

Disclosure of Prudential Information

For the Quarter Ended 30 September 2022

Risk Exposures and Assessment

Based on Level 2 – Reporting Consolidated Group

Capital Adequacy		
Capital Requirements:	Risk-Weighted Assets	
	30/09/2022	30/06/2022
A) Credit Risk (excluding securitisation)		
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	\$523,575,393	\$597,597,994
Class IV – Claims secured against eligible residential mortgages	\$3,481,462,916	\$3,414,663,035
Class V – Unsettled and failed transactions	-	-
Class VI – Past due claims	\$17,309,882	\$13,198,869
Class VII – Other assets & claims	\$161,497,147	\$166,584,094
Non-market-related off-balance sheet credit exposures	\$164,873,540	\$165,638,715
Market-related off-balance sheet credit exposures	\$17,029,347	\$18,999,751
Total Credit Risk (excluding securitisation)	\$4,365,748,225	\$4,376,682,458
B) Credit Risk (securitisation)	-	-
C) Market Risk	-	-
D) Operational Risk	\$644,581,008	\$644,581,008
Capital Ratio:		
Common Equity Tier 1 Ratio	20.72%	20.36%
Total Capital Adequacy Ratio	20.84%	20.48%
Tier 1 Capital Adequacy Ratio	20.72%	20.36%

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 30/09/2022	Average Exposure at 30/09/2022*	Exposure at 30/06/2022	Average Exposure at 30/06/2022*
Class I	Cash Items	\$407,512,759	\$298,046,263	\$199,804,344	\$243,388,836
Class II	Claims on Australian and foreign governments	\$58,242,380	\$58,176,284	\$58,126,916	\$58,095,014
Class III	Claims on central banks, international banking agencies, regional development banks, ADIs & overseas banks	\$1,798,197,514	\$1,888,169,655	\$1,968,342,821	\$2,134,358,406
Class IV	Claims secured against eligible residential mortgages	\$9,821,521,286	\$9,766,203,002	\$9,632,186,253	\$9,451,811,419
Class V	Unsettled and failed transactions	-	-	-	-
Class VI	Past due items	\$23,033,796	\$19,591,396	\$17,870,196	\$13,226,107
Class VII	Other assets and claims	\$161,497,147	\$162,106,073	\$166,584,094	\$158,232,229
Off-balance sheet exposures Non-market-related					
	Guarantees	\$2,310,691	\$2,315,867	\$2,264,172	\$2,290,703
	Commitments with certain drawdowns	\$465,838,803	\$454,208,511	\$462,066,978	\$463,773,380
	Commitments that can be unconditionally cancelled at any time without notice	\$214,010,116	\$213,908,540	\$212,180,848	\$213,040,824
Off-balance sheet exposures Market-related					
	Interest rate contracts	\$30,918,167	\$28,107,177	\$30,220,325	\$27,597,996
	Foreign exchange and gold contracts	-	-	-	-

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

B) By portfolio

Impaired Facilities	Balance Outstanding 30/09/2022	Balance Outstanding 30/06/2022
Residents		
Households	\$5,964,352	\$5,721,452
<i>of which: Owner-occupied housing</i>	\$4,912,003	\$4,622,921
<i>of which: Investor housing</i>	\$427,783	\$429,025
<i>of which: Credit Cards</i>	\$395,963	\$454,646
<i>of which: Other personal</i>	\$228,603	\$214,860
Non-financial corporations	\$4,936	\$3,545
<i>of which: Private trading corporations</i>	-	-
<i>of which: Private unincorporated businesses</i>	\$4,936	\$3,545
TOTAL	\$5,969,288	\$5,724,997

Past Due Items	Balance Outstanding 30/09/2022	Balance Outstanding 30/06/2022
Residents		
Households	\$7,756,041	\$5,898,691
<i>of which: Owner-occupied housing</i>	\$6,591,058	\$4,258,626
<i>of which: Investor housing</i>	\$499,629	\$1,179,001
<i>of which: Credit Cards</i>	-	-
<i>of which: Other personal</i>	\$665,354	\$461,064
Non-financial corporations	-	-
<i>of which: Private trading corporations</i>	-	-
<i>of which: Private unincorporated businesses</i>	-	-
TOTAL	\$7,756,041	\$5,898,691

Collective Provision	Outstanding balances 30/09/2022	Provision required 30/09/2022	Outstanding balances 30/06/2022	Provision required 30/06/2022
Category One facilities	\$57,288,833	-	\$48,480,280	-
Category Two facilities	\$5,599,310	\$15,650	\$5,062,147	-
Category Three facilities	\$561,725	\$49,225	\$489,222	\$56,005
Category Four facilities	\$897,192	\$307,374	\$1,039,715	\$310,228
TOTALS	\$64,347,060	\$372,249	\$55,071,364	\$366,233

Charges and Write-offs during the period	30/09/2022	30/06/2022
	Australia	Australia
Specific provisions	\$6,397,171	\$6,447,819
Charges for specific provisions	-\$22,044	-\$1,333,033
Bad debts written off to profit and loss	\$28,605	\$37,387

C) The general reserve for credit losses

	30/09/2022	30/06/2022
Balance	-	-

D) Securitisation exposures[~]

Current period securitisation activity	Balance 30/09/2022		Balance 30/06/2022	
Mortgage securitisations (on-balance sheet)				
Opening balance of securitised loans at beginning of quarter		\$76,945,674		\$84,187,663
Add: New loans securitised during the quarter		-		-
Add: Interest charged for the quarter		\$868,134		\$709,913
Less: Repayments/amortisation/loan buy backs for the quarter		\$7,712,164		\$7,951,902
Closing balance of securitised loans at end of quarter		\$70,101,644		\$76,945,674
Investment securitisation exposures				
	Residential Mortgage Backed Securities	Asset Backed Commercial Paper	Total	Total
Opening balance at beginning of quarter	\$1,519,720	-	\$1,519,720	\$1,594,169
Add: New purchases for the quarter	-	-	-	-
Add/(Less): Fair value adjustments	\$102,599	-	\$102,599	\$49,120
Less: Redemptions/Amortisation	\$160,977	-	\$160,977	\$123,569
Closing Balance at end of quarter	\$1,461,342	-	\$1,461,342	\$1,519,720

*Newcastle Permanent has no off-balance sheet securitisation exposures as at 30 September 2022.

[~]There are no recognised gains or losses on sale of securitisation exposures.