

## **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 2010 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	127,208
Reserves	8,510
Retained earnings including current year earnings	<u>10,082</u>
Gross Tier 1 capital	<u>145,800</u>
<b>Less Deductions from Tier 1 capital</b>	
Goodwill	43,316
Investments	17,841
Other	<u>5,311</u>
Total deductions from Tier 1 capital	<u>66,468</u>
<b>Net Tier 1 capital</b>	<u><u>79,332</u></u>
<b>Total Tier 2 capital net of deductions</b>	<u><u>19,253</u></u>
<b>Total capital base</b>	<u><u>98,585</u></u>

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Table 16: Capital Adequacy

	Risk Weighted Assets \$000's
Capital requirements for standardised approach (non-securitization)	
Residential mortgage	540,058
Other retail	16,627
Corporate	-
Bank	54,695
Government	-
Other	24,083
Credit risk - securitization exposures	48,660
Capital requirements for market risk	-
Capital requirements for operational risk	115,759
<b>Total Risk Weighted Assets</b>	<u><u>799,882</u></u>
	%
<b>Capital Ratios</b>	
Level 2 Total capital ratio	12.32
Level 2 Tier 1 capital ratio	9.92

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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	154,044	175,732
Due from other financial institutions	107,923	101,953
Loans and advances	1,341,353	1,354,689
Property, plant and equipment	20,510	20,711
Non market off balance sheet exposures	173,414	178,845
Other	3,573	3,972
<b>Total exposures</b>	<b>1,800,817</b>	<b>1,835,902</b>

Portfolios	Gross Credit Exposure \$000's	Average Gross Credit Exposure \$000's
Residential mortgage	1,478,976	1,500,066
Other retail	35,791	33,468
Corporate	-	-
Bank	261,967	277,686
Government	-	-
Other	24,083	24,683
<b>Total exposures</b>	<b>1,800,817</b>	<b>1,835,903</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	-	10,173	-	-	-
Other retail	581	550	414	81	22
Corporate	-	-	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
Other	-	-	-	-	-
<b>Total exposures</b>	<b>581</b>	<b>10,723</b>	<b>414</b>	<b>81</b>	<b>22</b>

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