

SUNCORP-METWAY LTD
APS 330 DISCLOSURE : TABLE 15 CAPITAL STRUCTURE
31 DECEMBER 2009

| | 31-Dec-09 |
|---|--------------|
| | \$m |
| Tier 1 | |
| Ordinary share capital | 12,694 |
| Subsidiary share capital (eliminated upon consolidation) | - |
| Reserves | - |
| Retained profits | 848 |
| Preference shares | 879 |
| Insurance liabilities in excess of liability valuation | - |
| Less goodwill, brands | (7,837) |
| Less software assets | (59) |
| Less other intangible assets | (98) |
| Less deferred tax asset | (224) |
| Less other required deductions | (1) |
| Less tier 1 deductions for investments in subsidiaries, capital support | (1,413) |
| Total tier 1 capital | 4,789 |
| Tier 2 | |
| APRA general reserves for credit losses | 448 |
| Asset Revaluation Reserve | 6 |
| Subordinated notes | 1,653 |
| Less tier 2 deductions for investments in subsidiaries, capital support | (1,413) |
| Total tier 2 capital | 694 |
| Total capital base | 5,483 |

SUNCORP-METWAY LTD
APS 330 DISCLOSURE : TABLE 16 CAPITAL ADEQUACY
31 DECEMBER 2009

| | Risk Weighted Balance 31-Dec-09 \$m |
|--|---|
| On-Balance Sheet Risk Weighted Assets | |
| Cash items | 13 |
| Claims on Australian and foreign governments | 2 |
| Claims on central banks, international banking agencies, regional development banks, ADIs and overseas banks | 872 |
| Claims on securitisation exposures | 57 |
| Claims secured against eligible residential mortgages | 10,609 |
| Past due claims | 3,118 |
| Other retail assets | 1,002 |
| Corporate | 18,660 |
| Other assets and claims | 601 |
| Total Banking assets | 34,934 |
| Off balance sheet positions | |
| Guarantees entered into in the normal course of Business | 150 |
| Commitments to provide loans and advances | 967 |
| Capital commitments | 14 |
| Foreign exchange contracts | 127 |
| Interest rate contracts | 89 |
| Securitisation exposures | 207 |
| Total off balance sheet positions | 1,554 |
| Total Credit Risk capital charge | 36,488 |
| Market risk capital charge | 544 |
| Operational risk capital charge | 2,994 |
| Total risk weighted assets | 40,026 |
| Risk weighted capital ratios | % |
| Tier 1 | 11.964% |
| Total risk weighted capital ratios | 13.698% |

SUNCORP-METWAY LTD
APS 330 DISCLOSURE : TABLE 17 CREDIT RISK
31 DECEMBER 2009

Table 17A: CREDIT RISK BY GROSS CREDIT EXPOSURE - OUTSTANDING AS AT 31 DEC 09

| 31-Dec-09 | Receivables due from other banks | Trading securities | Investment securities | Loans, advances and other receivables | Credit commitments | Derivative instruments | Total Credit Risk | Impaired assets | Past Due not Impaired > 90days | Total not past due or impaired | Specific Provisions |
|---|----------------------------------|--------------------|-----------------------|---------------------------------------|--------------------|------------------------|-------------------|-----------------|--------------------------------|--------------------------------|---------------------|
| | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m |
| Agribusiness | - | - | - | 3,352 | 21 | - | 3,373 | 210 | 36 | 3,127 | 65 |
| Construction and development | - | - | - | 6,017 | 146 | - | 6,163 | 1,369 | 102 | 4,692 | 306 |
| Financial services | 123 | 7,050 | 3,048 | 2,740 | 156 | 831 | 13,948 | - | - | 13,948 | - |
| Hospitality | - | - | - | 1,429 | - | - | 1,429 | 34 | 4 | 1,391 | 23 |
| Manufacturing | - | - | - | 812 | - | - | 812 | 14 | 10 | 788 | 7 |
| Professional services | - | - | - | 535 | - | - | 535 | 9 | 2 | 524 | 3 |
| Property investment | - | - | - | 6,368 | - | - | 6,368 | 316 | 11 | 6,041 | 104 |
| Real estate - Mortgage | - | - | - | 25,703 | 1,122 | - | 26,825 | 28 | 128 | 26,669 | 13 |
| Personal | - | - | - | 596 | - | - | 596 | - | - | 596 | - |
| Government and public authorities | - | - | - | 7 | - | - | 7 | - | - | 7 | - |
| Other commercial and industrial | - | - | - | 3,747 | 359 | - | 4,106 | 239 | 2 | 3,865 | 78 |
| Total gross credit risk | 123 | 7,050 | 3,048 | 51,306 | 1,804 | 831 | 64,162 | 2,219 | 295 | 61,648 | 597 |
| Eligible securitised loans | - | - | - | 2,875 | - | - | 2,875 | - | - | 2,875 | - |
| Total including eligible securitised loans | 123 | 7,050 | 3,048 | 54,181 | 1,804 | 831 | 67,037 | 2,219 | 295 | 64,523 | 597 |
| Impairment provision | - | - | - | - | - | - | (820) | (597) | - | (223) | - |
| TOTAL | | | | | | | 66,217 | 1,622 | 295 | 64,300 | 597 |

Table 17A: CREDIT RISK BY GROSS CREDIT EXPOSURE - AVERAGE GROSS EXPOSURE OVER PERIOD - 01 SEP 09 to 31 DEC 09

| 31-Dec-09 | Receivables due from other banks | Trading securities | Investment securities | Loans, advances and other receivables | Credit commitments | Derivative instruments | Total Credit Risk | Impaired assets | Past Due not Impaired > 90days | Total not past due or impaired | Specific Provisions |
|---|----------------------------------|--------------------|-----------------------|---------------------------------------|--------------------|------------------------|-------------------|-----------------|--------------------------------|--------------------------------|---------------------|
| | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m |
| Agribusiness | - | - | - | 3,372 | 21 | - | 3,393 | 203 | 31 | 3,148 | 65 |
| Construction and development | - | - | - | 6,184 | 160 | - | 6,344 | 1,214 | 169 | 4,890 | 278 |
| Financial services | 158 | 6,969 | 3,298 | 2,699 | 157 | 1,028 | 14,308 | 0 | 1 | 14,307 | - |
| Hospitality | - | - | - | 1,527 | - | - | 1,527 | 75 | 5 | 1,442 | 19 |
| Manufacturing | - | - | - | 839 | - | - | 839 | 17 | 10 | 809 | 8 |
| Professional services | - | - | - | 562 | - | - | 562 | 9 | 4 | 546 | 3 |
| Property investment | - | - | - | 6,539 | - | - | 6,539 | 290 | 13 | 6,225 | 100 |
| Real estate - Mortgage | - | - | - | 25,568 | 1,127 | - | 26,695 | 29 | 119 | 26,110 | 13 |
| Personal | - | - | - | 595 | - | - | 595 | - | 1 | 584 | - |
| Government and public authorities | - | - | - | 7 | - | - | 7 | - | - | 7 | - |
| Other commercial and industrial | - | - | - | 3,877 | 416 | - | 4,292 | 150 | 27 | 4,065 | 49 |
| Total gross credit risk | 158 | 6,969 | 3,298 | 51,767 | 1,880 | 1,028 | 65,100 | 1,986 | 381 | 62,133 | 534 |
| Eligible securitised loans | - | - | - | 2,986 | - | - | 2,986 | - | - | 2,986 | - |
| Total including eligible securitised loans | 158 | 6,969 | 3,298 | 54,754 | 1,880 | 1,028 | 68,086 | 1,986 | 381 | 65,119 | 534 |
| Impairment provision | - | - | - | - | - | - | (789) | (534) | - | (255) | - |
| TOTAL | | | | | | | 67,297 | 1,452 | 381 | 64,864 | 534 |

Table 17B: CREDIT RISK BY PORTFOLIO

| 31-Dec-09 | Gross Credit Risk Exposure | Average Gross Exposure | Impaired assets | Past Due not Impaired > 90days | Specific Provisions | Charges for Specific Provisions & Write-offs |
|---|----------------------------|------------------------|-----------------|--------------------------------|---------------------|--|
| | \$m | \$m | \$m | \$m | \$m | \$m |
| Claims secured against eligible residential mortgages | 26,825 | 26,695 | 28 | 128 | 13 | 4 |
| Other retail | 596 | 595 | - | - | - | 2 |
| Financial services | 13,948 | 14,308 | - | - | - | - |
| Government and public authorities | 7 | 7 | - | - | - | - |
| Corporate and other claims | 22,786 | 23,495 | 2,191 | 168 | 584 | 197 |
| Total | 64,162 | 65,100 | 2,219 | 295 | 597 | 203 |

Table 17C: GENERAL RESERVES FOR CREDIT LOSSES

| 31-Dec-09 | \$m |
|--|------------|
| Collective provision for impairment | 223 |
| FITB relating to collective provision | -67 |
| Equity Reserve for credit losses | 292 |
| General Reserve for Credit losses | 448 |

Provision for impairment

| | Dec-09 | | |
|--|-------------|-----------------|--------------|
| | Core \$M | Non-Core \$M | Total \$M |
| Collective Provision | | | |
| Balance at the beginning of the period | 54 | 228 | 282 |
| Charge against contribution to profit | (19) | (40) | (59) |
| <i>Balance at the end of the period</i> | 35 | 188 | 223 |
| Specific provision | | | |
| Balance at the beginning of the period | 42 | 435 | 477 |
| Charge against impairment losses | 4 | 155 | 159 |
| Charge against interest income | 0 | (39) | (39) |
| <i>Balance at the end of the period</i> | 46 | 551 | 597 |
| Total provision for impairment - Banking Activities | 81 | 739 | 820 |
| Equity reserve for credit loss | | | |
| Balance at the beginning of the period | 62 | 133 | 195 |
| Transfer to/from retained earnings | (7) | 103 | 96 |
| <i>Balance at the end of the period</i> | 55 | 236 | 291 |
| Pre-tax equivalent coverage | 79 | 337 | 416 |
| Total provision for impairment and equity reserve for credit loss coverage - Banking Activities | 160 | 1,076 | 1,236 |
| Total Expected Loss | 126 | 919 | 1,045 |
| Provision for impairment expressed as a percentage of gross impaired assets are as follows: | % | % | % |
| Collective Provision | 24.7 | 9.1 | 10.0 |
| Specific Provision | 32.4 | 26.5 | 26.9 |
| Total Provision | 57.1 | 35.6 | 37.0 |
| Equity reserve for credit loss coverage | 55.8 | 16.2 | 18.8 |
| Total provision and equity reserve for credit loss coverage | 112.9 | 51.8 | 55.7 |

Impaired Assets

| | Dec-09 | | |
|---|-------------|-----------------|--------------|
| | Core \$M | Non-Core \$M | Total \$M |
| Gross balances of individually impaired loans | 142 | 2,077 | 2,219 |
| Specific provisions for impairment | (46) | (551) | (597) |
| Net individually impaired loan | 96 | 1,526 | 1,622 |
| Past due loans not shown as impaired assets | 172 | 123 | 295 |
| Gross non performing loans | 314 | 2,200 | 2,514 |
| Gross individually impaired assets as a percentage of gross loans | 0.38 | 12.11 | 4.09 |
| Gross non performing loans as a percentage of gross loans | 0.85 | 12.83 | 4.64 |
| Gross individually impaired assets as a percentage of impairment provisions and ERCL coverage | 88.55 | 192.97 | 179.46 |
| Impairment Provisions and ERCL coverage as a percentage of credit risk weighted assets | 0.84 | 6.76 | 3.54 |

Impairment losses on loans and advances

| | Dec-09 | | |
|--|-------------|-----------------|--------------|
| | Core \$M | Non-Core \$M | Total \$M |
| Collective provision for impairment | (19) | (40) | (59) |
| Specific provision for impairment | 4 | 155 | 159 |
| Actual net write offs | 17 | 157 | 174 |
| Total | 2 | 272 | 274 |
| | % | % | % |
| Impairment charge to credit RWA (annualised) | 0.02 | 3.42 | 1.57 |