

**SUNCORP-METWAY LTD**  
**APS 330 DISCLOSURE : TABLE 16 CAPITAL ADEQUACY**  
**31 MARCH 2010**

	Risk Weighted Balance 31-Mar-2010 \$m
<b>On-Balance Sheet Risk Weighted Assets</b>	
Cash items	34
Claims on Australian and foreign governments	1
Claims on central banks, international banking agencies, regional development banks, ADIs and overseas banks	890
Claims on securitisation exposures	112
Claims secured against eligible residential mortgages	10,748
Past due claims	3,099
Other retail assets	1,000
Corporate	17,479
Other assets and claims	450
<b>Total Banking assets</b>	<b>33,813</b>
<b>Off balance sheet positions</b>	
Guarantees entered into in the normal course of Business	101
Commitments to provide loans and advances	855
Capital commitments	16
Foreign exchange contracts	156
Interest rate contracts	78
Securitisation exposures	203
<b>Total off balance sheet positions</b>	<b>1,409</b>
<b>Total Credit Risk capital charge</b>	<b>35,222</b>
<b>Market risk capital charge</b>	591
<b>Operational risk capital charge</b>	2,994
<b>Total risk weighted assets</b>	<b>38,807</b>
<b>Risk weighted capital ratios</b>	<b>%</b>
Tier 1	12.452%
Total risk weighted capital ratios	14.195%

**SUNCORP-METWAY LTD**  
**APS 330 DISCLOSURE : TABLE 17 CREDIT RISK**  
**31 MARCH 2010**

**Table 17A: CREDIT RISK BY GROSS CREDIT EXPOSURE - OUTSTANDING AS AT 31 MARCH 2010**

31-Mar-2010	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	-	-	-	3,294	15	-	3,309	206	32	3,070	63
Construction and development	-	-	-	5,718	68	-	5,786	1,463	128	4,194	391
Financial services	181	7,027	3,166	3,336	156	933	14,798	-	0	14,798	-
Hospitality	-	-	-	1,330	-	-	1,330	104	3	1,224	23
Manufacturing	-	-	-	766	-	-	766	10	9	747	7
Professional services	-	-	-	488	-	-	488	5	2	481	2
Property investment	-	-	-	5,992	-	-	5,992	319	36	5,637	82
Real estate - Mortgage	-	-	-	26,182	1,137	-	27,319	23	191	27,105	10
Personal	-	-	-	594	-	-	594	-	-	594	-
Government and public authorities	-	-	-	5	-	-	5	-	13	(8)	-
Other commercial and industrial	-	-	-	3,315	270	-	3,585	80	13	3,492	21
<b>Total gross credit risk</b>	<b>181</b>	<b>7,027</b>	<b>3,166</b>	<b>51,020</b>	<b>1,646</b>	<b>933</b>	<b>63,972</b>	<b>2,211</b>	<b>426</b>	<b>61,334</b>	<b>599</b>
Eligible securitised loans	-	-	-	2,643	-	-	2,643	-	-	2,643	-
<b>Total including eligible securitised loans</b>	<b>181</b>	<b>7,027</b>	<b>3,166</b>	<b>53,663</b>	<b>1,646</b>	<b>933</b>	<b>66,615</b>	<b>2,211</b>	<b>426</b>	<b>63,978</b>	<b>599</b>
Impairment provision	-	-	-	-	-	-	(819)	(597)	(29)	(193)	-
<b>TOTAL</b>							<b>65,796</b>	<b>1,614</b>	<b>397</b>	<b>63,785</b>	<b>599</b>

**Table 17A: CREDIT RISK BY GROSS CREDIT EXPOSURE - AVERAGE GROSS EXPOSURE OVER PERIOD - 01 JANUARY 2010 to 31 MARCH 2010**

31-Mar-2010	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	-	-	-	3,323	18	-	3,341	208	34	3,099	64
Construction and development	-	-	-	5,868	107	-	5,975	1,416	115	4,443	348
Financial services	152	7,039	3,107	3,038	156	882	14,373	-	0	14,373	-
Hospitality	-	-	-	1,380	-	-	1,380	69	3	1,307	23
Manufacturing	-	-	-	789	-	-	789	12	10	767	7
Professional services	-	-	-	512	-	-	512	7	2	502	3
Property investment	-	-	-	6,180	-	-	6,180	318	23	5,839	93
Real estate - Mortgage	-	-	-	25,942	1,130	-	27,072	25	159	26,887	12
Personal	-	-	-	595	-	-	595	-	-	595	-
Government and public authorities	-	-	-	6	-	-	6	-	6	(0)	-
Other commercial and industrial	-	-	-	3,531	315	-	3,846	160	7	3,678	49
<b>Total gross credit risk</b>	<b>152</b>	<b>7,039</b>	<b>3,107</b>	<b>51,163</b>	<b>1,725</b>	<b>882</b>	<b>64,067</b>	<b>2,215</b>	<b>361</b>	<b>61,491</b>	<b>598</b>
Eligible securitised loans	-	-	-	2,759	-	-	2,759	-	-	2,759	-
<b>Total including eligible securitised loans</b>	<b>152</b>	<b>7,039</b>	<b>3,107</b>	<b>53,922</b>	<b>1,725</b>	<b>882</b>	<b>66,826</b>	<b>2,215</b>	<b>361</b>	<b>64,250</b>	<b>598</b>
Impairment provision	-	-	-	-	-	-	(820)	(597)	(29)	(193)	-
<b>TOTAL</b>							<b>66,007</b>	<b>1,618</b>	<b>346</b>	<b>64,042</b>	<b>598</b>

**Table 17B: CREDIT RISK BY PORTFOLIO**

31-Mar-2010	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	27,319	27,072	23	191	10	-
Other retail	594	595	-	-	-	6
Financial services	14,798	14,373	-	0	-	-
Government and public authorities	5	6	-	13	-	-
Corporate and other claims	21,256	22,021	2,189	223	589	97
<b>Total</b>	<b>63,972</b>	<b>64,067</b>	<b>2,211</b>	<b>426</b>	<b>599</b>	<b>103</b>

**Table 17C: GENERAL RESERVES FOR CREDIT LOSSES**

31-Mar-2010	\$m
Collective provision for impairment	222
Ineligible CP on Past Due not Impaired	(29)
<b>Eligible Collective Provisions</b>	<b>193</b>
FITB relating to collective provision	(58)
Equity Reserve for credit losses	272
<b>General Reserve for Credit losses</b>	<b>407</b>

## Provision for impairment

	Q3 as at Mar-10		
	Core \$M	Non-Core \$M	Total \$M
<b>Collective Provision</b>			
Balance at the beginning of the period	35	188	223
Charge against contribution to profit	17	(18)	(1)
<i>Balance at the end of the period</i>	52	170	222
<b>Specific provision</b>			
Balance at the beginning of the period	46	551	597
Charge against impairment losses	(6)	39	33
Charge against interest income	(3)	(28)	(31)
<i>Balance at the end of the period</i>	37	562	599
<b>Total provision for impairment - Banking Activities</b>	<b>89</b>	<b>732</b>	<b>821</b>
<b>Equity reserve for credit loss</b>			
Balance at the beginning of the period	55	236	291
Transfer to/from retained earnings	27	(46)	(19)
<i>Balance at the end of the period</i>	82	190	272
Pre-tax equivalent coverage	118	271	389
<b>Total provision for impairment and equity reserve for credit loss coverage</b>	<b>207</b>	<b>1003</b>	<b>1209</b>
<b>Provision for impairment expressed as a percentage of gross impaired assets are as follows:</b>			
Collective Provision	38.6%	8.2%	10.0%
Specific Provision	27.4%	27.1%	27.1%
Total Provision	65.9%	35.3%	37.1%
Equity reserve for credit loss coverage	87.3%	13.0%	17.6%
Total provision and equity reserve for credit loss coverage	153.3%	48.3%	54.7%

## Impaired Assets

	Q3 as at Mar-10		
	Core \$M	Non-Core \$M	Total \$M
<b>Gross balances of individually impaired loans</b>	135	2076	2211
Specific provisions for impairment	(37)	(562)	(599)
<b>Net individually impaired loan</b>	98	1514	1612
<b>Past due loans not shown as impaired</b>	239	187	426
<b>Gross non performing loans</b>	374	2263	2637
Gross individually impaired assets as a percentage of gross loans	0.37%	13.99%	4.29%
Gross non performing loans as a percentage of gross loans	1.02%	15.25%	5.11%
Gross individually impaired assets as a percentage of impairment provisions and ERCL coverage	65.25%	207.02%	182.80%
Impairment Provisions and ERCL coverage as a percentage of credit risk weighted assets	1.00%	6.89%	3.43%

## Impairment losses on loans and advances

	Q3 as at Mar-10		
	Core \$M	Non-Core \$M	Total \$M
Collective provision for impairment	17	(18)	(1)
Specific provision for impairment	(6)	39	33
Actual net write offs	9	62	71
<b>Total</b>	<b>20</b>	<b>83</b>	<b>103</b>