



AUSWIDE
— **BANK** —

BASEL III PILLAR 3 DISCLOSURES

Quarter Ended
30 September 2016

AUSWIDE BANK LTD
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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 Auswide Bank Ltd Group ("the Group").

In accordance with the APRA standard, the following tables 3, 4 and 5 disclose the information required under Pillar 3 of the Basel III Capital Accord that came into effect from 1 January 2013.

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 September 2016 data as required by the standard APS330.

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TABLE 3: CAPITAL ADEQUACY

Risk Weighted Assets (\$000's)	Sep 16	Jun 16
Subject to standardised approach		
Residential mortgage	899,135	898,864
Other retail	78,655	71,919
Corporate	-	-
Bank	78,366	83,474
Government	-	-
Other	37,478	40,331
Total on balance sheet assets and off balance sheet exposures	1,093,634	1,094,588
Securitisation exposures	32,677	26,100
Market risk exposures	-	-
Operational risk exposures	142,173	142,173
Total Risk Weighted Assets	1,268,484	1,262,861
Capital Ratios	%	%
Level 2 Total Capital ratio	14.32%	14.31%
Level 2 Tier 1 Capital ratio	11.93%	11.90%

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TABLE 4: CREDIT RISK

Exposure Type	Gross Credit Exposure (\$000's)		Average Gross Credit Exposure (\$000's)	
	Sep 16	Jun 16	Sep 16	Jun 16
	Cash and cash equivalents	74,468	86,664	80,566
Due from other financial institutions	208,751	211,011	209,881	209,496
Loans and advances	2,262,650	2,259,546	2,261,098	2,178,303
Property, plant and equipment	17,899	18,153	18,026	17,393
Non market off balance sheet exposures	174,759	168,455	171,607	174,185
Other	19,579	22,178	20,879	22,428
Total exposures	2,758,106	2,766,007	2,762,057	2,671,610

Portfolios	Gross Credit Exposure (\$000's)		Average Gross Credit Exposure (\$000's)	
	Sep 16	Jun 16	Sep 16	Jun 16
	Residential mortgage	2,358,753	2,356,083	2,357,418
Other retail	78,655	71,919	75,287	63,339
Corporate	-	-	-	-
Bank	283,219	297,674	290,447	279,300
Government	-	-	-	-
Other	37,478	40,331	38,905	39,821
Total exposures	2,758,105	2,766,007	2,762,057	2,671,610

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TABLE 4: CREDIT RISK (CONTINUED)

30 September 2016	Impaired loans	Past due loans > 90 days	Specific Provision balance	Charges for specific provision	Write Offs
Portfolios subject to the Standardised approach	(\$000's)	(\$000's)	(\$000's)	(\$000's)	(\$000's)
Residential mortgage	10,400	29,434	4,413	1,435	891
Other retail	13	-	-	-	-
Corporate	55	-	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
Other	-	-	-	-	-
Total exposures	10,469	29,434	4,413	1,435	891

30 June 2016	Impaired loans	Past due loans > 90 days	Specific Provision balance	Charges for specific provision	Write Offs
Portfolios subject to the Standardised approach	(\$000's)	(\$000's)	(\$000's)	(\$000's)	(\$000's)
Residential mortgage	40,698	54,333	5,047	1,520	1,197
Other retail	21	-	-	-	-
Corporate	54	75	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
Other	-	-	-	-	-
Total exposures	40,773	54,408	5,047	1,520	1,197

	Sep 16 (\$000's)	Jun 16 (\$000's)
General reserve for credit losses	2,388	2,388

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TABLE 5: SECURITISATION EXPOSURES

Exposure Type	30 September 2016		30 June 2016	
	Current Period Securitisation Activity (\$000's)	Gain or Loss on Sale (\$000's)	Current Period Securitisation Activity (\$000's)	Gain or Loss on Sale (\$000's)
Securities held in the banking book	(1,036)	-	(777)	-
Securities held in the trading book	-	-	-	-
Liquidity facilities	-	-	-	-
Funding facilities	-	-	-	-
Swaps	(18,612)	-	(6,129)	-
Other	(216)	-	(27)	-
Total	(19,863)	-	(6,933)	-

30 September 2016	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)
Securitisation Exposure						
On-balance sheet securitisation exposure retained or purchased	26,105	-	-	-	95,152	2,337
Off-balance sheet securitisation exposure	0	-	-	-	60,979	2,120
Total	26,105	-	-	-	156,131	4,458

30 June 2016	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)
Securitisation Exposure						
On-balance sheet securitisation exposure retained or purchased	27,141	-	-	-	109,640	2,440
Off-balance sheet securitisation exposure	-	-	-	-	65,103	2,229
Total	27,141	0	0	0	174,743	4,668