

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

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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%

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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

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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