

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, 17 and 18 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 2012 data as required by the standard APS330.

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Table 15: Capital Structure

	\$000's
Tier 1 capital	
Paid-up ordinary share capital	164,069
Reserves	8,539
Retained earnings including current year earnings	<u>13,669</u>
Gross Tier 1 capital	<u>186,277</u>
Less Deductions from Tier 1 capital	
Goodwill	43,316
Investments	18,487
Other	<u>12,221</u>
Total deductions from Tier 1 capital	<u>74,024</u>
Net Tier 1 capital	<u><u>112,253</u></u>
Total Tier 2 capital net of deductions	<u><u>22,086</u></u>
Total capital base	<u><u>134,339</u></u>

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Table 16: Capital Adequacy

	Risk Weighted Assets \$000's
Capital requirements for standardised approach (non-securitization)	
Residential mortgage	750,173
Other retail	23,824
Corporate	-
Bank	63,761
Government	-
Other	25,310
Credit risk - securitization exposures	4,842
Capital requirements for market risk	-
Capital requirements for operational risk	134,810
Total Risk Weighted Assets	<u><u>1,002,720</u></u>
	%
Capital Ratios	
Level 2 Total capital ratio	13.40
Level 2 Tier 1 capital ratio	11.19

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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	73,903	75,809
Due from other financial institutions	195,678	181,340
Loans and advances	1,946,929	1,930,063
Property, plant and equipment	19,548	19,539
Non market off balance sheet exposures	177,122	178,513
Other	5,761	5,558
Total exposures	2,418,941	2,390,822

Portfolios	Gross Credit Exposure \$000's	Average Gross Credit Exposure \$000's
Residential mortgage	2,082,334	2,065,402
Other retail	41,717	43,174
Corporate	-	-
Bank	269,582	257,149
Government	-	-
Other	25,310	25,097
Total exposures	2,418,943	2,390,822

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	-	32,663	-	-	-
Other retail	894	881	883	30	5
Corporate	-	-	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
Other	-	-	-	-	-
Total exposures	894	33,544	883	30	5

General reserve for credit losses	\$000's 2,388
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Table 18: Securitisation Exposures

Exposure Type	Current Period Securitisation Activity \$000's Jun 12	Gain or Loss on Sale \$000's Jun 12	Prior Period Securitisation Activity \$000's Mar 12	Gain or Loss on Sale \$000's Mar 12
Securities held in the banking book	3,177	-	-	-
Securities held in the trading book	-	-	-	-
Liquidity facilities	(559)	-	(30)	-
Funding facilities	-	-	-	-
Swaps	(5,556)	-	(5,383)	-
Other	(345)	-	(256)	-
Total	(3,282)	-	(5,669)	-

Jun 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	58,806	-	-	-	83,588	2,883
Off-balance sheet securitisation exposure	-	-	-	-	29,513	1,509
Total	58,806	-	0	-	113,102	4,392

Mar 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	55,629	-	559	-	87,428	3,144
Off-balance sheet securitisation exposure	-	-	-	-	31,229	1,593
Total	55,629	-	559	-	118,657	4,737