

4 May 2010

SUNCORP INCREASES VARIABLE HOME LOAN RATE BY 0.25% pa

Suncorp Bank today announced it will increase its variable rate home loan by 0.25% p.a., in line with the Reserve Bank of Australia's increase to the official cash rate.

Suncorp's standard variable rate on home loans will increase to 7.44% p.a. (7.59% p.a. Comparison Rate^[i]) for new and existing customers, effective 7 May 2010.

The Bank's Small Business variable rates will also be increasing by 0.25% p.a. effective 7 May 2010.

Suncorp Bank Chief Executive Officer David Foster said the increase in the official cash rate was not unexpected given recent house price increases, rising commodity prices and inflationary pressures brought about by an improving economy.

Applications for Suncorp Bank's My Home package, which delivers customers bundled savings on their home loan, transaction account and credit card, are being accepted until 30 June 2010. The package includes 1.2% p.a. off the Suncorp standard variable rate for the first year of the loan.

ENDS

About Suncorp:

Suncorp is one of Australia and New Zealand's largest diversified financial services providers, supplying banking, insurance and wealth management products to around 7 million customers through well-established and recognised brands such as AAMI, Australian Pensioners Insurance Agency, Shannons, Vero, Asteron and Tyndall, as well as Suncorp and GIO. Today Suncorp is Australia's fifth largest bank and second largest domestic general insurance group, with over 16,000 staff. Suncorp has representation in 450 offices, branches and agencies throughout Australia and New Zealand.

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^[i] Based on \$150,000 over 25 years. WARNING: This comparison rate is true only for examples given and may not include fees and charges. Different terms, fees or other loan amounts might result in a different comparison rate.