

Wide Bay Australia Ltd Basel II Pillar 3 Disclosures

APRA standard APS330 "Capital Adequacy: Public Disclosure of Prudential Information" requires public disclosure of the capital structure, capital adequacy ratios and credit risk exposures for the Wide Bay Australia Ltd Group ("the Group").

In accordance with the APRA standard the following tables 15, 16 and 17 disclose the information required under Pillar 3 of the Basel II Capital Accord introduced in Australia on 1 January 2008.

The Group commenced reporting to APRA on the basis of Basel II from 1 January 2008 using the standardised approach. The disclosures in this report have been prepared using 31 December 2011 data as required by the standard APS330.

Table 15: Capital Structure

	\$000's
Tier 1 capital	
Paid-up ordinary share capital	161,749
Reserves	8,531
Retained earnings including current year earnings	<u>12,422</u>
Gross Tier 1 capital	<u>182,702</u>
Less Deductions from Tier 1 capital	
Goodwill	43,316
Investments	18,480
Other	<u>7,234</u>
Total deductions from Tier 1 capital	<u>69,030</u>
Net Tier 1 capital	<u><u>113,672</u></u>
Total Tier 2 capital net of deductions	<u><u>22,086</u></u>
Total capital base	<u><u>135,758</u></u>

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Table 16: Capital Adequacy

	Risk Weighted Assets \$000's
Capital requirements for standardised approach (non-securitization)	
Residential mortgage	732,439
Other retail	21,709
Corporate	-
Bank	63,408
Government	-
Other	32,222
Credit risk - securitization exposures	6,178
Capital requirements for market risk	-
Capital requirements for operational risk	133,994
Total Risk Weighted Assets	<u><u>989,950</u></u>
	%
Capital Ratios	
Level 2 Total capital ratio	13.71
Level 2 Tier 1 capital ratio	11.48

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Table 17: Credit Risk

Exposure Type	Gross Credit Exposure \$000's	Average Gross Credit Exposure \$000's
Cash and cash equivalents	87,054	83,305
Due from other financial institutions	178,230	185,122
Loans and advances	1,913,285	1,920,641
Property, plant and equipment	19,653	19,702
Non market off balance sheet exposures	164,372	159,803
Other	12,570	8,896
Total exposures	2,375,164	2,377,469

Portfolios	Gross Credit Exposure \$000's	Average Gross Credit Exposure \$000's
Residential mortgage	2,036,912	2,036,699
Other retail	40,745	43,744
Corporate	-	-
Bank	265,284	268,427
Government	-	-
Other	32,223	28,599
Total exposures	2,375,164	2,377,469

Portfolios	Impaired loans \$000's	Past due loans > 90 days \$000's	Specific Provision balance \$000's	Charges for specific provision \$000's	Write Offs \$000's
Residential mortgage	-	24,924	-	-	-
Other retail	883	865	862	96	2
Corporate	-	-	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
Other	-	-	-	-	-
Total exposures	883	25,789	862	96	2

General reserve for credit losses	\$000's 2,388
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