Solutions, Auswide, Australian Prudential Regulation Authority

**Fitch Core Capital**

(AUDm)	FY18
<b>Reported equity</b>	236.7
+ Fair value effect of own debt	0
- Non-controlling interests	0
- Deferred tax assets	2.7
- Goodwill and intangibles	46.4
- Embedded value of insurance	0
- First-loss tranches of off-balance-sheet securitisations	0
<b>Fitch Core Capital</b>	185.6

Source: Fitch Ratings, Fitch Solutions, Auswide

**Related Criteria**

[Bank Rating Criteria \(October 2018\)](#)



**Auswide Bank Ltd  
Balance Sheet**

	30 Jun 2018			30 Jun 2017		30 Jun 2016		30 Jun 2015	
	Year End USDm	Year End AUDm	As % of Assets	Year End AUDm	As % of Assets	Year End AUDm	As % of Assets	Year End AUDm	As % of Assets
<b>Assets</b>									
<b>A. Loans</b>									
1. Residential Mortgage Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Other Mortgage Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Other Consumer/ Retail Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Corporate & Commercial Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
5. Other Loans	2,153.7	2,914.0	86.98	2,777.5	84.42	2,671.4	86.95	2,331.8	85.82
6. Less: Loan Loss Allowances	2.4	3.2	0.10	4.3	0.13	5.0	0.16	1.7	0.06
<b>7. Net Loans</b>	<b>2,151.4</b>	<b>2,910.8</b>	<b>86.88</b>	<b>2,773.2</b>	<b>84.29</b>	<b>2,666.4</b>	<b>86.79</b>	<b>2,330.1</b>	<b>85.76</b>
<b>8. Gross Loans</b>	<b>2,153.7</b>	<b>2,914.0</b>	<b>86.98</b>	<b>2,777.5</b>	<b>84.42</b>	<b>2,671.4</b>	<b>86.95</b>	<b>2,331.8</b>	<b>85.82</b>
9. Memo: Impaired Loans included above	3.3	4.4	0.13	6.3	0.19	40.8	1.33	42.9	1.58
10. Memo: Specific Loan Loss Allowances	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
<b>B. Other Earning Assets</b>									
1. Loans and Advances to Banks	11.4	15.4	0.46	11.8	0.36	22.0	0.72	9.2	0.34
2. Reverse Repos and Securities Borrowing	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Derivatives	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Trading Securities and at FV through Income	n.a.	n.a.	-	1.1	0.03	0.5	0.02	3.5	0.13
5. Available for Sale Securities	20.0	27.0	0.81	15.5	0.47	5.8	0.19	3.5	0.13
6. Held to Maturity Securities	168.0	227.3	6.78	253.4	7.70	199.9	6.51	190.9	7.03
7. Other Securities	0.8	1.1	0.03	23.0	0.70	19.3	0.63	47.3	1.74
<b>8. Total Securities</b>	<b>188.8</b>	<b>255.4</b>	<b>7.62</b>	<b>293.0</b>	<b>8.91</b>	<b>225.5</b>	<b>7.34</b>	<b>245.2</b>	<b>9.02</b>
9. Memo: Government Securities included Above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
10. Memo: Total Securities Pledged	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
11. Equity Investments in Associates	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
12. Investments in Property	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
13. Insurance Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
14. Other Earning Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
<b>15. Total Earning Assets</b>	<b>2,351.5</b>	<b>3,181.6</b>	<b>94.96</b>	<b>3,078.0</b>	<b>93.56</b>	<b>2,913.9</b>	<b>94.84</b>	<b>2,584.5</b>	<b>95.12</b>
<b>C. Non-Earning Assets</b>									
1. Cash and Due From Banks	63.9	86.4	2.58	120.1	3.65	67.8	2.21	51.5	1.90
2. Memo: Mandatory Reserves included above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Foreclosed Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Fixed Assets	11.5	15.6	0.47	14.6	0.44	15.5	0.50	16.1	0.59
5. Goodwill	34.3	46.4	1.38	49.0	1.49	46.4	1.51	42.1	1.55
6. Other Intangibles	1.5	2.0	0.06	7.9	0.24	2.7	0.09	1.8	0.07
7. Current Tax Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	0.3	0.01
8. Deferred Tax Assets	3.4	4.6	0.14	5.3	0.16	5.4	0.18	5.9	0.22
9. Discontinued Operations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
10. Other Assets	10.1	13.7	0.41	15.1	0.46	20.7	0.67	14.8	0.54
<b>11. Total Assets</b>	<b>2,476.2</b>	<b>3,350.3</b>	<b>100.00</b>	<b>3,290.0</b>	<b>100.00</b>	<b>3,072.4</b>	<b>100.00</b>	<b>2,717.0</b>	<b>100.00</b>
<b>Liabilities and Equity</b>									
<b>D. Interest-Bearing Liabilities</b>									
1. Total Customer Deposits	1,558.0	2,108.0	62.92	2,057.3	62.53	1,893.9	61.64	1,663.5	61.23
2. Deposits from Banks	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Repos and Securities Lending	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Commercial Paper and Short-term Borrowings	250.4	338.8	10.11	247.3	7.52	290.0	9.44	188.5	6.94
<b>5. Customer Deposits and Short-term Funding</b>	<b>1,808.4</b>	<b>2,446.8</b>	<b>73.03</b>	<b>2,304.6</b>	<b>70.05</b>	<b>2,183.9</b>	<b>71.08</b>	<b>1,852.0</b>	<b>68.16</b>
6. Senior Unsecured Debt	448.8	607.2	18.12	708.0	21.52	613.8	19.98	603.7	22.22
7. Subordinated Borrowing	20.7	28.0	0.84	28.0	0.85	28.0	0.91	28.0	1.03
8. Covered Bonds	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
9. Other Long-term Funding	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
<b>10. Total LT Funding</b>	<b>469.5</b>	<b>635.2</b>	<b>18.96</b>	<b>736.0</b>	<b>22.37</b>	<b>641.8</b>	<b>20.89</b>	<b>631.7</b>	<b>23.25</b>
11. Memo: o/w matures in less than 1 year	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
12. Trading Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
<b>13. Total Funding</b>	<b>2,277.9</b>	<b>3,082.0</b>	<b>91.99</b>	<b>3,040.6</b>	<b>92.42</b>	<b>2,825.7</b>	<b>91.97</b>	<b>2,483.7</b>	<b>91.41</b>
14. Derivatives	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
<b>15. Total Funding and Derivatives</b>	<b>2,277.9</b>	<b>3,082.0</b>	<b>91.99</b>	<b>3,040.6</b>	<b>92.42</b>	<b>2,825.7</b>	<b>91.97</b>	<b>2,483.7</b>	<b>91.41</b>
<b>E. Non-Interest Bearing Liabilities</b>									
1. Fair Value Portion of Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Credit impairment reserves	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Reserves for Pensions and Other	2.1	2.9	0.09	2.9	0.09	2.9	0.09	7.2	0.26
4. Current Tax Liabilities	0.5	0.7	0.02	1.2	0.04	(0.4)	(0.01)	n.a.	-
5. Deferred Tax Liabilities	1.4	1.9	0.06	2.9	0.09	2.2	0.07	1.6	0.06
6. Other Deferred Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Discontinued Operations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Insurance Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
9. Other Liabilities	19.3	26.1	0.78	18.7	0.57	25.3	0.82	24.5	0.90
<b>10. Total Liabilities</b>	<b>2,301.3</b>	<b>3,113.6</b>	<b>92.93</b>	<b>3,066.3</b>	<b>93.20</b>	<b>2,855.7</b>	<b>92.95</b>	<b>2,517.0</b>	<b>92.64</b>
<b>F. Hybrid Capital</b>									
1. Pref. Shares and Hybrid Capital accounted for as Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Pref. Shares and Hybrid Capital accounted for as Equity	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
<b>G. Equity</b>									
1. Common Equity	171.9	232.6	6.94	219.1	6.66	214.0	6.97	196.9	7.25
2. Non-controlling Interest	n.a.	n.a.	-	1.3	0.04	n.a.	-	n.a.	-
3. Securities Revaluation Reserves	0.1	0.1	0.00	0.1	0.00	0.1	0.00	0.2	0.01
4. Foreign Exchange Revaluation Reserves	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
5. Fixed Asset Revaluations and Other Accumulated OCI	3.0	4.0	0.12	3.2	0.10	2.6	0.08	2.9	0.11
<b>6. Total Equity</b>	<b>174.9</b>	<b>236.7</b>	<b>7.07</b>	<b>223.7</b>	<b>6.80</b>	<b>216.7</b>	<b>7.05</b>	<b>200.0</b>	<b>7.36</b>
7. Memo: Equity plus Pref. Shares and Hybrid Capital accounted for as Equ	174.9	236.7	7.07	223.7	6.80	216.7	7.05	200.0	7.36
<b>8. Total Liabilities and Equity</b>	<b>2,476.2</b>	<b>3,350.3</b>	<b>100.00</b>	<b>3,290.0</b>	<b>100.00</b>	<b>3,072.4</b>	<b>100.00</b>	<b>2,717.0</b>	<b>100.00</b>
9. Memo: Fitch Core Capital	137.2	185.6	5.54	164.5	5.00	164.4	5.35	151.8	5.59

Exchange rate

USD1 = AUD1.352996

USD1 = AUD1.3001

USD1 = AUD1.3466

USD1 = AUD1.3021

**Auswide Bank Ltd  
Summary Analytics**

	30 Jun 2018	30 Jun 2017	30 Jun 2016	30 Jun 2015
	Year End	Year End	Year End	Year End
<b>A. Interest Ratios</b>				
1. Interest Income/ Average Earning Assets	4.16	4.24	4.58	5.02
2. Interest Income on Loans/ Average Gross Loans	4.27	4.39	4.74	5.26
3. Interest Expense on Customer Deposits/ Average Customer Deposits	1.89	2.05	2.27	3.18
4. Interest Expense/ Average Interest-bearing Liabilities	2.24	2.35	2.67	3.11
5. Net Interest Income/ Average Earning Assets	1.97	1.94	1.99	2.01
6. Net Int. Inc Less Loan Impairment Charges/ Av. Earning Assets	1.93	1.90	2.01	1.99
7. Net Interest Inc Less Preferred Stock Dividend/ Average Earning Assets	1.97	1.94	1.99	2.01
<b>B. Other Operating Profitability Ratios</b>				
1. Operating Profit/ Risk Weighted Assets	1.78	1.68	1.36	1.84
2. Non-Interest Expense/ Gross Revenues	58.12	60.93	69.26	62.28
3. Loans and securities impairment charges/ Pre-impairment Op. Profit	5.04	4.41	(3.61)	2.56
4. Operating Profit/ Average Total Assets	0.74	0.69	0.60	0.71
5. Non-Interest Income/ Gross Revenues	0.97	1.03	0.19	1.74
6. Non-Interest Expense/ Average Total Assets	1.09	1.12	1.30	1.20
7. Pre-impairment Op. Profit/ Average Equity	11.18	10.31	8.07	9.85
8. Pre-impairment Op. Profit/ Average Total Assets	0.78	0.72	0.58	0.73
9. Operating Profit/ Average Equity	10.62	9.85	8.36	9.60
<b>C. Other Profitability Ratios</b>				
1. Net Income/ Average Total Equity	7.67	6.81	5.69	6.72
2. Net Income/ Average Total Assets	0.54	0.48	0.41	0.50
3. Fitch Comprehensive Income/ Average Total Equity	8.02	7.08	5.78	5.91
4. Fitch Comprehensive Income/ Average Total Assets	0.56	0.49	0.42	0.44
5. Taxes/ Pre-tax Profit	30.20	30.88	33.72	30.53
6. Net Income/ Risk Weighted Assets	1.29	1.16	0.93	1.29
<b>D. Capitalization</b>				
1. FCC/ FCC-Adjusted Risk Weighted Assets	13.49	12.75	13.02	14.68
2. Tangible Common Equity/ Tangible Assets	5.63	5.09	5.44	5.69
3. Equity/ Total Assets	7.07	6.80	7.05	7.36
4. Basel Leverage Ratio	n.a.	n.a.	n.a.	n.a.
5. Common Equity Tier 1 Capital Ratio	12.68	12.06	11.90	12.59
6. Fully Loaded Common Equity Tier 1 Capital Ratio	n.a.	n.a.	n.a.	n.a.
7. Tier 1 Capital Ratio	12.68	12.06	11.90	12.59
8. Total Capital Ratio	14.89	14.42	14.31	15.15
9. Impaired Loans less Loan Loss Allowances/ Fitch Core Capital	0.65	1.22	21.78	27.14
10. Impaired Loans less Loan Loss Allowances/ Equity	0.51	0.89	16.52	20.60
11. Cash Dividends Paid & Declared/ Net Income	80.79	84.00	99.15	83.46
12. Risk Weighted Assets/ Total Assets	41.05	39.21	41.10	38.05
13. Risk Weighted Assets - Standardised/ Risk Weighted Assets	n.a.	n.a.	n.a.	n.a.
14. Risk Weighted Assets - Advanced Method/ Risk Weighted Assets	n.a.	n.a.	n.a.	n.a.
<b>E. Loan Quality</b>				
1. Impaired Loans/ Gross Loans	0.15	0.23	1.53	1.84
2. Growth of Gross Loans	4.91	3.97	14.56	4.73
3. Loan Loss Allowances/ Impaired Loans	72.73	68.25	12.25	3.96
4. Loan Impairment Charges/ Average Gross Loans	0.05	0.04	(0.02)	0.02
5. Growth of Total Assets	1.83	7.08	13.08	3.14
6. Loan Loss Allowances/ Gross Loans	0.11	0.15	0.19	0.07
7. Net Charge-offs/ Average Gross Loans	0.05	0.04	(0.02)	0.02
8. Impaired Loans + Foreclosed Assets/ Gross Loans + Foreclosed Assets	0.15	0.23	1.53	1.84
<b>F. Funding and Liquidity</b>				
1. Loans/ Customer Deposits	138.24	135.01	141.05	140.17
2. Liquidity Coverage Ratio	n.a.	n.a.	n.a.	n.a.
3. Customer Deposits/ Total Funding (including Pref. Shares & Hybrids)	68.40	67.66	67.02	66.98
4. Interbank Assets/ Interbank Liabilities	n.a.	n.a.	n.a.	n.a.
5. Net Stable Funding Ratio	n.a.	n.a.	n.a.	n.a.
6. Growth of Total Customer Deposits	2.46	8.63	13.85	3.63

**Auswide Bank Ltd**  
**Reference Data**

	30 Jun 2018			30 Jun 2017		30 Jun 2016		30 Jun 2015	
	Year End USDm	Year End AUDm	As % of Assets	Year End AUDm	As % of Assets	Year End AUDm	As % of Assets	Year End AUDm	As % of Assets
<b>A. Off-Balance Sheet Items</b>									
1. Managed Securitised Assets Reported Off-Balance Sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Other off-balance sheet exposure to securitizations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Guarantees	0.7	1.0	0.03	0.6	0.02	0.2	0.01	0.4	0.01
4. Acceptances and documentary credits reported off-balance sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
5. Committed Credit Lines	144.1	194.9	5.82	143.6	4.36	147.7	4.81	159.3	5.86
6. Other Contingent Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Other Off-Balance Sheet items	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Total Assets under Management	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
<b>B. Average Balance Sheet</b>									
1. Average Loans	2,093.8	2,832.9	84.56	2,708.0	82.31	2,479.6	80.71	2,276.5	83.79
2. Average Earning Assets	2,287.8	3,095.4	92.39	2,967.0	90.18	2,714.0	88.33	2,530.9	93.15
3. Average Total Assets	2,435.3	3,295.0	98.35	3,154.7	95.89	2,866.7	93.30	2,682.0	98.71
4. Average Managed Securitised Assets (OBS)	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
5. Average Interest-Bearing Liabilities	2,244.5	3,036.8	90.64	2,908.1	88.39	2,631.8	85.66	2,452.3	90.26
6. Average Common equity	167.3	226.4	6.76	216.7	6.59	203.0	6.61	194.9	7.17
7. Average Equity	170.5	230.7	6.89	220.2	6.89	205.8	6.70	198.0	7.29
8. Average Customer Deposits	1,539.3	2,082.7	62.16	1,975.6	60.05	1,778.7	57.89	1,634.4	60.15
<b>C. Maturities</b>									
<b>Asset Maturities:</b>									
Loans & Advances < 3 months	2.2	3.0	0.09	2.9	0.09	2.7	0.09	2.7	0.10
Loans & Advances 3 - 12 Months	9.1	12.3	0.37	1.9	0.06	1.1	0.04	1.9	0.07
Loans and Advances 1 - 5 Years	28.8	39.0	1.16	41.5	1.26	31.9	1.04	27.2	1.00
Loans & Advances > 5 years	2,111.2	2,856.5	85.26	2,726.9	82.88	2,630.7	85.62	2,298.4	84.59
Debt Securities < 3 Months	75.5	102.2	3.05	159.2	4.84	87.7	2.85	194.0	7.14
Debt Securities 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Debt Securities 1 - 5 Years	79.8	108.0	3.22	94.2	2.86	112.2	3.65	n.a.	-
Debt Securities > 5 Years	32.6	44.1	1.32	38.5	1.17	25.1	0.82	50.9	1.87
Loans & Advances to Banks < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Loans & Advances to Banks 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Loans & Advances to Banks 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Loans & Advances to Banks > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
<b>Liability Maturities:</b>									
Retail Deposits < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Retail Deposits 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Retail Deposits 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Retail Deposits > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Deposits from Banks < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Deposits from Banks 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Deposits from Banks 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Deposits from Banks > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Senior Debt Maturing < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Senior Debt Maturing 3-12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Senior Debt Maturing 1- 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Senior Debt Maturing > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
<b>Total Senior Debt on Balance Sheet</b>	<b>n.a.</b>	<b>n.a.</b>	<b>-</b>	<b>n.a.</b>	<b>-</b>	<b>n.a.</b>	<b>-</b>	<b>n.a.</b>	<b>-</b>
Fair Value Portion of Senior Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing 3-12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing 1- 5 Year	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing > 5 Years	20.7	28.0	0.84	28.0	0.85	28.0	0.91	28.0	1.03
<b>Total Subordinated Debt on Balance Sheet</b>	<b>20.7</b>	<b>28.0</b>	<b>0.84</b>	<b>28.0</b>	<b>0.85</b>	<b>28.0</b>	<b>0.91</b>	<b>28.0</b>	<b>1.03</b>
Fair Value Portion of Subordinated Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
<b>D. Risk Weighted Assets</b>									
1. Risk Weighted Assets	1,016.6	1,375.4	41.05	1,289.9	39.21	1,262.9	41.10	1,033.8	38.05
2. Fitch Core Capital Adjustments for Insurance and Securitisation Risk Weighted Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
<b>3. Fitch Core Capital Adjusted Risk Weighted Assets</b>	<b>1,016.6</b>	<b>1,375.4</b>	<b>41.05</b>	<b>1,289.9</b>	<b>39.21</b>	<b>1,262.9</b>	<b>41.10</b>	<b>1,033.8</b>	<b>38.05</b>
4. Other Fitch Adjustments to Risk Weighted Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
<b>5. Fitch Adjusted Risk Weighted Assets</b>	<b>1,016.6</b>	<b>1,375.4</b>	<b>41.05</b>	<b>1,289.9</b>	<b>39.21</b>	<b>1,262.9</b>	<b>41.10</b>	<b>1,033.8</b>	<b>38.05</b>
<b>E. Fitch Core Capital Reconciliation</b>									
1. Total Equity as reported (including non-controlling interests)	174.9	236.7	7.07	223.7	6.80	216.7	7.05	200.0	7.36
2. Fair-value adjustments relating to own credit risk on debt issued	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
3. Non-loss-absorbing non-controlling interests	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
4. Goodwill	34.3	46.4	1.38	49.0	1.49	46.4	1.51	42.1	1.55
5. Other intangibles	1.5	2.0	0.06	7.9	0.24	2.7	0.09	1.8	0.07
6. Deferred tax assets deduction	2.0	2.7	0.08	2.3	0.07	3.2	0.10	4.3	0.16
7. Net asset value of insurance subsidiaries	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
8. First loss tranches of off-balance sheet securitizations	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
9. Fund for general banking risks if not already included and readily convertible into equity	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
<b>10. Fitch Core Capital</b>	<b>137.2</b>	<b>185.6</b>	<b>5.54</b>	<b>164.5</b>	<b>5.00</b>	<b>164.4</b>	<b>5.35</b>	<b>151.8</b>	<b>5.59</b>

Exchange Rate

USD1 = AUD1.352996

USD1 = AUD1.3001

USD1 = AUD1.3466

USD1 = AUD1.3021

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