

Wide Bay Australia Ltd Basel II Pillar 3 Disclosures

APRA standard APS330 "Capital Adequacy: Public Disclosure of Prudential Information" requires public disclosure of the capital structure, capital adequacy ratios and credit risk exposures for the Wide Bay Australia Ltd Group ("the Group").

In accordance with the APRA standard the following tables 15, 16 and 17 disclose the information required under Pillar 3 of the Basel II Capital Accord introduced in Australia on 1 January 2008.

The Group commenced reporting to APRA on the basis of Basel II from 1 January 2008 using the standardised approach. The disclosures in this report have been prepared using 31 December 2009 data as required by the standard APS330.

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Table 15: Capital Structure

	\$000's
Tier 1 capital	
Paid-up ordinary share capital	123,655
Reserves	8,510
Retained earnings including current year earnings	<u>9,851</u>
Gross Tier 1 capital	<u>142,016</u>
Less Deductions from Tier 1 capital	
Goodwill	43,316
Investments	17,403
Other	<u>6,335</u>
Total deductions from Tier 1 capital	<u>67,054</u>
Net Tier 1 capital	<u><u>74,962</u></u>
Total Tier 2 capital net of deductions	<u><u>19,429</u></u>
Total capital base	<u><u>94,391</u></u>

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Table 16: Capital Adequacy

	Risk Weighted Assets \$000's
Capital requirements for standardised approach (non-securitization)	
Residential mortgage	547,391
Other retail	17,465
Corporate	-
Bank	43,965
Government	-
Other	26,279
Credit risk - securitization exposures	47,428
Capital requirements for market risk	-
Capital requirements for operational risk	108,815
Total Risk Weighted Assets	<u><u>791,343</u></u>
	%
Capital Ratios	
Level 2 Total capital ratio	11.93
Level 2 Tier 1 capital ratio	9.47

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Table 17: Credit Risk

Exposure Type	Gross Credit Exposure \$000's	Average Gross Credit Exposure \$000's
Cash and cash equivalents	145,906	139,966
Due from other financial institutions	80,269	68,683
Loans and advances	1,366,273	1,374,957
Property, plant and equipment	21,319	21,476
Non market off balance sheet exposures	176,469	181,290
Other	4,960	5,157
Total exposures	1,795,196	1,791,529

Portfolios	Gross Credit Exposure \$000's	Average Gross Credit Exposure \$000's
Residential mortgage	1,506,697	1,495,526
Other retail	36,045	60,721
Corporate	-	-
Bank	226,176	218,104
Government	-	-
Other	26,279	26,632
Total exposures	1,795,197	1,800,983

Portfolios	Impaired loans \$000's	Past due loans > 90 days \$000's	Specific Provision balance \$000's	Charges for specific provision \$000's	Write Offs \$000's
Residential mortgage	-	7,865	-	-	-
Other retail	348	319	266	91	284
Corporate	-	-	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
Other	-	-	-	-	-
Total exposures	348	8,184	266	91	284

General reserve for credit losses	\$000's 2,388
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