

**Auswide Bank Limited**  
**Basel III Pillar 3 Disclosures**  
**Quarter Ended 30 September 2015**

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 2015 data as required by the standard APS330.

**TABLE 3: CAPITAL ADEQUACY**

<b>Risk Weighted Assets (\$000's)</b>	<b>Sep 15</b>	<b>Jun 15</b>
Subject to standardised approach		
Residential mortgage	809,001	749,439
Other retail	50,110	34,960
Corporate	-	-
Bank	48,856	50,340
Government	-	-
Other	41,144	37,238
<b>Total on balance sheet assets and off balance sheet exposures</b>	<b>949,111</b>	<b>871,977</b>
Securitisation exposures	25,725	24,431
Market risk exposures	-	-
Operational risk exposures	137,385	137,385
<b>Total Risk Weighted Assets</b>	<b>1,112,221</b>	<b>1,033,793</b>
<b>Capital Ratios</b>	<b>%</b>	<b>%</b>
Level 2 Total Capital ratio	15.13%	15.15%
Level 2 Tier 1 Capital ratio	12.40%	12.59%

TABLE 4: CREDIT RISK

Exposure Type	Gross Credit Exposure (\$000's)		Average Gross Credit Exposure (\$000's)	
	Sep 15	Jun 15	Sep 15	Jun 15
	Cash and cash equivalents	52,058	54,538	53,298
Due from other financial institutions	194,494	200,840	197,667	197,559
Loans and advances	1,937,139	1,840,318	1,888,729	1,849,923
Property, plant and equipment	18,562	17,242	17,902	17,625
Non market off balance sheet exposures	194,747	159,319	177,033	161,236
Other	22,582	19,996	21,289	19,989
<b>Total exposures</b>	<b>2,419,582</b>	<b>2,292,253</b>	<b>2,355,918</b>	<b>2,311,843</b>

Portfolios	Gross Credit Exposure (\$000's)		Average Gross Credit Exposure (\$000's)	
	Sep 15	Jun 15	Sep 15	Jun 15
	Residential mortgage	2,081,776	1,964,677	2,023,227
Other retail	50,110	34,960	42,535	52,594
Corporate	-	-	-	-
Bank	246,552	255,378	250,965	263,069
Government	-	-	-	-
Other	41,144	37,238	39,190	37,613
<b>Total exposures</b>	<b>2,419,582</b>	<b>2,292,253</b>	<b>2,355,917</b>	<b>2,311,840</b>

TABLE 4: CREDIT RISK (CONTINUED)

30 September 2015	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	40,881	50,309	6,442	2,839	170
Other retail	11	-	-	-	-
Corporate	1,091	1,690	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
Other	-	-	-	-	-
<b>Total exposures</b>	<b>41,984</b>	<b>52,000</b>	<b>6,442</b>	<b>2,839</b>	<b>170</b>

30 June 2015	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	41,880	44,234	1,719	-	1,165
Other retail	12	-	-	-	-
Corporate	1,028	1,623	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
Other	-	-	-	-	-
<b>Total exposures</b>	<b>42,920</b>	<b>45,857</b>	<b>1,719</b>	<b>-</b>	<b>1,165</b>

	Sep 15 (\$000's)	Jun 15 (\$000's)
<b>General reserve for credit losses</b>	<b>2,388</b>	<b>2,388</b>

TABLE 5: SECURITISATION EXPOSURES

Exposure Type	30 September 2015		30 June 2015	
	Current Period Securitisation Activity	Gain or Loss on Sale	Current Period Securitisation Activity	Gain or Loss on Sale
	(\$000's)	(\$000's)	(\$000's)	(\$000's)
Securities held in the banking book	(1,721)	-	319	-
Securities held in the trading book	-	-	-	-
Liquidity facilities	-	-	-	-
Funding facilities	-	-	-	-
Swaps	1,427	-	308	-
Other	(183)	-	258	-
<b>Total</b>	<b>(477)</b>	<b>-</b>	<b>885</b>	<b>-</b>

30 September 2015	Securities held in the banking book	Securities held in the trading book	Liquidity facilities	Funding facilities	Swaps	Other
Securitisation Exposure	(\$000's)	(\$000's)	(\$000's)	(\$000's)	(\$000's)	(\$000's)
On-balance sheet securitisation exposure retained or purchased	23,134	-	-	-	77,701	2,150
Off-balance sheet securitisation exposure	-	-	-	-	80,572	2,250
<b>Total</b>	<b>23,134</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>158,273</b>	<b>4,400</b>

30 June 2015	Securities held in the banking book	Securities held in the trading book	Liquidity facilities	Funding facilities	Swaps	Other
Securitisation Exposure	(\$000's)	(\$000's)	(\$000's)	(\$000's)	(\$000's)	(\$000's)
On-balance sheet securitisation exposure retained or purchased	24,855	-	-	-	66,583	2,185
Off-balance sheet securitisation exposure	-	-	-	-	90,263	2,399
<b>Total</b>	<b>24,855</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>156,846</b>	<b>4,583</b>