

SUNCORP GROUP LIMITED ABN 66 145 290 124

SUNCORP BANK

APS330

as at 31 DECEMBER 2017

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Basis of preparation

This document has been prepared by Suncorp Bank to meet the disclosure obligations under the Australian Prudential Regulation Authority (**APRA**) Australian Prudential Standard (**APS**) 330 *Public Disclosure*.

Suncorp Bank is represented by Suncorp-Metway Limited (**SML**) and its subsidiaries. SML is an authorised deposit-taking institution (**ADI**) and a wholly owned subsidiary of Suncorp Group Limited. Suncorp Group is represented by Suncorp Group Limited and its subsidiaries.

Other than statutory information required by a regulator (including APRA), all financial information is measured in accordance with Australian Accounting Standards. All figures have been quoted in Australian dollars and have been rounded to the nearest million.

This document has not been audited nor reviewed in accordance with Australian Auditing Standards. It should be read in conjunction with Suncorp Group's consolidated annual and interim financial reports which have been either audited or reviewed in accordance with Australian Auditing Standards.

Figures relate to the quarter ended 31 December 2017 (unless otherwise stated) and should be read in conjunction with other information concerning Suncorp Group filed with the Australian Securities Exchange (**ASX**).

Disclaimer

This report contains general information which is current as at 15 February 2018. It is information given in summary form and does not purport to be complete.

It is not a recommendation or advice in relation to the Suncorp Group and Suncorp Bank or any product or service offered by its entities. It is not intended to be relied upon as advice to investors or potential investors, and does not take into account the investment objectives, financial situation or needs of any particular investor. These should be considered, with or without professional advice, when deciding if an investment is appropriate.

The information in this report is for general information only. To the extent that the information may constitute forward-looking statements, the information reflects Suncorp Group's intent, belief or current expectations with respect to our business and operations, market conditions, results of operations and financial condition, capital adequacy, specific provisions and risk management practices at the date of this report. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks and uncertainties, many of which are beyond Suncorp Group's control, which may cause actual results to differ materially from those expressed or implied.

Suncorp Group and Suncorp Bank undertake no obligation to update any forward-looking statement to reflect events or circumstances after the date of this report (subject to ASX disclosure requirements).

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Regulatory Capital Reconciliation

The following table discloses the consolidated balance sheet of SML and its subsidiaries (**Suncorp Bank**), as published in its reviewed financial statements, and the balance sheet under the Level 2 regulatory scope of consolidation pursuant to APS 111 *Capital Adequacy: Measurement of Capital*.

Each component of capital reported below in *Table 1: Common Disclosures – Composition of Capital* can be reconciled to the balance sheets below using the reference letters included in both tables.

	Per table 1 capital disclosure	Statutory Dec-17 \$M	Adjustments Dec-17 \$M	Regulatory Dec-17 \$M
Assets				
Cash and cash equivalents		363	(5)	358
Receivables due from other banks		470	-	470
Trading securities		1,512	-	1,512
Derivatives		117	-	117
Investment securities		4,576	-	4,576
Investment in regulatory non-consolidated subsidiaries	(i)		1	1
Loans and advances		57,635	(3,976)	53,659
<i>of which: eligible collective provision component of GRCL in tier 2 capital</i>	(o)		-	(75)
<i>of which: loan and lease origination fees and commissions paid to mortgage originators and brokers in CET1 regulatory adjustments</i>	(f)		-	222
<i>of which: costs associated with debt raisings in CET1 regulatory adjustments</i>	(g)		-	13
Due from related parties		317	-	317
Deferred tax assets		47	-	47
<i>of which: arising from temporary differences included in CET1 regulatory adjustments</i>	(e)		-	33
Goodwill	(d)	21	-	21
Other assets		148	(20)	128
Total assets		65,206	(4,000)	61,206
Liabilities				
Payables due to other banks		54	-	54
Deposits and short-term borrowings		46,024	14	46,038
Derivatives		294	-	294
Payables and other liabilities		405	(9)	396
Due to related parties		25	-	25
Due to regulatory non-consolidated subsidiaries			71	71
Securitisation liabilities		4,111	(4,060)	51
<i>of which: securitisation start-up costs in CET1 regulatory adjustments</i>	(h)		-	7
Debt issues		9,722	-	9,722
Subordinated notes		742	-	742
<i>of which: directly issued qualifying tier 2 instruments</i>	(k)		-	670
<i>of which: directly issued instruments subject to phase out from tier 2</i>	(l)		-	72
Total liabilities		61,377	(3,984)	57,393
Net assets		3,829	(16)	3,813
Equity				
Share capital	(a)	2,648	-	2,648
Capital notes	(j)	550	-	550
Reserves		(308)	-	(308)
<i>of which: equity component of GRCL in tier 2 capital</i>	(m)		-	84
<i>of which: AFS reserve</i>	(c)		-	12
<i>of which: cash flow hedge reserve</i>	(n)		-	(32)
Retained profits		939	(16)	923
<i>of which: included in CET1</i>	(b)		-	551
Total equity attributable to owners of the Company		3,829	(16)	3,813

Regulatory Capital Reconciliation (Continued)

The Level 2 group for regulatory capital purposes consists of the parent entity, SML, and its eligible subsidiaries.

The following legal entities are included in the accounting scope of consolidation but are excluded from the regulatory scope of consolidation:

	Total assets Dec-17 \$	Total liabilities Dec-17 \$
SPDEF #2 Pty Ltd	1	-

Principal activity:

The company acts as trustee for Suncorp Property Development Equity Fund #2 Unit Trust.

	Total assets Dec-17 \$M	Total liabilities Dec-17 \$M
Suncorp Property Development Equity Fund #2 Unit Trust	18	2

Principal activity:

The Trust was established by the directors of SPDEF #2 Pty Ltd (the trustee) for the purpose of forming an unincorporated joint venture to develop land for the purpose of reselling as residential housing lots.

	Total assets Dec-17 \$M	Total liabilities Dec-17 \$M
Securitisation special purpose vehicles ⁽¹⁾		
Apollo Series 2010-1 Trust	152	152
Apollo Series 2011-1 Trust	254	254
Apollo Series 2012-1 Trust	261	261
Apollo Series 2013-1 Trust	344	344
Apollo Series 2015-1 Trust	613	613
Apollo Series 2017-1 Trust	1,009	1,009
Apollo Series 2017-2 Trust	1,433	1,433

Principal activity:

The Trusts were established for the purpose of raising funds, via the issue of mortgage backed securities, to fund the purchase of mortgage loans by equitable assignment.

⁽¹⁾ The Trusts qualify for regulatory capital relief under APS 120 and are therefore deconsolidated from the Level 2 regulatory group. The assets of the Trusts include the secured loans from SML, representing the outstanding balance of securitised mortgages and accrued interest, as well as cash and other receivables.

Any transfer of funds or regulatory capital within the Level 2 group can occur only after the relevant approvals from management and the Board of each affected entity, in line with the Suncorp Group's capital management policies. Any such transactions must be consistent with the Suncorp Group's capital management strategy objectives to ensure each entity in the Level 2 group has sufficient capital resources to maintain the business and operational requirements, retain sufficient capital to exceed externally imposed capital requirements, and ensure Suncorp Bank's ability to continue as a going concern.

Table 1: Capital Disclosure Template

The disclosures below are presented using the post 1 January 2018 common disclosure template as, pursuant to APRA guidelines, SML and its eligible subsidiaries are applying, in full, the Basel III regulatory adjustments from 1 January 2013.

	Per regulatory capital reconciliation	Dec-17 \$M
Common Equity Tier 1 capital: instruments and reserves		
Directly issued qualifying ordinary shares (and equivalent for mutually-owned entities) capital	(a)	2,648
Retained earnings	(b)	551
Accumulated other comprehensive income (and other reserves)	(c)+(n)	(20)
Common Equity Tier 1 capital before regulatory adjustments		3,179
Common Equity Tier 1 capital: regulatory adjustments		
Goodwill (net of related tax liability)	(d)	21
Cash-flow hedge reserve	(n)	(32)
National specific regulatory adjustments		276
<i>of which: deferred tax assets</i>	(e)	33
<i>of which: capitalised expenses</i>	(f)+(g)+(h)	242
<i>of which: other national specific regulatory adjustments not reported above</i>	(i)	1
Total regulatory adjustments to Common Equity Tier 1		265
Common Equity Tier 1 Capital (CET1)		2,914
Additional Tier 1 Capital: instruments		
Directly issued qualifying Additional Tier 1 instruments		550
<i>of which: classified as equity under applicable accounting standards</i>	(j)	550
Additional Tier 1 Capital before regulatory adjustments		550
Additional Tier 1 Capital: regulatory adjustments		-
Additional Tier 1 capital (AT1)		550
Tier 1 Capital (T1=CET1+AT1)		3,464
Tier 2 Capital: instruments and provisions		
Directly issued qualifying Tier 2 instruments	(k)	670
Directly issued capital instruments subject to phase out from Tier 2	(l)	72
Provisions	(m)+(o)	159
Tier 2 Capital before regulatory adjustments		901
Tier 2 Capital: regulatory adjustments		-
Tier 2 capital (T2)		901
Total capital (TC=T1+T2)		4,365
Total risk-weighted assets based on APRA standards		32,530
Capital ratios and buffers		
Common Equity Tier 1 (as a percentage of risk-weighted assets)		8.96%
Tier 1 (as a percentage of risk-weighted assets)		10.65%
Total capital (as a percentage of risk-weighted assets)		13.42%
Buffer requirement (minimum CET1 requirement of 4.5% plus capital conservation buffer of 2.5% plus any countercyclical buffer requirements expressed as a percentage of risk-weighted assets)		7.00%
<i>of which: capital conservation buffer requirement</i>		2.50%
Common Equity Tier 1 available to meet buffers (as a percentage of risk-weighted assets)		8.96%
Amount below thresholds for deductions (not risk-weighted)		
Deferred tax assets arising from temporary differences (net of related tax liability)	(e)	33
Applicable caps on the inclusion of provisions in Tier 2		
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	(m)+(o)	159
Cap on inclusion of provisions in Tier 2 under standardised approach		363
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)		
Current cap on T2 instruments subject to phase out arrangements		95

Table 2: Main Features of Capital Instruments

Attachment B of APS 330 details the continuous disclosure requirements for the main features of all capital instruments included in Suncorp Bank's regulatory capital.

The Suncorp Bank's main features of capital instruments are updated on an ongoing basis and are available at www.suncorpgroup.com.au/investors/regulatory-disclosures.

The full terms and conditions of all of Suncorp Group's externally issued regulatory capital instruments are available at www.suncorpgroup.com.au/investors/securities⁽¹⁾.

⁽¹⁾ The published full terms and conditions represent the comparable capital instruments issued by Suncorp Group Limited to external investors. The terms of these instruments may differ slightly to those instruments issued by the regulatory Level 2 group.

Table 3: Capital Adequacy

	Carrying value		Avg risk weight	Risk weighted assets	
	Dec-17	Sep-17	Dec-17	Dec-17	Sep-17
	\$M	\$M	%	\$M	\$M
On-balance sheet credit risk-weighted assets					
Cash items	399	412	-	1	4
Claims on Australian and foreign governments	2,426	3,872	-	-	-
Claims on central banks, international banking agencies, regional development banks, ADIs and overseas banks	1,222	1,311	21	259	303
Claims on securitisation exposures	1,345	1,380	20	268	276
Claims secured against eligible residential mortgages	43,462	42,100	37	16,109	15,669
Past due claims	504	583	84	422	504
Other retail assets	359	384	82	295	321
Corporate	9,293	9,150	100	9,285	9,136
Other assets and claims	296	367	100	296	366
Total banking assets	59,306	59,559		26,935	26,579
Off-balance sheet positions					
	Notional amount	Credit equivalent	Avg risk weight	Risk weighted assets	
	Dec-17	Dec-17	Dec-17	Dec-17	Sep-17
	\$M	\$M	%	\$M	\$M
Guarantees entered into in the normal course of business	275	273	69	188	174
Commitments to provide loans and advances	9,357	2,871	58	1,652	1,937
Foreign exchange contracts	5,459	66	24	16	17
Interest rate contracts	49,290	85	31	26	30
Securitisation exposures	4,128	135	57	85	67
CVA capital charge	-	-	-	117	80
Total off-balance sheet positions	68,509	3,430		2,084	2,305
Market risk capital charge				70	103
Operational risk capital charge				3,441	3,424
Total off-balance sheet positions				2,084	2,305
Total on-balance sheet credit risk-weighted assets				26,935	26,579
Total assessed risk				32,530	32,411
Risk-weighted capital ratios				%	%
Common Equity Tier 1				8.96	8.77
Tier 1				10.65	11.31
Tier 2				2.77	2.76
Total risk-weighted capital ratio				13.42	14.07

Table 4: Credit Risk

Table 4A: Credit risk by gross credit exposure – outstanding as at 31 December 2017

	Receivables due from other Banks (2) \$M	Trading securities \$M	Derivatives \$M	Investment securities \$M	Loans and advances \$M	Off-balance sheet exposures (credit equivalent amount) (3) \$M	Total credit risk (4) \$M	Gross impaired assets \$M	Past due not impaired > 90 days \$M	Total not past due or impaired \$M	Specific provisions (5) \$M
Agribusiness	-	-	-	-	3,876	250	4,126	44	19	4,063	15
Construction & development	-	-	-	-	719	243	962	-	-	962	-
Financial services	470	-	117	905	98	377	1,967	-	1	1,966	-
Hospitality	-	-	-	-	973	51	1,024	21	-	1,003	4
Manufacturing	-	-	-	-	259	22	281	2	-	279	-
Professional services	-	-	-	-	280	21	301	3	3	295	3
Property investment	-	-	-	-	2,275	159	2,434	5	2	2,427	3
Real estate - Mortgage	-	-	-	-	42,958	1,867	44,825	40	338	44,447	5
Personal	-	-	-	-	259	5	264	-	7	257	-
Government/public authorities	-	1,512	-	2,326	-	-	3,838	-	-	3,838	-
Other commercial & industrial	-	-	-	-	2,093	300	2,393	21	24	2,348	7
Total gross credit risk	470	1,512	117	3,231	53,790	3,295	62,415	136	394	61,885	37
Securitisation exposures (1)				1,345	3,976	135	5,456	-	17	5,439	-
Total including Securitisation	470	1,512	117	4,576	57,766	3,430	67,871	136	411	67,324	37
Impairment provision							(131)	(37)	(19)	(75)	
TOTAL							67,740	99	392	67,249	

(1) The securitisation exposures of \$3,976 million included under Loans and advances qualify for regulatory capital relief under APS 120 *Securitisation* and therefore do not contribute to the Bank's total gross credit risk. The remaining securitisation exposures carry credit risk commensurate with their respective asset classes in accordance with APS 120 *Securitisation*.

(2) Receivables due from other banks include collateral deposits provided to derivative counterparties.

(3) Represent the credit equivalent amount of the Bank's off-balance sheet exposures calculated in accordance with APS 112 *Capital Adequacy*.

(4) Total credit risk excludes cash and cash equivalents, including any reverse repurchase agreements held by the ADI.

(5) In accordance with APS 220, regulatory specific provisions represents \$37 million specific provisions for accounting purposes plus \$19 million ineligible collective provision.

Table 4: Credit Risk (continued)

Table 4A: Credit risk by gross credit exposure – outstanding as at 30 September 2017

	Receivables due from other Banks (²) \$M	Trading securities \$M	Derivatives \$M	Investment securities \$M	Loans and advances \$M	Off-balance sheet exposures (credit equivalent amount) (³) \$M	Total credit risk (⁴) \$M	Gross impaired assets \$M	Past due not impaired > 90 days \$M	Total not past due or impaired \$M	Specific provisions (⁵) \$M
Agribusiness	-	-	-	-	3,900	256	4,156	65	15	4,076	12
Construction & development	-	-	-	-	669	261	930	2	1	927	1
Financial services	557	-	149	919	97	378	2,100	-	1	2,099	-
Hospitality	-	-	-	-	971	57	1,028	35	-	993	13
Manufacturing	-	-	-	-	265	22	287	2	1	284	-
Professional services	-	-	-	-	283	18	301	5	2	294	3
Property investment	-	-	-	-	2,208	146	2,354	5	3	2,346	3
Real estate - Mortgage	-	-	-	-	41,691	2,670	44,361	33	369	43,959	5
Personal	-	-	-	-	255	5	260	-	7	253	-
Government/public authorities	-	1,586	-	2,240	-	-	3,826	-	-	3,826	-
Other commercial & industrial	-	-	-	-	2,068	182	2,250	16	26	2,208	6
Total gross credit risk	557	1,586	149	3,159	52,407	3,995	61,853	163	425	61,265	43
Securitisation exposures (¹)				1,380	4,237	96	5,713	-	18	5,695	-
Total including Securitisation	557	1,586	149	4,539	56,644	4,091	67,566	163	443	66,960	43
Impairment provision							(140)	(43)	(25)	(72)	
TOTAL							67,426	120	418	66,888	

(¹) The securitisation exposures of \$4,237 million included under Loans and advances qualify for regulatory capital relief under APS 120 *Securitisation* and therefore do not contribute to the Bank's total gross credit risk. The remaining securitisation exposures carry credit risk commensurate with their respective asset classes in accordance with APS 120 *Securitisation*.

(²) Receivables due from other banks include collateral deposits provided to derivative counterparties.

(³) Represent the credit equivalent amount of the Bank's off-balance sheet exposures calculated in accordance with APS 112 *Capital Adequacy*.

(⁴) Total credit risk excludes cash and cash equivalents, including any reverse repurchase agreements held by the ADI.

(⁵) In accordance with APS 220, regulatory specific provisions represents \$43 million specific provisions for accounting purposes plus \$27 million ineligible collective provision.

Table 4: Credit Risk (continued)

Table 4A: Credit risk by gross credit exposure – average gross exposure over period 1 October to 31 December 2017

	Receivables due from other banks ⁽²⁾	Trading securities	Derivatives	Investment securities	Loans and advances	Off-balance sheet exposures (credit equivalent amount) ⁽³⁾	Total credit risk ⁽⁴⁾
	\$M	\$M	\$M	\$M	\$M	\$M	\$M
Agribusiness	-	-	-	-	3,888	253	4,141
Construction & development	-	-	-	-	694	252	946
Financial services	514	-	133	912	98	378	2,035
Hospitality	-	-	-	-	972	54	1,026
Manufacturing	-	-	-	-	262	22	284
Professional services	-	-	-	-	282	20	302
Property investment	-	-	-	-	2,242	153	2,395
Real estate - Mortgage	-	-	-	-	42,325	2,269	44,594
Personal	-	-	-	-	257	5	262
Government/public authorities	-	1,549	-	2,283	-	-	3,832
Other commercial & industrial	-	-	-	-	2,081	241	2,322
Total gross credit risk	514	1,549	133	3,195	53,101	3,647	62,139
Securitisation exposures ⁽¹⁾				1,363	4,107	116	5,586
Total including Securitisation exposures	514	1,549	133	4,558	57,208	3,763	67,725
Impairment provision							(136)
TOTAL							67,589

⁽¹⁾ The securitisation exposures of \$4,107 million included under Loans and advances qualify for regulatory capital relief under APS 120 *Securitisation* and therefore do not contribute to the Bank's total gross credit risk.

The remaining securitisation exposures carry credit risk commensurate with their respective asset classes in accordance with APS 120 *Securitisation*.

⁽²⁾ Receivables due from other banks include collateral deposits provided to derivative counterparties.

⁽³⁾ Represent the credit equivalent amount of the Bank's off-balance sheet exposures calculated in accordance with APS 112 *Capital Adequacy*.

⁽⁴⁾ Total credit risk excludes cash and cash equivalents, including any reverse repurchase agreements held by the ADI.

Table 4: Credit Risk (Continued)

Table 4A: Credit risk by gross credit exposure – average gross exposure over period 1 July to 30 September 2017

	Receivables due from other banks (2) \$M	Trading securities \$M	Derivatives	Investment securities \$M	Loans and advances \$M	Off-balance sheet exposures (credit equivalent amount) (3) \$M	Total credit risk (4) \$M
Agribusiness	-	-	-	-	3,933	270	4,203
Construction & development	-	-	-	-	624	257	881
Financial services	562	-	144	961	98	362	2,127
Hospitality	-	-	-	-	960	61	1,021
Manufacturing	-	-	-	-	270	23	293
Professional services	-	-	-	-	279	20	299
Property investment	-	-	-	-	2,144	146	2,290
Real estate - Mortgage	-	-	-	-	41,804	2,416	44,220
Personal	-	-	-	-	257	5	262
Government/public authorities	-	1,553	-	2,250	-	-	3,803
Other commercial & industrial	-	-	-	-	2,043	183	2,226
Total gross credit risk	562	1,553	144	3,211	52,412	3,743	61,625
Securitisation exposures (1)	-	-	-	1,337	3,581	33	4,951
Total including Securitisation	562	1,553	144	4,548	55,993	3,776	66,576
Impairment provision							(140)
TOTAL							66,436

(1) The securitisation exposures of \$3,581 million included under Loans and advances qualify for regulatory capital relief under APS 120 *Securitisation* and therefore do not contribute to the Bank's total gross credit risk.

The remaining securitisation exposures carry credit risk commensurate with their respective asset classes in accordance with APS 120 *Securitisation*.

(2) Receivables due from other banks include collateral deposits provided to derivative counterparties.

(3) Represent the credit equivalent amount of the Bank's off-balance sheet exposures calculated in accordance with APS 112 *Capital Adequacy*.

(4) Total credit risk excludes cash and cash equivalents, including any reverse repurchase agreements held by the ADI.

TABLE 4: Credit Risk (Continued)

Table 4B: Credit risk by portfolio – 31 December 2017

	Gross credit risk exposure	Average gross exposure	Impaired assets	Past due not impaired > 90 days	Specific provisions ⁽²⁾	Charges for specific provisions & write offs
	\$M	\$M	\$M	\$M	\$M	\$M
Claims secured against eligible residential mortgages ⁽¹⁾	50,296	50,187	40	355	5	4
Other retail	264	262	-	7	-	-
Financial services	1,967	2,035	-	1	-	-
Government and public authorities	3,838	3,832	-	-	-	-
Corporate and other claims	11,521	11,416	96	48	32	7
Total	67,886	67,732	136	411	37	11

⁽¹⁾ \$5,466 million, \$5,590 million and \$17 million has been included in gross credit risk exposure, average gross exposure and past due not impaired greater than 90 days respectively to include securitisation exposures.

⁽²⁾ In accordance with APS 220, regulatory specific provisions represents \$37 million specific provisions for accounting purposes plus \$19 million ineligible collective provision.

Table 4B: Credit risk by portfolio – 30 September 2017

	Gross credit risk exposure	Average gross exposure	Impaired assets	Past due not impaired > 90 days	Specific provisions ⁽²⁾	Charges for specific provisions & write offs
	\$M	\$M	\$M	\$M	\$M	\$M
Claims secured against eligible residential mortgages ⁽¹⁾	50,074	49,226	33	387	5	2
Other retail	260	262	-	7	-	-
Financial services	2,100	2,126	-	1	-	-
Government and public authorities	3,826	3,803	-	-	-	-
Corporate and other claims	11,306	11,213	130	48	38	2
Total	67,566	66,630	163	443	43	4

⁽¹⁾ \$5,713 million, \$5,006 million and \$18 million has been included in gross credit risk exposure, average gross exposure and past due not impaired greater than 90 days respectively to include securitisation exposures.

⁽²⁾ In accordance with APS 220, regulatory specific provisions represents \$43 million specific provisions for accounting purposes plus \$25 million ineligible collective provision.

Table 4C: General reserves for credit losses

	Dec-17	Sep-17
	\$M	\$M
Collective provision for impairment	94	97
Ineligible collective provisions on past due not impaired	(19)	(25)
Eligible collective provisions	75	72
Equity reserve for credit losses	84	81
General reserve for credit losses	159	153

Table 5: Securitisation Exposures

Table 5A: Summary of securitisation activity for the period

	Exposures securitised		Recognised gain or (loss) on sale	
	Dec-17	Sep-17	Dec-17	Sep-17
	\$M	\$M	\$M	\$M
Residential mortgages	-	1,500	-	-
Total exposures securitised during the period	-	1,500	-	-

Table 5B(i): Aggregate of on-balance sheet securitisation exposures by exposure type

Exposure type	Dec-17	Sep-17
	\$M	\$M
Debt securities	1,345	1,380
Total on-balance sheet securitisation exposures	1,345	1,380

Table 5B(ii): Aggregate of off-balance sheet securitisation exposures by exposure type

Exposure type	Dec-17	Sep-17
	\$M	\$M
Liquidity facilities	35	38
Derivative exposures	100	58
Total off-balance sheet securitisation exposures	135	96

Table 20: Liquidity Coverage Ratio Disclosure

	Total unweighted value (average) Dec-17 \$M	Total weighted value (average) Dec-17 \$M	Total unweighted value (average) Sep-17 \$M	Total weighted value (average) Sep-17 \$M	Total unweighted value (average) Jun-17 \$M	Total weighted value (average) Jun-17 \$M
Liquid assets, of which:						
High-quality liquid assets (HQLA)		5,274		4,783		4,670
Alternative liquid assets (ALA)		3,498		3,493		3,496
Cash outflows						
Retail deposits and deposits from small business customers, of which:	20,248	1,684	19,329	1,625	19,429	1,645
<i>stable deposits</i>	14,704	735	14,183	709	13,908	695
<i>less stable deposits</i>	5,544	949	5,146	916	5,521	950
Unsecured wholesale funding, of which:	4,349	3,043	4,590	3,272	4,553	2,988
<i>operational deposits (all counterparties) and deposits in networks for cooperative banks</i>	-	-	-	-	-	-
<i>non-operational deposits (all counterparties)</i>	2,812	1,506	2,834	1,516	3,015	1,450
<i>unsecured debt</i>	1,537	1,537	1,756	1,756	1,538	1,538
Secured wholesale funding	-	218	-	5	-	8
Additional requirements, of which:	9,446	1,839	9,228	2,066	7,845	1,698
<i>outflows related to derivatives exposures and other collateral requirements</i>	1,406	1,406	1,616	1,616	1,270	1,270
<i>outflows related to loss of funding on debt products</i>	-	-	42	42	81	81
<i>credit and liquidity facilities</i>	8,040	433	7,570	408	6,494	347
Other contractual funding obligations	902	614	907	646	929	642
Other contingent funding obligations	8,881	826	8,934	705	8,417	663
Total cash outflows	-	8,224		8,319		7,644
Cash inflows						
Secured lending (e.g. reverse repos)	938	-	477	-	(436)	-
Inflows from fully performing exposures	758	470	939	678	839	552
Other cash inflows	736	736	898	898	845	845
Total cash inflows	2,432	1,206	2,314	1,576	1,248	1,397
		Total adjusted		Total adjusted		Total adjusted
Total liquid assets		8,772		8,276		8,166
Total net cash outflows		7,018		6,743		6,247
Liquidity coverage ratio (%)		125		123		131

Appendix - Definitions

Capital adequacy ratio	Capital base divided by total assessed risk, as defined by APRA
Common Equity Tier 1	Common Equity Tier 1 capital (CET1) comprises accounting equity plus adjustments for intangible assets and regulatory reserves
Common Equity Tier 1 ratio	Common Equity Tier 1 divided by risk weighted assets, as defined by APRA
Credit value adjustment (CVA)	A capital charge that covers the risk of mark-to-market losses on the counterparty credit risk
Equity reserve for credit losses	The equity reserve for credit losses represents the difference between the collective provision for impairment and the estimate of credit losses across the credit cycle based on guidance provided by APRA
General reserve credit loss (GRCL)	The general reserve for credit losses is a reserve that covers credit losses prudently estimated but not certain to arise over the full life of all the individual facilities based on guidance provided by APRA
Liquidity coverage ratio	Liquid assets divided by the forecast net cash outflows during a 30-day simulated severe stressed liquidity scenario
Past due loans	Loans outstanding for more than 90 days
Risk weighted assets	Total of the carrying value of each asset class multiplied by their assigned risk weighting, as defined by APRA
Total assessed risk	Credit risk-weighted assets, off-balance sheet positions, market risk capital charge and operational risk charge, as defined by APRA