

AUSWIDE BANK LTD
BASEL III PILLAR 3 DISCLOSURES
31 March 2018

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 31 March 2018 data as required by the standard APS330.

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BASEL III PILLAR 3 DISCLOSURES
31 March 2018

TABLE 3: CAPITAL ADEQUACY

Risk Weighted Assets (\$000's)	Mar 18	Dec 17
Subject to standardised approach		
Residential mortgage	932,472	919,500
Other retail	102,540	101,813
Corporate	-	-
Bank	73,295	74,273
Government	-	-
Other	35,322	46,110
Total on balance sheet assets and off balance sheet exposures	1,143,629	1,141,696
Securitisation exposures	10,084	9,618
Market risk exposures	-	-
Operational risk exposures	157,296	157,296
Total Risk Weighted Assets	1,311,009	1,308,610
Capital Ratios	%	%
Level 2 Total Capital ratio	15.12%	14.93%
Level 2 Tier 1 Capital ratio	12.80%	12.60%

AUSWIDE BANK LTD
BASEL III PILLAR 3 DISCLOSURES
31 March 2018

TABLE 4: CREDIT RISK

Exposure Type	Gross Credit Exposure		Average Gross Credit Exposure	
	(\$000's)		(\$000's)	
	Mar 18	Dec 17	Mar 18	Dec 17
Cash and cash equivalents	88,083	112,097	100,090	100,812
Due from other financial institutions	205,463	186,455	195,959	186,756
Loans and advances	2,411,671	2,368,268	2,389,970	2,337,643
Property, plant and equipment	16,416	22,925	19,671	22,541
Non market off balance sheet exposures	174,046	162,699	168,373	164,573
Other	18,906	23,185	21,046	22,261
Total exposures	2,914,585	2,875,629	2,895,109	2,834,586

Portfolios	Gross Credit Exposure		Average Gross Credit Exposure	
	(\$000's)		(\$000's)	
	Mar 18	Dec 17	Mar 18	Dec 17
Residential mortgage	2,483,178	2,429,154	2,456,166	2,404,851
Other retail	102,540	101,813	102,177	97,364
Corporate	-	-	-	-
Bank	293,546	298,551	296,049	287,567
Government	-	-	-	-
Other	35,322	46,110	40,716	44,802
Total exposures	2,914,586	2,875,628	2,895,108	2,834,584

AUSWIDE BANK LTD
BASEL III PILLAR 3 DISCLOSURES
31 March 2018

TABLE 4: CREDIT RISK (CONTINUED)

31 March 2018	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	5,431	16,462	3,387	1,534	1,920
Other retail	-	-	-	-	-
Corporate	-	-	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
Other	-	-	-	-	-
Total exposures	5,431	16,462	3,387	1,534	1,920

31 December 2017	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	5,999	16,276	3,484	1,628	1,574
Other retail	-	-	-	-	-
Corporate	92	-	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
Other	-	-	-	-	-
Total exposures	6,091	16,276	3,484	1,628	1,574

	Mar 18	Dec 17
	(\$000's)	(\$000's)
General reserve for credit losses	2,388	2,388

AUSWIDE BANK LTD
BASEL III PILLAR 3 DISCLOSURES
31 March 2018

TABLE 5: SECURITISATION EXPOSURES

Exposure Type	31 March 2018		31 December 2017	
	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	-	-	-	-
Securities held in the trading book	-	-	-	-
Liquidity facilities	-	-	-	-
Funding facilities	-	-	-	-
Swaps	(13,928)	-	24,004	-
Other	(226)	-	(256)	-
Total	(14,154)	-	23,748	-

31 March 2018	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	30,386	-	-	-	113,204	2,244
Off-balance sheet securitisation exposure	-	-	-	-	73,036	2,298
Total	30,386	-	-	-	186,240	4,542

31 December 2017	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	30,386	-	-	-	120,035	2,321
Off-balance sheet securitisation exposure	-	-	-	-	80,134	2,447
Total	30,386	-	-	-	200,168	4,768