

## **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 2012 data as required by the standard APS330.

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**Table 15: Capital Structure**

	<b>\$000's</b>
<b>Tier 1 capital</b>	
Paid-up ordinary share capital	162,377
Reserves	8,708
Retained earnings including current year earnings	<u>14,226</u>
Gross Tier 1 capital	<u>185,311</u>
<b>Less Deductions from Tier 1 capital</b>	
Goodwill	43,316
Investments	18,638
Other	<u>11,323</u>
Total deductions from Tier 1 capital	<u>73,278</u>
<b>Net Tier 1 capital</b>	<u><u>112,033</u></u>
<b>Total Tier 2 capital net of deductions</b>	<u><u>21,388</u></u>
<b>Total capital base</b>	<u><u>133,421</u></u>

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Table 16: Capital Adequacy

	Risk Weighted Assets \$000's
Capital requirements for standardised approach (non-securitization)	
Residential mortgage	750,879
Other retail	27,063
Corporate	-
Bank	46,997
Government	-
Other	24,003
Credit risk - securitization exposures	4,019
Capital requirements for market risk	-
Capital requirements for operational risk	135,635
<b>Total Risk Weighted Assets</b>	<u><u>988,596</u></u>
	%
<b>Capital Ratios</b>	
Level 2 Total capital ratio	13.50
Level 2 Tier 1 capital ratio	11.33

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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	77,127	82,036
Due from other financial institutions	164,349	168,742
Loans and advances	1,949,624	1,947,652
Property, plant and equipment	17,063	17,097
Non market off balance sheet exposures	191,944	191,709
Other	6,940	6,223
<b>Total exposures</b>	<b>2,407,047</b>	<b>2,413,459</b>

Portfolios	Gross Credit Exposure \$000's	Average Gross Credit Exposure \$000's
Residential mortgage	2,098,559	2,096,173
Other retail	43,008	43,187
Corporate	-	-
Bank	241,476	250,778
Government	-	-
Other	24,003	23,320
<b>Total exposures</b>	<b>2,407,046</b>	<b>2,413,458</b>

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	-	57,941	-	-	-
Other retail	911	895	891	0	25
Corporate	-	-	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
Other	-	-	-	-	-
<b>Total exposures</b>	<b>911</b>	<b>58,837</b>	<b>891</b>	<b>0</b>	<b>25</b>

	\$000's
<b>General reserve for credit losses</b>	<b>2,388</b>

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Table 18: Securitisation Exposures

Exposure Type	Current Period Securitisation Activity \$000's Dec 12	Gain or Loss on Sale \$000's Dec 12	Prior Period Securitisation Activity \$000's Sep 12	Gain or Loss on Sale \$000's Sep 12
Securities held in the banking book	(999)	-	-	-
Securities held in the trading book	-	-	-	-
Liquidity facilities	-	-	-	-
Funding facilities	-	-	-	-
Swaps	(12,734)	-	(5,313)	-
Other	(241)	-	(240)	-
<b>Total</b>	<b>(13,974)</b>	<b>-</b>	<b>(5,553)</b>	<b>-</b>

Dec 12

Securitisation Exposure	Securities held in the banking book \$000's	Securities held in the trading book \$000's	Liquidity facilities \$000's	Funding facilities \$000's	Swaps \$000's	Other \$000's
On-balance sheet securitisation exposure retained or purchased	57,807	-	-	-	73,088	2,575
Off-balance sheet securitisation exposure	-	-	-	-	21,966	1,336
<b>Total</b>	<b>57,807</b>	<b>-</b>	<b>0</b>	<b>-</b>	<b>95,054</b>	<b>3,911</b>

Sep 12

<b>Securitisation Exposure</b>	<b>Securities held in the banking book \$000's</b>	<b>Securities held in the trading book \$000's</b>	<b>Liquidity facilities \$000's</b>	<b>Funding facilities \$000's</b>	<b>Swaps \$000's</b>	<b>Other \$000's</b>
On-balance sheet securitisation exposure retained or purchased	58,806	-	-	-	81,587	2,737
Off-balance sheet securitisation exposure	-	-	-	-	26,202	1,416
<b>Total</b>	<b>58,806</b>	<b>-</b>	<b>0</b>	<b>-</b>	<b>107,789</b>	<b>4,153</b>