

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 30 June 2009 data as required by the standard APS330.

Wide Bay Australia Ltd
 Basel II Pillar 3 Disclosures
 30 June 2009

Table 15: Capital Structure

	\$000's
Tier 1 capital	
Paid-up ordinary share capital	120,157
Reserves	8,510
Retained earnings including current year earnings	<u>8,534</u>
Gross Tier 1 capital	<u>137,201</u>
Less Deductions from Tier 1 capital	
Goodwill	43,316
Investments	15,659
Other	<u>4,546</u>
Total deductions from Tier 1 capital	<u>63,521</u>
Net Tier 1 capital	<u><u>73,680</u></u>
Total Tier 2 capital net of deductions	<u><u>21,430</u></u>
Total capital base	<u><u>95,110</u></u>

Wide Bay Australia Ltd
 Basel II Pillar 3 Disclosures
 30 June 2009

Table 16: Capital Adequacy

	Risk Weighted Assets \$000's
Capital requirements for standardised approach (non-securitization)	
Residential	557,906
Other retail	45,706
Corporate	-
Bank	50,983
Government	-
Other	27,395
Credit risk - securitization exposures	5,483
Capital requirements for market risk	-
Capital requirements for operational risk	91,116
Total Risk Weighted Assets	<u><u>778,589</u></u>
	%
Capital Ratios	
Level 2 Total capital ratio	12.22
Level 2 Tier 1 capital ratio	9.46

Wide Bay Australia Ltd
 Basel II Pillar 3 Disclosures
 30 June 2009

Table 17: Credit Risk

Exposure Type	Gross Credit Exposure \$000's	Average Gross Credit Exposure \$000's
Cash and cash equivalents	100,124	96,201
Due from other financial institutions	130,695	153,754
Loans and advances	1,350,278	1,250,163
Property, plant and equipment	22,070	21,571
Non market off balance sheet exposures	200,943	180,004
Other	5,325	6,783
Total exposures	1,809,435	1,708,476

Portfolios	Gross Credit Exposure \$000's	Average Gross Credit Exposure \$000's
Residential mortgage	1,487,267	1,354,470
Other retail	63,954	75,697
Corporate	-	-
Bank	230,819	249,954
Government	-	-
Other	27,395	28,355
Total exposures	1,809,435	1,708,476

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	-	9,930	-	-	-
Other retail	-	140	125	(9)	-
Corporate	-	-	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
Other	-	-	-	-	-
Total exposures	-	10,070	125	(9)	-

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