

MEMBERS EQUITY BANK PTY LIMITED

APRA Basel II Pillar 3 Disclosure

APS 330: Public Disclosure of Prudential Information

Table 15: Capital Structure

	30-Sep-11 \$m
Tier 1 Capital	
Share Capital	430.1
Retained Earnings	20.5
Gross Tier 1 Capital	450.6
Deductions from Tier 1 Capital	
Fair Value Reserve	-
Deferred Tax Assets	(4.7)
Intangible Assets	(15.7)
Loan Establishment Costs	(24.2)
Debt Raising Cost capitalised	(0.7)
50% Investment in Controlled Entity	(0.0)
Total Tier 1 Capital Deductions	(45.2)
Net Tier 1 Capital	405.4
Tier 2 capital	
Upper Tier 2 Capital	6.7
Lower Tier 2 Capital	66.0
Net Tier 2 Capital	72.7
50% Investment in Controlled Entity	(0.0)
Total Capital Base	478.1

Table 16: Capital Adequacy

	30-Sep-11 Risk Weighted Assets \$m
Subject to the Standardised approach	
Residential Mortgage	2,251.1
Other Retail	287.2
Corporate	63.0
Bank	192.5
Government	-
Other	42.4
Capital Requirement for Credit Risk by Portfolio	2,836.3
Capital Requirement for Credit Risk Relating to Securitisation Exposures	56.3
Capital Requirement for Market Risk	-
Capital requirement for Operational Risk	448.4
Total RWA and Capital Requirement	3,341.1

Capital Ratios

Level 2 Total Capital Ratio	14.31%
Level 2 Tier 1 Capital Ratio	12.13%

Table 17: Credit Risk

Exposure Type	Period End 30-Sep-11 Gross Credit Risk Exposure \$m	Period End 30-Sep-11 Average Gross Credit Exposure \$m
	Cash and Due from Financial Institutions	58.0
Debt Securities	1,351.2	1,341.8
Loans and Advances	6,056.5	6,016.7
Other	62.5	61.8
Non Market Off Balance Sheet Exposures	1,120.7	1,111.8
Market Related Off Balance Sheet	11.7	10.4
Total exposures	8,660.7	8,616.0

Portfolios Subject to Standardised Approach	Period End 30-Sep-11 Gross Credit Risk Exposure \$m	Period End 30-Sep-11 Average Gross Credit Exposure \$m
	Residential Mortgage	5,665.9
Other Retail	287.0	291.8
Corporate	64.6	58.7
Bank	739.2	452.0
Government	388.3	378.1
Other	1,515.6	670.8
Total Exposures	8,660.7	8,616.0

Portfolios Subject to Standardised Approach	Impaired Loans \$m	Past Due Loans >90 Days \$m	Specific Provision Balance \$m	Charges for Specific Provision \$m	Write-offs \$m
Residential Mortgage	23.7	4.8	0.2	-	-
Other Retail	4.9	2.8	2.6	-	1.7
Corporate	-	-	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
Other	-	-	-	-	-
Total	28.6	7.6	2.8	-	1.7

	Balance \$m
General Reserve for Credit Losses	7.1