

BASEL III PILLAR 3

Capital Adequacy and
Risk Disclosures
as at 30 June 2024



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

	30 June 2024	31 March 2024
	\$m	\$m
Risk Weighted Assets (RWA)		
Subject to Standardised Approach		
Residential mortgages	7,848	8,156
Bank	236	380
Corporate	242	246
Other	3	2
Securitisation	4	4
Total Risk Weighted Assets for Credit Risk Exposures	8,333	8,788
Market Risk RWA	4	5
Operational Risk RWA	513	513
Total Risk Weighted Assets	8,850	9,306
Capital Ratios (%)	%	%
Common Equity Tier 1 Ratio	10.8%	10.9%
Tier 1 Capital Ratio	13.3%	13.3%
Total Capital Ratio	15.9%	15.8%

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

Table 4 (A)	30 June 2024		31 March 2024	
	As at \$m	Average \$m	As at \$m	Average \$m
Credit Exposure by Types				
Cash and balances with central bank	150	189	143	188
Loans and advances to banks	541	873	985	906
Debt securities	4,157	4,057	3,812	3,735
Loans and advances to customers	19,017	19,312	20,082	20,299
Other assets	50	45	39	71
Total Gross Credit Risk	23,915	24,476	25,061	25,199
Non-market related off-balance sheet credit exposures	1,547	1,498	1,450	1,397
Market related off-balance sheet credit exposures	133	204	196	214
Total Exposures	25,595	26,178	26,707	26,810
Credit Exposure by Portfolios				
Residential mortgages	20,375	20,611	21,320	21,488
Sovereign	4,216	4,162	3,885	3,857
Bank	570	906	1,020	969
Corporate	432	497	480	494
Other	2	2	2	2
Total Exposures	25,595	26,177	26,707	26,810
Table 4 (B)				
		30 June 2024		31 March 2024
		As at		As at
By Portfolios		\$m		\$m
Non-performing		396		381
Residential mortgages		298		277
Corporate/ specialised lending		98		104
>=90 Days Past-due		208		198
Residential mortgages		172		165
Corporate/ specialised lending		36		33
Specific Provisions		60		65
Residential mortgages		12		12
Corporate/ specialised lending		48		53
Charges for Specific Provisions During the Period		-		(1)
Residential mortgages		1		1
Corporate/ specialised lending		(1)		(2)
Write-offs During the Period		6		1
Residential mortgages		-		-
Corporate/ specialised lending		6		1
Table 4 (C)				
Provisions held against performing exposures that represent a purely forward looking amount for future losses that are presently		32		31

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

	30 June 2024		31 March 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	22	-	20	-
Total Securitisation Exposures	22	-	20	-
Off-balance Sheet Securitisation Exposures				
Funding facilities	20	-	18	-
Liquidity facilities	-	-	-	-
Total Securitisation Exposures	20	-	18	-

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

AMP Bank is required to maintain a minimum Liquidity Coverage Ratio (LCR) of 100%. The LCR requires banks to hold sufficient High Quality Liquid Assets (HQLA) to meet net cash outflows under an APRA-prescribed 30 calendar day stress scenario. AMP Bank manages its LCR daily with a buffer above the regulatory minimum in line with 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 June 2024 quarter (the Quarter) was 133%, which is 5% higher than the March 2024 quarter, due to increased HQLA balances partially offset by higher Net Cash Outflows.

Higher average HQLA balances during the Quarter were related to increased funding sourced from wholesale funding markets, net of movement in retail deposit taking and lending activities. During the Quarter the Term Funding Facility was repaid with prefunded non-HQLA assets. This prefunding was reflected in a higher value for item 11 (Secured Wholesale Funding) and item 21 (Other Cash Inflows), both of which were materially offsetting. The higher Net Cash Outflow number for the Quarter was linked to a higher proportion of less stable retail deposits (Item 6) and non-operational deposits (Item 9), offset by lower short term wholesale funding (item 10).

The lowest LCR during the period was 124% (9% lower than the average). The highest LCR was 142% (9% higher than the average), attributable to the settlement of a wholesale funding transaction.

	30 June 2024		31 March 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)		4,012		3,735
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:	13,793	2,076	13,180	1,970
5 stable deposits	2,902	145	2,803	140
6 less stable deposits	10,891	1,931	10,377	1,830
7 Unsecured wholesale funding, of which;	1,279	671	1,227	686
8 operational deposits (all counterparties) and deposits in networks for cooperative banks	-	-	-	-
9 non-operational deposits (all counterparties)	1,227	619	1,065	523
10 unsecured debt	52	52	162	163
11 Secured wholesale funding		130		-
12 Additional requirements, of which:	3,240	505	3,221	533
13 outflows related to derivatives exposures and other collateral requirements	198	198	206	206
14 outflows related to loss of funding on debt products	110	110	130	130
15 credit and liquidity facilities	2,932	197	2,885	197
16 Other contractual funding obligations	-	-	-	-
17 Other contingent funding obligations	1,085	89	1,406	65
18 Total cash outflows		3,471		3,254
Cash Inflows				
19 Secured lending	-	-	-	-
20 Inflows from fully performing exposures	252	127	262	135
21 Other cash inflows	335	335	206	206
22 Total cash inflows	587	462	468	341
		Total Adjusted Value \$m		Total Adjusted Value \$m
23 Total liquid assets		4,012		3,735
24 Total net cash outflows		3,009		2,913
25 Liquidity coverage ratio (%)		133%		128%
Number of data points used		63		63