Suncorp Group Limited ABN 66 145 290 124

Suncorp Bank APS330

the quarter ended 30 June 2013

Release date: 21 August 2013

One Company
Many Brands

Basis of preparation

This document has been prepared by the Suncorp Bank to meet the disclosure obligations set down under the Australian Prudential Regulation Authority (APRA) Australian Prudential Standard (APS) 330 Capital Adequacy: Public Disclosure of Prudential Information.

Suncorp Bank is represented by Suncorp-Metway Ltd and its subsidiaries. Suncorp-Metway Ltd is an authorised deposit-taking institution 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 the Suncorp Group's consolidated annual and interim financial reports which have been either audited or reviewed in accordance with Australian Auditing Standards.

Disclaimer

This report contains general information which is current as at 21 August 2013. 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 undertakes no obligation to update any forward-looking statement to reflect events or circumstances after the date of this report (subject to stock exchange disclosure requirements).

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REGULATORY CAPITAL RECONCILIATION

The following table discloses the consolidated Balance sheet of Suncorp-Metway Limited and its subsidiaries, as published in its audited financial statements, and the Balance sheet under the Level 2 regulatory scope of consolidation pursuant to APS 111.

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

	BALANCE SHEET PER PUBLISHED AUDITED FINANCIAL STATEMENTS	ADJUSTMENTS	BALANCE SHEET UNDER REGULATORY SCOPE OF CONSOLIDATION	REFERENCE
	Jun-13 $M	Jun-13 $M	Jun-13 $M	
Assets				
Cash and cash equivalents	905	(1)	904	
Receivables due from other banks	1,460	-	1,460	
Trading securities	3,462	-	3,462	
Derivatives	667	-	667	
Investment securities	6,640	-	6,640	
Investment in regulatory non-consolidated subsidiaries	-	25	25	**(j)**
Loans, advances and other receivables	48,365	(3,721)	44,644	
of which: eligible collective provision component of GRCL in tier 2 capital			*(64)*	**(o)**
of which: loan and lease origination fees and commissions paid to mortgage originators and brokers in CET1 regulatory adjustments			*98*	**(f)**
of which: costs associated with debt raisings in CET1 regulatory adjustments			*9*	**(g)**
Deferred tax assets	141	-	141	
of which: arising from temporary differences included in CET1 regulatory adjustments			*113*	**(e)**
Other assets	273	(44)	229	
of which: loan and lease origination fees and commissions paid to mortgage originators and brokers in CET1 regulatory adjustments			*3*	**(h)**
Goodwill and intangible assets	26	-	26	**(d)**
Total assets	**61,939**	**(3,741)**	**58,198**	
Liabilities				
Deposits and short-term borrowings	(43,861)	(13)	(43,874)	
Derivatives	(984)	55	(929)	
Payables due to other banks	(213)	-	(213)	
Payables and other liabilities	(755)	15	(740)	
Due to regulatory non-consolidated subsidiaries	-	(66)	(66)	
Securitisation liabilities	(4,802)	3,745	(1,057)	
of which: securitisation start-up costs in CET1 regulatory adjustments			*12*	**(i)**
Debt issues	(7,313)	-	(7,313)	
Total liabilities excluding loan capital	**(57,928)**	**3,736**	**(54,192)**	
Loan capital		-		
Subordinated notes	(840)	-	(840)	
of which: directly issued qualifying tier 2 instruments			*(670)*	**(m)**
of which: directly issued instruments subject to phase out from tier 2			*(170)*	**(n)**
Preference shares	(30)	-	(30)	**(l)**
Total loan capital	**(870)**	-	**(870)**	
Total liabilities	**(58,798)**	**3,736**	**(55,062)**	
Net assets	**3,141**	**(5)**	**3,136**	
Equity				
Share capital	(2,452)	-	(2,452)	**(a)**
Capital notes	(450)	-	(450)	**(k)**
Reserves	306	2	308	
of which: equity component of GRCL in tier 2 capital			*(131)*	**(p)**
of which: AFS reserve			*4*	**(c)**
Retained profits	(545)	3	(542)	
of which: included in CET1			*(170)*	**(b)**
Total equity	**(3,141)**	**5**	**(3,136)**	

REGULATORY CAPITAL RECONCILIATION (continued)

The Level 2 group for regulatory capital purposes consists of the head entity, Suncorp-Metway Limited ("SML"), and its eligible subsidiaries.

There are no entities included in the regulatory scope of consolidation which are excluded from the accounting scope of consolidation.

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

	TOTAL ASSETS	TOTAL LIABILITIES
	JUN-13	JUN-13
	$	$
Suncorp Property Development Equity Fund #2 Pty Limited	1	-

Principal activity:

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

	JUN-13	JUN-13
	$	$
Polaris Data Centre Unit Trust	10	-

Principal activity:

The Trust was established by the directors of Suncorp Property Development Equity Fund #2 Pty Ltd (the trustee) for the purpose of forming an unincorporated joint venture for the construction and subsequent leasing of the Polaris Data Centre. In December 2011, the Trust sold its interest in the joint venture, and has since been non-operating.

	JUN-13	JUN-13
	$M	$M
Suncorp Property Development Equity Fund #2 Unit Trust	37	(9)

Principal activity:

The Trust was established by the directors of Suncorp Property Development Equity Fund #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.

	JUN-13	JUN-13
Securitisation special purpose vehicles[1]	$M	$M
Apollo Series 2005-2 Trust	89	89
Apollo Series 2006-1E Trust	361	361
Apollo Series 2007-1E Trust	519	517
Apollo Series 2011-1 Trust	874	874
Apollo Series 2012-1 Trust	858	858
Apollo Series 2013-1 Trust	1,130	1,130

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.

Note

1. The Trusts qualify for regulatory capital relief under APS 120 and are therefore deconsolidated from the level 2 regulatory group.

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 Group's capital management policies. Any such transactions must be consistent with the 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 the Group's ability to continue as a going concern.

TABLE 1: COMMON DISCLOSURES – COMPOSITION OF CAPITAL

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

		Jun-13 $M	SOURCE IN REGULATORY CAPITAL RECON-CILIATION
	Common Equity Tier 1 capital: instruments and reserves		
1	Directly issued qualifying ordinary shares (and equivalent for mutually-owned entities) capital	2,452	**(a)**
2	Retained earnings	170	**(b)**
3	Accumulated other comprehensive income (and other reserves)	(4)	**(c)**
4	Directly issued capital subject to phase out from CET1 (only applicable to mutually-owned companies)	-	
5	Ordinary share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	-	
6	**Common Equity Tier 1 capital before regulatory adjustments**	**2,618**	
	Common Equity Tier 1 capital: regulatory adjustments		
7	Prudential valuation adjustments	-	
8	Goodwill (net of related tax liability)	26	**(d)**
9	Other intangibles other than mortgage servicing rights (net of related tax liability)	-	
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	
11	Cash-flow hedge reserve	-	
12	Shortfall of provisions to expected losses	-	
13	Securitisation gain on sale (as set out in paragraph 562 of Basel II framework)	-	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	-	
15	Defined benefit superannuation fund net assets	-	
16	Investments in own shares (if not already netted off paid-in capital on reported balance sheet)	-	
17	Reciprocal cross-holdings in common equity	-	
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the ADI does not own more than 10% of the issued share capital (amount above 10% threshold)	-	
19	Significant investments in the ordinary shares of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)	-	
20	Mortgage service rights (amount above 10% threshold)	-	
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	
22	Amount exceeding the 15% threshold	-	
23	*of which: significant investments in the ordinary shares of financial entities*	-	
24	*of which: mortgage servicing rights*	-	
25	*of which: deferred tax assets arising from temporary differences*	-	

TABLE 1: COMMON DISCLOSURES – COMPOSITION OF CAPITAL (continued)

		Jun-13	SOURCE IN REGULATORY CAPITAL RECON-CILIATION
		$M	
26	National specific regulatory adjustments (sum of rows 26a, 26b, 26c, 26d, 26e, 26f, 26g, 26h, 26i and 26j)	260	
26a	*of which: treasury shares*	-	
26b	*of which: offset to dividends declared under a dividend reinvestment plan (DRP), to the extent that the dividends are used to purchase new ordinary shares issued by the ADI*	-	
26c	*of which: deferred fee income*	-	
26d	*of which: equity investments in financial institutions not reported in rows 18, 19 and 23*	-	
26e	*of which: deferred tax assets not reported in rows 10, 21 and 25*	*113*	**(e)**
26f	*of which: capitalised expenses*	*122*	**(f)+(g)+(h)+(i)**
26g	*of which: investments in commercial (non-financial) entities that are deducted under APRA rules*	-	
26h	*of which: covered bonds in excess of asset cover in pools*	-	
26i	*of which: undercapitalisation of a non-consolidated subsidiary*	-	
26j	*of which: other national specific regulatory adjustments not reported in rows 26a - 26i*	*25*	**(j)**
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-	
28	**Total regulatory adjustments to Common Equity Tier 1**	**286**	
29	**Common Equity Tier 1 Capital (CET1)**	**2,332**	
	Additional Tier 1 Capital: instruments		
30	Directly issued qualifying Additional Tier 1 instruments	450	**(k)**
31	*of which: classified as equity under applicable accounting standards*	*450*	**(k)**
32	*of which: classified as liabilities under applicable accounting standards*	-	
33	Directly issued capital instruments subject to phase out from Additional Tier 1	30	**(l)**
34	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group AT1)	-	
35	*of which: instruments issued by subsidiaries subject to phase out*	-	
36	**Additional Tier 1 Capital before regulatory adjustments**	**480**	
	Additional Tier 1 Capital: regulatory adjustments		
37	Investments in own Additional Tier 1 instruments	-	
38	Reciprocal cross-holdings in Additional Tier 1 instruments	-	
39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the ADI does not own more than 10% of the issued share capital (amount above 10% threshold)	-	
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	
41	National specific regulatory adjustments (sum of rows 41a, 41b and 41c)	-	
41a	*of which: holdings of capital instruments in group members by other group members . on behalf of third parties*	-	
41b	*of which: investments in the capital of financial institutions that are outside the scope of regulatory consolidations not reported in rows 39 and 40*	-	
41c	*of which: other national specific regulatory adjustments not reported in rows 41a & 41b*	-	
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	
43	**Total regulatory adjustments to Additional Tier 1 capital**	**-**	
44	**Additional Tier 1 capital (AT1)**	**480**	
45	**Tier 1 Capital (T1=CET1+AT1)**	**2,812**	

TABLE 1: COMMON DISCLOSURES – COMPOSITION OF CAPITAL (continued)

		Jun-13 $M	SOURCE IN REGULATORY CAPITAL RECON-CILIATION
	Tier 2 Capital: instruments and provisions		
46	Directly issued qualifying Tier 2 instruments	670	**(m)**
47	*Directly issued capital instruments subject to phase out from Tier 2*	*170*	**(n)**
48	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group T2)	-	
49	*of which: instruments issued by subsidiaries subject to phase out*	-	
50	Provisions	195	**(o)+(p)**
51	**Tier 2 Capital before regulatory adjustments**	**1,035**	
	Tier 2 Capital: regulatory adjustments		
52	Investments in own Tier 2 instruments	-	
53	Reciprocal cross-holdings in Tier 2 instruments	-	
54	Investments in the Tier 2 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the ADI does not own more than 10% of the issued share capital (amount above 10% threshold)	-	
55	Significant investments in the Tier 2 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	-	
56	National specific regulatory adjustments (sum of rows 56a, 56b and 56c)	-	
56a	*of which: holdings of capital instruments in group members by other group members on behalf of third parties*	-	
56b	*of which: investments in the capital of financial institutions that are outside the scope of regulatory consolidation not reported in rows 54 and 55*	-	
56c	*of which: other national specific regulatory adjustments not reported in rows 56a & 56b*	-	
57	**Total regulatory adjustments to Tier 2 capital**	**-**	
58	**Tier 2 capital (T2)**	**1,035**	
59	**Total capital (TC=T1+T2)**	**3,847**	
60	**Total risk-weighted assets based on APRA standards**	**30,722**	
	Capital ratios and buffers		
61	Common Equity Tier 1 (as a percentage of risk-weighted assets)	7.59%	
62	Tier 1 (as a percentage of risk-weighted assets)	9.15%	
63	Total capital (as a percentage of risk-weighted assets)	12.52%	
64	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%	
65	*of which: capital conservation buffer requirement*	*2.50%*	
66	*of which: ADI-specific countercyclical buffer requirements*	-	
67	*of which: G-SIB buffer requirement (not applicable)*		
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk-weighted assets)	7.59%	
	National minima (if different from Basel III)		
69	National Common Equity Tier 1 minimum ratio (if different from Basel III minimum)	n/a	
70	National Tier 1 minimum ratio (if different from Basel III minimum)	n/a	
71	National total capital minimum ratio (if different from Basel III minimum)	n/a	
	Amount below thresholds for deductions (not risk-weighted)		
72	Non-significant investments in the capital of other financial entities	-	
73	Significant investments in the ordinary shares of financial entities	-	
74	Mortgage servicing rights (net of related tax liability)	-	
75	Deferred tax assets arising from temporary differences (net of related tax liability)	113	**(e)**

TABLE 1: COMMON DISCLOSURES – COMPOSITION OF CAPITAL (continued)

		Jun-13	SOURCE IN REGULATORY CAPITAL RECON-CILIATION
		$M	
	Applicable caps on the inclusion of provisions in Tier 2		
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	195	**(o)+(p)**
77	Cap on inclusion of provisions in Tier 2 under standardised approach	338	
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	n/a	
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	n/a	
	Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)		
80	*Current cap on CET1 instruments subject to phase out arrangements*	-	
81	*Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities*	-	
82	*Current cap on AT1 instruments subject to phase out arrangements*	*689*	
83	*Amount excluded from AT1 instruments due to cap (excess over cap after redemptions and maturities)*	-	
84	*Current cap on T2 instruments subject to phase out arrangements*	*170*	
85	*Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)*	-	

TABLE 2: MAIN FEATURES OF CAPITAL INSTRUMENTS

The tables below summarise the main features of all financial instruments included in the regulatory capital.

The full terms and conditions of all of Suncorp Group's regulatory capital instruments are available at www.suncorpgroup.com.au/investors/securities[2].

		Ordinary share capital [1]	Capital notes [1]	Reset preference shares (RPS)
1	Issuer	Suncorp-Metway Limited	Suncorp-Metway Limited	Suncorp-Metway Limited
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	No unique identifier	No unique identifier	SBKPA
3	Governing law(s) of the instrument	Commonwealth of Australia	Queensland	Commonwealth of Australia
	Regulatory treatment			
4	Transitional Basel III rules	Common Equity Tier 1	Additional Tier 1	Additional Tier 1
5	Post-transitional Basel III rules	Common Equity Tier 1	Additional Tier 1	Ineligible
6	Eligible at solo/group/group&solo	Solo and Group	Solo and Group	Solo and Group
7	Instrument type (ordinary shares/preference shares/subordinated notes/other)	Ordinary Shares	Other	Preference Shares
8	Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	$2,452m	$450m	$30m
9	Par value of instrument	$9.73 (average)	$100	$100
10	Accounting classification	Shareholders' equity	Shareholders' equity	Liability - amortised cost
11	Original date of issuance	various	17-Dec-12	31-Aug-01
12	Perpetual or dated	Perpetual	Perpetual	Perpetual
13	Original maturity date	no maturity	no maturity	no maturity
14	Issuer call subject to prior supervisory approval	n/a	No	Yes
15	Optional call date, contingent call dates and redemption amount	n/a	n/a	Regulatory Event, Tax Event; Issue price plus additional amount
16	Subsequent call dates, if applicable	n/a	n/a	Regulatory or Tax Event
	Coupons/dividends			
17	Fixed or floating dividend/coupon	n/a	Floating	Fixed
18	Coupon rate and any related index	n/a	BBSW90+ 4.65%	4.2105%
19	Existence of a dividend stopper	No	No	Yes
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	No	No	No
22	Noncumulative or cumulative	Non-cumulative	Non-cumulative	Non-cumulative
23	Convertible or non-convertible	n/a	Non-convertible	Convertible
24	If convertible, conversion trigger (s)	n/a	n/a	Upon certain Exchange Events
25	If convertible, fully or partially	n/a	n/a	may convert fully or partially
26	If convertible, conversion rate	n/a	n/a	As per Exchange Amount
27	If convertible, mandatory or optional conversion	n/a	n/a	Varies, depending on the Exchange Option
28	If convertible, specify instrument type convertible into	n/a	n/a	Common Equity Tier 1 or Other
29	If convertible, specify issuer of instrument it converts into	n/a	n/a	Suncorp-Metway Limited
30	Write-down feature	No	Yes	No
31	If write-down, write-down trigger(s)	n/a	Write-off on Non-Viability; upon determination by APRA; in accordance with contract terms or by operation of law	n/a
32	If write-down, full or partial	n/a	May be written down fully or partially	n/a
33	If write-down, permanent or temporary	n/a	Permanent	n/a
34	If temporary write-down, description of write-up mechanism	n/a	n/a	n/a
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Reset Preference Shares	Floating Rate Capital Notes	Capital notes
36	Non-compliant transitioned features	No	No	Yes
37	If yes, specify non-compliant features	n/a	n/a	There is no non-viability conversion/write-down feature in the terms

Notes

1. 'Internal' capital instruments issued by SML to related entities within the Suncorp Group such as SBGH Limited and Suncorp Group Limited.
2. For 'internal' instruments, the published terms and conditions instead represent the comparable capital instruments issued by Suncorp Group Limited to external investors. The terms of these instruments may differ slightly to those instuments issued by the regulatory Level 2 group.

TABLE 2: MAIN FEATURES OF CAPITAL INSTRUMENTS (continued)

	Subordinated notes [1]	Perpetual subordinated notes (FRCN)
1 Issuer	Suncorp-Metway Limited	Suncorp-Metway Limited
2 Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	No unique identifier	SBKHB
3 Governing law(s) of the instrument	Queensland	Commonwealth of Australia
Regulatory treatment		
4 Transitional Basel III rules	Tier 2	Tier 2
5 Post-transitional Basel III rules	Tier 2	Ineligible
6 Eligible at solo/group/group&solo	Solo and Group	Solo and Group
7 Instrument type (ordinary shares/preference shares/subordinated notes/other)	Subordinated Notes	Subordinated Notes
8 Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	$670m	$170m
9 Par value of instrument	$100	$100
10 Accounting classification	Liability - amortised cost	Liability - amortised cost
11 Original date of issuance	14-Jun-13	10-Dec-98
12 Perpetual or dated	Dated	Perpetual
13 Original maturity date	22-Nov-23	no maturity
14 Issuer call subject to prior supervisory approval	Yes	Yes
15 Optional call date, contingent call dates and redemption amount	Some or all of the Notes on 22 November 2018; or all (but not some) at any time if a Tax event or Regulatory event occurs. Redemption amount will be the Face Value	Anytime after first 5 years as determined by SML
16 Subsequent call dates, if applicable	Any subsequent interest payment date following 22 November 2018; At any time regarding a Regulatory or Tax Event	Anytime after first 5 years as determined by SML
Coupons/dividends		
17 Fixed or floating dividend/coupon	Floating	Floating
18 Coupon rate and any related index	BBSW90 + 2.85%	BBSW90 + 0.75%
19 Existence of a dividend stopper	No	No
20 Fully discretionary, partially discretionary or mandatory	Mandatory	Mandatory
21 Existence of step up or other incentive to redeem	No	No
22 Noncumulative or cumulative	Cumulative	Cumulative
23 Convertible or non-convertible	Convertible	Non-convertible
24 If convertible, conversion trigger (s)	Non-viability	n/a
25 If convertible, fully or partially	may convert fully or partially	n/a
26 If convertible, conversion rate	SML will convert or write-off all Relevant Capital instruments, or an amount of the Relevant Capital Instruments to the extent APRA is satisfied that conversion or write-off of that amount will be sufficient to ensure that SML does not become non-viable.	n/a
27 If convertible, mandatory or optional conversion	Mandatory	n/a
28 If convertible, specify instrument type convertible into	Common Equity Tier 1	n/a
29 If convertible, specify issuer of instrument it converts into	Suncorp-Metway Limited	n/a
30 Write-down feature	Yes	No
31 If write-down, write-down trigger(s)	Write-off on Non-Viability; upon determination by APRA; in accordance with contract terms or by operation of law	n/a
32 If write-down, full or partial	May be written down fully or partially	n/a
33 If write-down, permanent or temporary	Permanent	n/a
34 If temporary write-down, description of write-up mechanism	n/a	n/a
35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Unsubordinated creditors	Subordinated notes
36 Non-compliant transitioned features	No	Yes
37 If yes, specify non-compliant features	n/a	There is no non-viability conversion/write-down feature in the terms

Notes

1. 'Internal' capital instruments issued by SML to related entities within the Suncorp Group such as SBGH Limited and Suncorp Group Limited.
2. For 'internal' instruments, the published terms and conditions instead represent the comparable capital instruments issued by Suncorp Group Limited to external investors. The terms of these instruments may differ slightly to those instuments issued by the regulatory Level 2 group.

TABLE 3: CAPITAL ADEQUACY

	CARRYING VALUE		AVG RISK WEIGHT	RISK-WEIGHTED ASSETS	
	JUN-13	MAR-13	JUN-13	JUN-13	MAR-13
	$M	$M	%	$M	$M
On-balance sheet credit risk-weighted assets					
Cash Items	247	229	12	30	26
Claims on Australian and foreign Governments	1,078	1,051	-	-	-
Claims on central banks, international banking agencies, regional development banks, ADIs and overseas banks	6,013	4,874	20	1,233	975
Claims on securitisation exposures	1,652	1,680	20	330	336
Claims secured against eligible residential mortgages	34,320	34,864	40	13,635	13,842
Past due claims	761	1,869	102	776	2,437
Other retail assets	664	672	83	549	547
Corporate	8,465	9,322	100	8,454	9,311
Other assets and claims	389	344	92	357	308
Total Banking assets[1]	53,589	54,905	47	25,364	27,782

[1] The total carrying value of Banking assets differs from the Group's total assets under the accounting scope of consolidation due to the adoption of APRA's classification of intangible assets, deferred tax assets, incorporation of trading book assets in the market risk capital charge and general reserve for credit losses for capital adequacy purposes.

	NOTIONAL AMOUNT	CREDIT EQUIVALENT	AVG RISK WEIGHT	RISK-WEIGHTED ASSETS	
	JUN-13	JUN-13	JUN-13	JUN-13	MAR-13
	$M	$M	%	$M	$M
Off-balance sheet positions					
Guarantees entered into in the normal course of business	317	307	74	226	223
Commitments to provide loans and advances	6,718	1,682	58	973	913
Foreign exchange contracts	7,838	351	29	102	67
Interest rate contracts	41,631	149	89	133	136
Securitisation exposures	3,830	57	86	49	37
CVA capital charge	-	-	-	182	234
Total off-balance sheet positions	60,334	2,546	65	1,665	1,610
Market risk capital charge				385	308
Operational risk capital charge				3,308	3,285
Total on-balance sheet credit risk-weighted assets				25,364	27,782
Total Assessed Risk				30,722	32,985
Risk-weighted capital ratios				%	%
Common Equity Tier 1				7.59	7.40
Tier 1				9.15	10.85
Tier 2				3.37	1.22
Total risk-weighted capital ratio				12.52	12.07

TABLE 4: CREDIT RISK

TABLE 4A: CREDIT RISK BY GROSS CREDIT EXPOSURE – OUTSTANDING AS AT 30 JUNE 2013

	RECEIVABLES DUE FROM OTHER BANKS (4)	TRADING SECURITIES	INVESTMENT SECURITIES	LOANS, ADVANCES AND OTHER RECEIVABLES (3)	CREDIT COMMITMENTS (2)	DERIVATIVE INSTRUMENTS (2)	TOTAL CREDIT RISK	IMPAIRED ASSETS	PAST DUE NOT IMPAIRED > 90 DAYS	TOTAL NOT PAST DUE OR IMPAIRED	SPECIFIC PROVISIONS
	$M	$M	$M	$M	$M	$M	$M	$M	$M	$M	$M
Agribusiness	-	-	-	3,919	184	-	4,103	129	24	3,950	31
Construction & development	-	-	-	790	116	-	906	155	33	718	57
Financial services	1,460	3,462	4,988	560	132	500	11,102	-	-	11,102	-
Hospitality	-	-	-	1,017	46	-	1,063	39	23	1,001	12
Manufacturing	-	-	-	393	29	-	422	13	2	407	5
Professional services	-	-	-	259	10	-	269	3	2	264	2
Property investment	-	-	-	2,205	77	-	2,282	44	18	2,220	44
Real estate - Mortgage	-	-	-	33,371	1,224	-	34,595	29	290	34,276	6
Personal	-	-	-	462	8	-	470	-	7	463	-
Government/public authorities	-	-	-	1	-	-	1	-	-	1	-
Other commercial & industrial	-	-	-	1,967	163	-	2,130	94	35	2,001	41
Total gross credit risk	**1,460**	**3,462**	**4,988**	**44,944**	**1,989**	**500**	**57,343**	**506**	**434**	**56,403**	**198**
Securitisation Exposures (1)	-	-	1,652	3,721	41	16	5,430	-	-	5,430	-
Total including Securitisation Exposures	**1,460**	**3,462**	**6,640**	**48,665**	**2,030**	**516**	**62,773**	**506**	**434**	**61,833**	**198**
Impairment provision							(300)	(198)	(38)	(64)	
TOTAL							**62,473**	**308**	**396**	**61,769**	

(1) The securitisation exposures of $2,780 million included under “Loans advances and other receivables” qualify for regulatory capital relief under APS 120 and therefore does 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.

(2) “Credit commitments” and “Derivative instruments” represent the credit equivalent amount of the Bank’s off-balance sheet exposures calculated in accordance with APS 112.

(3) Total loans, advances and other receivables includes receivables due from related parties.

(4) Receivables due from other Banks includes collateral deposits provided to derivative counterparties.

TABLE 4: CREDIT RISK (continued)

TABLE 4A: CREDIT RISK BY GROSS CREDIT EXPOSURE – OUTSTANDING AS AT 31 MARCH 2013

	RECEIVABLES DUE FROM OTHER BANKS (4)	TRADING SECURITIES	INVESTMENT SECURITIES	LOANS, ADVANCES AND OTHER RECEIVABLES (3)	CREDIT COMMITMENTS (2)	DERIVATIVE INSTRUMENTS (2)	TOTAL CREDIT RISK	IMPAIRED ASSETS	PAST DUE NOT IMPAIRED > 90 DAYS	TOTAL NOT PAST DUE OR IMPAIRED	SPECIFIC PROVISIONS
	$M	$M	$M	$M	$M	$M	$M	$M	$M	$M	$M
Agribusiness	-	-	-	3,810	165	-	3,975	102	48	3,825	24
Construction & development	-	-	-	1,973	99	-	2,072	948	35	1,089	179
Financial services	1,250	2,534	4,435	407	194	384	9,204	-	-	9,204	-
Hospitality	-	-	-	1,082	56	-	1,138	78	10	1,050	7
Manufacturing	-	-	-	416	21	-	437	13	1	423	5
Professional services	-	-	-	226	9	-	235	4	1	230	2
Property investment	-	-	-	3,084	70	-	3,154	359	8	2,787	43
Real estate - Mortgage	-	-	-	33,956	991	-	34,947	37	236	34,674	6
Personal	-	-	-	388	33	-	421	-	5	416	-
Government/public authorities	-	-	-	1	-	-	1	-	-	1	-
Other commercial & industrial	-	-	-	1,851	142	-	1,993	95	33	1,865	17
Total gross credit risk	**1,250**	**2,534**	**4,435**	**47,194**	**1,780**	**384**	**57,577**	**1,636**	**377**	**55,564**	**283**
Securitisation Exposures (1)	-	-	1,680	2,780	32	11	4,503	-	-	4,503	-
Total including Securitisation Exposures	**1,250**	**2,534**	**6,115**	**49,974**	**1,812**	**395**	**62,080**	**1,636**	**377**	**60,067**	**283**
Impairment provision							(418)	(283)	(39)	(96)	
TOTAL							**61,662**	**1,353**	**338**	**59,971**	

(1) The securitisation exposures of $2,780 million included under "Loans advances and other receivables" qualify for regulatory capital relief under APS 120 and therefore does 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.

(2) "Credit commitments" and "Derivative instruments" represent the credit equivalent amount of the Bank's off-balance sheet exposures calculated in accordance with APS 112.

(3) Total loans, advances and other receivables includes receivables due from related parties.

(4) Receivables due from other Banks includes collateral deposits provided to derivative counterparties.

TABLE 4: CREDIT RISK (continued)

TABLE 4A: CREDIT RISK BY GROSS CREDIT EXPOSURE – AVERAGE GROSS EXPOSURE OVER PERIOD 1 APRIL TO 30 JUNE 2013

	RECEIVABLES DUE FROM OTHER BANKS (4)	TRADING SECURITIES	INVESTMENT SECURITIES	LOANS, ADVANCES AND OTHER RECEIVABLES (3)	CREDIT COMMITMENTS (2)	DERIVATIVE INSTRUMENTS (2)	TOTAL CREDIT RISK	IMPAIRED ASSETS	PAST DUE NOT IMPAIRED > 90 DAYS	TOTAL NOT PAST DUE OR IMPAIRED	SPECIFIC PROVISIONS
	$M	$M	$M	$M	$M	$M	$M	$M	$M	$M	$M
Agribusiness	-	-	-	3,865	175	-	4,040	116	36	3,888	28
Construction & development	-	-	-	1,382	108	-	1,490	552	34	904	118
Financial services	1,355	2,998	4,712	484	163	442	10,154	-	-	10,154	-
Hospitality	-	-	-	1,050	51	-	1,101	59	17	1,025	10
Manufacturing	-	-	-	405	25	-	430	13	2	415	5
Professional services	-	-	-	243	10	-	253	4	2	247	2
Property investment	-	-	-	2,645	74	-	2,719	202	13	2,504	44
Real estate - Mortgage	-	-	-	33,664	1,108	-	34,772	33	263	34,476	6
Personal	-	-	-	425	21	-	446	-	6	440	-
Government/public authorities	-	-	-	1	-	-	1	-	-	1	-
Other commercial & industrial	-	-	-	1,909	153	-	2,062	95	34	1,933	29
Total gross credit risk	**1,355**	**2,998**	**4,712**	**46,073**	**1,888**	**442**	**57,468**	**1,074**	**407**	**55,987**	**242**
Securitisation Exposures (1)	-	-	1,666	3,250	37	14	4,967	-	-	4,967	-
Total including Securitisation Exposures	**1,355**	**2,998**	**6,378**	**49,323**	**1,925**	**456**	**62,435**	**1,074**	**407**	**60,954**	**242**
Impairment provision							(361)	(242)	(39)	(80)	
TOTAL							**62,074**	**832**	**368**	**60,874**	

(1) The securitisation exposures of $3,250 million included under "Loans advances and other receivables" qualify for regulatory capital relief under APS 120 and therefore does 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.

(2) "Credit commitments" and "Derivative instruments" represent the credit equivalent amount of the Bank's off-balance sheet exposures calculated in accordance with APS 112.

(3) Total loans, advances and other receivables includes receivables due from related parties.

(4) Receivables due from other Banks includes collateral deposits provided to derivative counterparties.

TABLE 4: CREDIT RISK (continued)

TABLE 4A: CREDIT RISK BY GROSS CREDIT EXPOSURE – AVERAGE GROSS EXPOSURE OVER PERIOD 1 JANUARY TO 31 MARCH 2013

	RECEIVABLES DUE FROM OTHER BANKS (4)	TRADING SECURITIES	INVESTMENT SECURITIES	LOANS, ADVANCES AND OTHER RECEIVABLES (3)	CREDIT COMMITMENTS (2)	DERIVATIVE INSTRUMENTS (2)	TOTAL CREDIT RISK	IMPAIRED ASSETS	PAST DUE NOT IMPAIRED > 90 DAYS	TOTAL NOT PAST DUE OR IMPAIRED	SPECIFIC PROVISIONS
	$M	$M	$M	$M	$M	$M	$M	$M	$M	$M	$M
Agribusiness	-	-	-	3,791	172	-	3,963	108	41	3,814	27
Construction & development	-	-	-	2,022	88	-	2,110	994	33	1,083	194
Financial services	1,141	3,306	4,080	511	180	428	9,646	-	-	9,646	-
Hospitality	-	-	-	1,083	48	-	1,131	86	21	1,024	5
Manufacturing	-	-	-	422	24	-	446	13	2	431	3
Professional services	-	-	-	246	11	-	257	4	1	252	2
Property investment	-	-	-	3,026	69	-	3,095	413	14	2,668	60
Real estate - Mortgage	-	-	-	33,453	991	-	34,444	34	208	34,202	6
Personal	-	-	-	386	20	-	406	-	4	402	-
Government/public authorities	-	-	-	1	-	-	1	-	-	1	-
Other commercial & industrial	-	-	-	1,835	132	-	1,967	96	28	1,843	12
Total gross credit risk	**1,141**	**3,306**	**4,080**	**46,776**	**1,735**	**428**	**57,466**	**1,748**	**352**	**55,366**	**309**
Securitisation Exposures (1)	-	-	1,534	2,955	34	13	4,536	-	-	4,536	-
Total including Securitisation Exposures	**1,141**	**3,306**	**5,614**	**49,731**	**1,769**	**441**	**62,002**	**1,748**	**352**	**59,902**	**309**
Impairment provision							(447)	(309)	(42)	(96)	
TOTAL							**61,555**	**1,439**	**310**	**59,806**	

(1) The securitisation exposures of $2,955 million included under "Loans advances and other receivables" qualify for regulatory capital relief under APS 120 and therefore does 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.

(2) "Credit commitments" and "Derivative instruments" represent the credit equivalent amount of the Bank's off-balance sheet exposures calculated in accordance with APS 112.

(3) Total loans, advances and other receivables includes receivables due from related parties.

(4) Receivables due from other Banks includes collateral deposits provided to derivative counterparties.

TABLE 4: CREDIT RISK (continued)

TABLE 4B: CREDIT RISK BY PORTFOLIO – 30 JUNE 2013

	GROSS CREDIT RISK EXPOSURE	AVERAGE GROSS EXPOSURE	IMPAIRED ASSETS	PAST DUE NOT IMPAIRED > 90 DAYS	SPECIFIC PROVISIONS	CHARGES FOR SPECIFIC PROVISIONS & WRITE OFFS	LOSSES ON DISPOSAL OF LOANS AND ADVANCES
	$M	$M	$M	$M	$M	$M	$M
Claims secured against eligible residential mortgages	34,595	34,772	29	290	6	4	-
Other retail	470	446	-	7	-	1	-
Financial services	11,102	10,154	-	-	-	-	-
Government and public authorities	1	1	-	-	-	-	-
Corporate and other claims	11,175	12,095	477	137	192	121	527
Total	57,343	57,468	506	434	198	126	527

TABLE 4B: CREDIT RISK BY PORTFOLIO – 31 MARCH 2013

	GROSS CREDIT RISK EXPOSURE	AVERAGE GROSS EXPOSURE	IMPAIRED ASSETS	PAST DUE NOT IMPAIRED > 90 DAYS	SPECIFIC PROVISIONS	CHARGES FOR SPECIFIC PROVISIONS & WRITE OFFS	LOSSES ON DISPOSAL OF LOANS AND ADVANCES
	$M	$M	$M	$M	$M	$M	$M
Claims secured against eligible residential mortgages	34,947	34,444	37	236	6	3	-
Other retail	421	406	-	5	-	2	-
Financial services	9,204	9,646	-	-	-	-	-
Government and public authorities	1	1	-	-	-	-	-
Corporate and other claims	13,004	12,969	1,599	136	277	79	-
Total	57,577	57,466	1,636	377	283	84	-

TABLE 4C: GENERAL RESERVES FOR CREDIT LOSSES

	JUN-13	MAR-13
	$M	$M
Collective provision for impairment	102	135
Ineligible Collective Provisions on Past Due not Impaired	(38)	(39)
Eligible Collective Provisions	64	96
Equity Reserve for credit losses	131	136
General Reserve for Credit losses	195	232

TABLE 5: SECURITISATION EXPOSURES

TABLE 5A: SUMMARY OF SECURITISATION ACTIVITY FOR THE PERIOD

	EXPOSURES SECURITISED		RECOGNISED GAIN OR (LOSS) ON SALE	
	JUN-13	MAR-13	JUN-13	MAR-13
	$M	$M	$M	$M
Residential mortgages	1,148		-	-
Total exposures securitised during the period	1,148	-	-	-

TABLE 5B(I): AGGREGATE OF ON-BALANCE SHEET SECURITISATION EXPOSURES BY EXPOSURE TYPE

	EXPOSURE	EXPOSURE
	JUN-13	MAR-13
Exposure type	$M	$M
Debt securities	1,652	1,680
Total on-balance sheet securitisation exposures	1,652	1,680

TABLE 5B(II): AGGREGATE OF OFF-BALANCE SHEET SECURITISATION EXPOSURES BY EXPOSURE TYPE

	PRINCIPAL OR NOTIONAL EXPOSURE	PRINCIPAL OR NOTIONAL EXPOSURE
	JUN-13	MAR-13
Exposure type	$M	$M
Liquidity facilities	82	64
Derivative exposures	3,748	2,801
Total off-balance sheet securitisation exposures	3,830	2,865

TABLE 18: REMUNERATION DISCLOSURES

Table 18 Remuneration disclosures will be released with the APS330 market release for September 2013 quarter end, in line with APRA guidance.