

Newcastle Greater Mutual Group Ltd

Disclosure of Prudential Information: Risk Exposures and Assessment

As at 30 September 2023

Based on Level 2 – Reporting Consolidated Group



Capital Adequacy

Risk Weighted Assets	\$m	Capital Base	\$m
Credit Risk (excluding securitisation) by portfolio		Common Equity Tier 1 Capital before regulatory adjustments	1,743.9
<i>Property exposures</i>		Regulatory adjustments	(114.5)
Residential property	5,244.0	Common Equity Tier 1 Capital	1,629.4
Land acquisition, development and construction	146.9	Tier 2 Capital	23.9
Commercial property	21.2	Total Capital	1,653.3
<i>Non-property exposures</i>			
Bank	941.4	Capital Ratios:	%
Retail	165.5	Common Equity Tier 1 Ratio	22.05
Corporate	0.9	Tier 1 Ratio	22.05
Other	123.0	Total Capital Ratio	22.37
Total Credit Risk (excluding securitisation)	6,642.9		
Credit Risk (securitisation)	73.9		
Operational Risk	673.8		
Total Risk Weighted Assets	7,390.6		

Credit Risk (excluding Securitisation Exposures)

Type of Credit Exposure	Gross Credit Risk Exposure \$m	Average Gross Exposure ¹ \$m	Non-Performing Facilities \$m	Specific Provisions \$m	Charges for specific provisions \$m	Write-offs \$m	Forward-looking provisions against performing exposures ² \$m
Cash and investment securities	3,689.3	3,808.3	-	-	-	-	0.9
Loans and advances	15,875.1	15,811.5	40.5	0.7	-	-	22.9
Other on-balance sheet assets	120.8	121.4	-	-	-	-	-
Off-balance sheet commitments	1,102.3	1,158.1	-	-	-	-	-
	20,787.5	20,899.3	40.5	0.7	-	-	23.8

1. Average exposure is calculated by using closing monthly balances during the quarter.

2. Represents provisions held against performing exposures that represent a purely forward-looking amount for future losses that are presently unidentified.

Securitisation Exposures

Current period securitisation activity	Newcastle Greater Mutual Group Ltd Originated		Non Newcastle Greater Mutual Group Ltd Originated	
	Balance \$m	Gain/(Loss) on Sale \$m	Balance \$m	Gain/(Loss) on Sale \$m
a) Investment securities				
Securities held in Residential Mortgage Backed Securities (RMBS)	3,678.2	-	370.6	-
(b) Securitised Assets - Newcastle Greater Mutual Group Ltd Originated				
On-balance Sheet - Lending	Balance \$m			
Housing Loans	3,762.1			
Off-balance Sheet - Lending	Notional Amount \$m			
Funding Facilities	897.4			
Swaps	2,074.2			