

BASEL III PILLAR 3

Capital Adequacy and
Risk Disclosures
as at 30 September 2024



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Table 3 : Capital Adequacy (APS 330: Attachment C)

	30 September 2024	30 June 2024
	\$m	\$m
Risk Weighted Assets (RWA)		
Subject to Standardised Approach		
Residential mortgages	8,130	7,848
Bank	365	236
Corporate	249	242
Other	3	3
Securitisation	8	4
Total Risk Weighted Assets for Credit Risk Exposures	8,755	8,333
Market Risk RWA	-	4
Operational Risk RWA	513	513
Total Risk Weighted Assets	9,268	8,850
Capital Ratios (%)	%	%
Common Equity Tier 1 Ratio	10.1%	10.8%
Tier 1 Capital Ratio	12.5%	13.3%
Total Capital Ratio	15.0%	15.9%

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Table 4 : Credit Risk (APS 330: Attachment C)

Table 4 (A)	30 September 2024		30 June 2024	
	As at	Average	As at	Average
Credit Exposure by Types	\$m	\$m	\$m	\$m
Cash and balances with central bank	100	95	150	189
Loans and advances to banks	903	865	541	873
Debt securities	4,528	4,550	4,157	4,057
Loans and advances to customers	19,403	19,175	19,017	19,312
Other assets	40	40	50	45
Total Gross Credit Risk	24,974	24,725	23,915	24,476
Non-market related off-balance sheet credit exposures	1,840	1,805	1,547	1,498
Market related off-balance sheet credit exposures	33	45	133	204
Total Exposures	26,847	26,575	25,595	26,178
Credit Exposure by Portfolios				
Residential mortgages	21,044	20,780	20,375	20,611
Sovereign	4,517	4,535	4,216	4,162
Bank	911	887	570	906
Corporate	372	371	432	497
Other	3	2	2	2
Total Exposures	26,847	26,575	25,595	26,178
Table 4 (B)		30 September 2024		30 June 2024
By Portfolios		As at		As at
		\$m		\$m
Non-performing		392		396
Residential mortgages		297		298
Corporate/ specialised lending		95		98
>=90 Days Past-due		217		208
Residential mortgages		180		172
Corporate/ specialised lending		37		36
Specific Provisions		60		60
Residential mortgages		12		12
Corporate/ specialised lending		48		48
Charges for Specific Provisions During the Period		-		-
Residential mortgages		1		1
Corporate/ specialised lending		(1)		(1)
Write-offs During the Period		6		6
Residential mortgages		-		-
Corporate/ specialised lending		6		6
Table 4 (C)				
Provisions held against performing exposures that represent a purely		29		32

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Table 5 : Securitisation Exposures (APS 330: Attachment C)

	30 September 2024		30 June 2024	
	Total amount of exposure securitised \$m	Recognised gain or loss on sale \$m	Total amount of exposure securitised \$m	Recognised gain or loss on sale \$m
Table 5 (A) - Total Securitisation Activity				
Residential mortgages	-	-	728	-
Total Securitisation Activity for the Reporting Period	-	-	728	-
Table 5 (B) - Total Securitisation Exposures Retained or Purchased				
Securitisation Facility Type				
On-balance Sheet Securitisation Exposures				
RMBS investments	-	-	-	-
Other	36	-	22	-
Total Securitisation Exposures	36	-	22	-
Off-balance Sheet Securitisation Exposures				
Funding facilities	19	-	20	-
Liquidity facilities	-	-	-	-
Total Securitisation Exposures	19	-	20	-

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Table 20 : Liquidity Coverage Ratio Disclosure (APS 330: Attachment F)

APRA requires authorised deposit-taking institutions (ADI) to maintain a minimum Liquidity Coverage Ratio (LCR) of 100 per cent. The LCR requires an ADI to hold sufficient High Quality Liquid Assets (HQLA) to meet net cash outflows (NCO) over a 30 day period, under an APRA defined liquidity stress scenario. AMP Bank manages its LCR on a daily basis with a buffer above the regulatory minimum in line with the prescribed risk appetite and management ranges.

AMP Bank maintains a diversified portfolio of liquid assets consisting of HQLA, cash-at-bank and other repo-eligible securities (eligible for repo with the Reserve Bank of Australia (RBA)). HQLA includes Commonwealth Government Securities, Australian Semi-Government Securities, and Exchange Settlement Account Balances held with the RBA.

AMP Bank has access to a suite of stable, diversified and resilient funding sources that aim to reduce the likelihood of liquidity stress arising across a variety of funding market conditions. AMP Bank utilises a number of funding sources including customer deposits, deposits sourced from AMP's North Platform and Superannuation business, short- and long-term wholesale debt instruments, and securitisation (via the issuance of Residential Mortgage-Backed Securities).

The LCR changes on a daily basis in the ordinary course of business due to changes in Net Cash Outflows and the composition of HQLA. The average Level 2 LCR over the quarter ended September 2024 (the Quarter) was 138%, which is 5% higher than the quarter ended June 2024, due to increased HQLA balances partially offset by higher Net Cash Outflows.

During the Quarter, higher average HQLA balances during the Quarter were related to increased funding sourced from wholesale funding markets, the release of assets secured against repurchase agreements, as well as the movement in retail deposit taking and lending activities. The higher Net Cash Outflow result was linked to reduced inflows from maturing investments (item 21) and an increase in retail deposit outflows (item 4) offset by lower short term secured wholesale funding outflows (item 11) relating to maturing repurchase agreements.

The lowest LCR during the period was 131% (7% lower than the average). The highest LCR was 146% (8% higher than the average), attributable to the settlement of a wholesale funding transaction.

	30 September 2024		30 June 2024	
	Total unweighted value (average) \$m	Total weighted value (average) \$m	Total unweighted value (average) \$m	Total weighted value (average) \$m
Liquid Assets, of which:				
1 High-quality liquid assets (HQLA)		4,310		4,012
2 Alternate liquid assets (ALA)		-		-
3 Reserve Bank of New Zealand (RNBZ) securities		-		-
Cash Outflows				
4 Retail deposits and deposits from small business customers, of which:	14,240	2,160	13,793	2,076
5 stable deposits	2,980	149	2,902	145
6 less stable deposits	11,260	2,011	10,891	1,931
7 Unsecured wholesale funding, of which;	1,191	641	1,279	671
8 operational deposits (all counterparties) and deposits in networks for cooperative banks	-	-	-	-
9 non-operational deposits (all counterparties)	1,113	563	1,227	619
10 unsecured debt	78	78	52	52
11 Secured wholesale funding		-		130
12 Additional requirements, of which:	3,429	499	3,240	505
13 outflows related to derivatives exposures and other collateral requirements	183	183	198	198
14 outflows related to loss of funding on debt products	113	113	110	110
15 credit and liquidity facilities	3,133	203	2,932	197
16 Other contractual funding obligations	-	-	-	-
17 Other contingent funding obligations	962	147	1,085	89
18 Total cash outflows		3,447		3,471
Cash Inflows				
19 Secured lending	-	-	-	-
20 Inflows from fully performing exposures	247	124	252	127
21 Other cash inflows	194	194	335	335
22 Total cash inflows	441	318	587	462
		Total Adjusted Value		Total Adjusted Value
		\$m		\$m
23 Total liquid assets		4,310		4,012
24 Total net cash outflows		3,129		3,009
25 Liquidity coverage ratio (%)		138%		133%
Number of data points used		65		63