

# Disclosure of Prudential Information

For the Quarter Ended 30 June 2021

## Risk Exposures and Assessment

Based on Level 2 – Reporting Consolidated Group

<b>Capital Adequacy</b>		
<b>Capital Requirements:</b>	<b>Risk-Weighted Assets</b>	
	<b>30/06/2021</b>	<b>31/03/2021</b>
<b>A) Credit Risk (excluding securitisation)</b>		
Class I – Cash Items	-	-
Class II – Claims on Australian & foreign governments	-	-
Class III – Claims on central banks, international banking agencies, regional development banks, ADIs & overseas banks	\$614,952,368	\$577,341,121
Class IV – Claims secured against eligible residential mortgages	\$3,215,513,623	\$3,191,925,399
Class V – Unsettled and failed transactions	-	-
Class VI – Past due claims	\$2,912,419	\$4,142,345
Class VII – Other assets & claims	\$166,600,992	\$156,150,433
Non-market-related off-balance sheet credit exposures	\$145,516,716	\$145,180,095
Market-related off-balance sheet credit exposures	\$4,201,892	\$2,434,644
<b>Total Credit Risk (excluding securitisation)</b>	<b>\$4,149,698,010</b>	<b>\$4,077,174,037</b>
<b>B) Credit Risk (securitisation)</b>	-	-
<b>C) Market Risk</b>	-	-
<b>D) Operational Risk</b>	\$623,309,506	\$613,601,713
<b>Capital Ratio:</b>		
Common Equity Tier 1 Ratio	20.21%	20.50%
Total Capital Adequacy Ratio	20.71%	21.00%
Tier 1 Capital Adequacy Ratio	20.21%	20.50%

## Credit Risk

Total gross credit risk exposures, plus average gross exposure over the period.

### A) By major types of credit exposure

On-Balance Sheet credit risk-weighted assets:		Exposure at 30/06/2021	Average Exposure at 30/06/2021*	Exposure at 31/03/2021	Average Exposure at 31/03/2021*
Class I	Cash Items	\$247,533,307	\$207,941,660	\$156,394,621	\$244,240,793
Class II	Claims on Australian and foreign governments	\$84,633,487	\$185,981,506	\$318,592,905	\$253,722,697
Class III	Claims on central banks, international banking agencies, regional development banks, ADIs & overseas banks	\$2,076,702,312	\$1,977,696,771	\$1,850,886,118	\$1,782,601,578
Class IV	Claims secured against eligible residential mortgages	\$9,038,417,583	\$9,017,400,726	\$8,973,074,605	\$8,962,207,109
Class V	Unsettled and failed transactions	-	-	-	-
Class VI	Past due items	\$7,197,673	\$7,564,723	\$9,702,347	\$9,691,191
Class VII	Other assets and claims	\$166,600,992	\$163,583,298	\$156,150,433	\$159,109,396
<b>Off-balance sheet exposures Non-market-related</b>					
	Guarantees	\$2,116,521	\$2,142,506	\$2,313,447	\$2,254,285
	Commitments with certain drawdowns	\$413,107,657	\$428,518,838	\$409,224,418	\$378,509,325
	Commitments that can be unconditionally cancelled at any time without notice	\$213,936,321	\$224,695,242	\$244,743,166	\$247,483,552
<b>Off-balance sheet exposures Market-related</b>					
	Interest rate contracts	\$1,986,572	\$2,299,198	\$2,730,758	\$3,155,402
	Foreign exchange and gold contracts	-	-	-	-

\*Average exposure is calculated by using closing monthly balances during the period.

### B) By portfolio

Impaired Facilities	Balance Outstanding 30/06/2021	Balance Outstanding 31/03/2021
<b>Residents</b>		
Households	\$11,033,799	\$8,984,328
<i>of which: Owner-occupied housing</i>	\$8,448,144	\$6,762,897
<i>of which: Investor housing</i>	\$1,479,339	\$1,095,808
<i>of which: Credit Cards</i>	\$363,948	\$377,692
<i>of which: Other personal</i>	\$742,368	\$747,931
Non-financial corporations	\$3,292	\$2,840
<i>of which: Private trading corporations</i>	\$1,184	\$1,367
<i>of which: Private unincorporated businesses</i>	\$2,108	\$1,473
<b>TOTAL</b>	<b>\$11,037,091</b>	<b>\$8,987,168</b>

Past Due Items	Balance Outstanding 30/06/2021	Balance Outstanding 31/03/2021
<b>Residents</b>		
Households	\$3,319,245	\$5,988,805
<i>of which: Owner-occupied housing</i>	\$2,617,578	\$3,762,145
<i>of which: Investor housing</i>	\$225,782	\$1,349,397
<i>of which: Credit Cards</i>	-	-
<i>of which: Other personal</i>	\$475,885	\$877,263
Non-financial corporations	-	-
<i>of which: Private trading corporations</i>	-	-
<i>of which: Private unincorporated businesses</i>	-	-
<b>TOTAL</b>	<b>\$3,319,245</b>	<b>\$5,988,805</b>

Collective Provision	Outstanding balances 30/06/2021	Provision required 30/06/2021	Outstanding balances 31/03/2021	Provision required 31/03/2021
Category One facilities	\$49,396,002	-	\$47,877,673	-
Category Two facilities	\$3,550,353	\$54,314	\$1,486,056	\$18,795
Category Three facilities	\$453,831	\$56,215	\$709,274	\$87,531
Category Four facilities	\$1,120,476	\$246,716	\$900,110	\$251,986
<b>TOTALS</b>	<b>\$54,520,662</b>	<b>\$357,245</b>	<b>\$50,973,113</b>	<b>\$358,312</b>

Charges and Write-offs during the period	30/06/2021	31/03/2021
	Australia	Australia
Specific provisions	\$7,783,654	\$7,874,325
Charges for specific provisions	-\$38,662	-\$49,661
Bad debts written off to profit and loss	-\$136,919	\$136,100

### C) The general reserve for credit losses

	30/06/2021	31/03/2021
<b>Balance</b>	<b>\$23,860,347</b>	<b>\$23,481,780</b>

### D) Securitisation exposures\*

Current period securitisation activity	Balance 30/06/2021		Balance 31/03/2021	
<b>Mortgage securitisations (on-balance sheet)</b>				
Opening balance of securitised loans at beginning of quarter	\$118,177,142		\$126,865,866	
Add: New loans securitised during the quarter	-		-	
Add: Interest charged for the quarter	\$941,160		\$1,001,748	
Less: Repayments/amortisation/loan buy backs for the quarter	\$12,176,168		\$9,690,472	
Closing balance of securitised loans at end of quarter	\$106,942,134		\$118,177,142	
<b>Investment securitisation exposures</b>				
	<b>Residential Mortgage Backed Securities</b>	<b>Asset Backed Commercial Paper</b>	<b>Total</b>	<b>Total</b>
Opening balance at beginning of quarter	\$1,983,572	-	\$1,983,572	\$2,090,566
Add: New purchases for the quarter	-	-	-	-
Add/(Less): Fair value adjustments	-\$55,188	-	-\$55,188	-
Less: Redemptions/Amortisation	\$75,072	-	\$75,072	\$106,994
Closing Balance at end of quarter	\$1,853,312	-	\$1,853,312	\$1,983,572

\*Newcastle Permanent has no off-balance sheet securitisation exposures as at 30 June 2021.

^There are no recognised gains or losses on sale of securitisation exposures.