

**national
australia
bank**



Pillar 3 Report

2026

as at 31 March 2026

Incorporating the requirements of APS 330

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Introduction

National Australia Bank Limited (NAB) is an authorised deposit-taking institution (ADI) subject to regulation by the Australian Prudential Regulation Authority (APRA) under the authority of the *Banking Act 1959* (Cth). This report has been prepared in accordance with APRA Prudential Standard APS 330 *Public Disclosure*, which requires external disclosure of key prudential information to contribute to the transparency of financial markets and to enhance market discipline. APS 330 requires prudential disclosures to be made as set out in the Basel Committee on Banking Supervision (BCBS) *Disclosure Requirements* standard, subject to modifications made by APRA specified in Attachment A of APS 330.

This report has also been prepared in accordance with NAB's Group External Reporting Policy, which assists the Board in discharging its oversight of the integrity of external reporting. The Group External Reporting Policy sets out the approach the Group, being NAB and its controlled entities, takes to managing compliance with APS 330, as well as other Australian statutory and regulatory external reporting obligations.

The date of comparative period disclosures in this report is based on the reporting frequency of individual disclosures, as set out in the disclosure requirements index. Amounts are presented in Australian dollars unless otherwise stated, and have been rounded to the nearest million dollars (\$m) except where indicated.

Quantitative information contained in this report is available in Microsoft Excel format at nab.com.au/about-us/shareholder-centre/regulatory-disclosures.

Capital adequacy methodologies

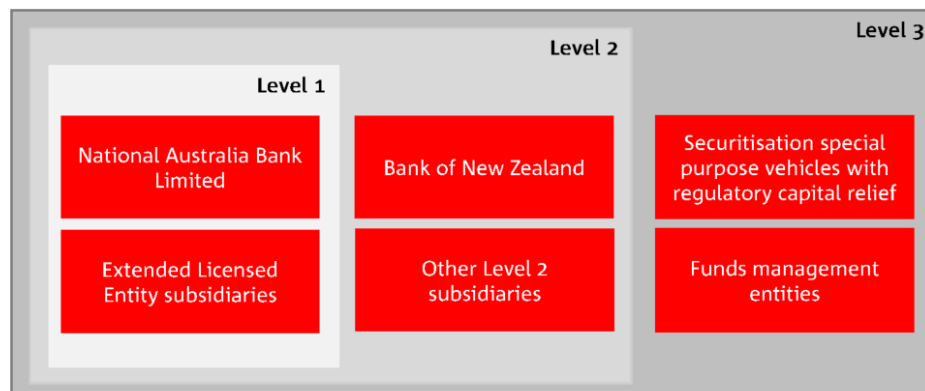
The Group uses the following approaches to measure capital adequacy.

| Credit risk | Operational risk | Non-traded market risk | Traded market risk |
|--|---|-------------------------------|---|
| Internal ratings-based (IRB) approach ⁽¹⁾ | Standardised measurement approach (SMA) | Internal model approach (IMA) | Internal model approach (IMA) and standard method |

(1) The Group has received IRB accreditation from APRA and applies the advanced IRB (A-IRB), foundation IRB (F-IRB), supervisory slotting and standardised approaches to different portfolios. Risk-weighted assets (RWA) and expected loss for the Group's banking subsidiary regulated by the Reserve Bank of New Zealand (RBNZ), Bank of New Zealand (BNZ), are measured using RBNZ prudential requirements, with the exception of scaling factors which are applied under APRA requirements and any APRA-imposed RWA overlays. BNZ has received internal ratings-based accreditation from the RBNZ and applies the internal ratings-based approach, supervisory slotting approach and standardised approach to different portfolios.

Scope of consolidation

APRA measures the Group's capital adequacy by assessing financial strength at three levels as illustrated below.



Level 1 comprises NAB and its subsidiaries that have been approved by APRA as part of its Extended Licensed Entity.

Level 2 comprises NAB and the entities it controls, excluding securitisation special purpose vehicles (SPVs) to which assets have been transferred in accordance with the requirements for regulatory capital relief in APS 120 *Securitisation* and funds management entities. Level 2 controlled entities include BNZ, National Australia Bank Europe S.A. (NAB Europe) and other financial entities such as broking, wealth advisory and leasing companies.

Level 3 comprises the consolidation of NAB and all of its subsidiaries.

This report applies to the Level 2 Group, headed by NAB, unless otherwise stated.

Introduction (cont.)

Regulatory reform

Key reforms that may affect the Group's capital and liquidity include:

Increased loss-absorbing capacity for ADIs

Under their loss-absorbing capacity framework, APRA has required domestic systemically important banks (D-SIBs) to hold incremental Total capital equal to 3% of RWA since 1 January 2024. The requirement increased by 1.5% (to a total of 4.5%) of RWA on 1 January 2026. The Group is compliant with these capital requirements.

Additional Tier 1 capital changes

In December 2025, APRA finalised amendments to its prudential framework to remove Additional Tier 1 capital from its bank prudential and reporting frameworks. From 1 January 2027, large, internationally active banks including NAB will replace 1.5% Additional Tier 1 capital with 0.25% Common Equity Tier 1 (CET1) capital and 1.25% Tier 2 capital. There is no overall change to the minimum Total capital requirement. The leverage ratio and limits on large and related-party exposures will move from a Tier 1-based metric to a CET1-based metric, with the minimum requirement for the leverage ratio to reduce from 3.5% to 3.25%. Until 2032, existing Additional Tier 1 capital instruments will be eligible to be included as Tier 2 capital until an instrument's first call date. This change is intended to ensure that the capital strength of the Australian banking system operates more effectively in a stress scenario.

Revisions to the capital framework

On 1 October 2025, the revised APS 117 *Capital Adequacy: Interest Rate Risk in the Banking Book* came into effect.

During calendar year 2026, APRA intends to consult on targeted amendments to the standardised capital framework to increase risk sensitivity and better align requirements with underlying risk. As part of this work, APRA intends to make credit risk weights for selected forms of corporate lending more granular and risk sensitive. APRA expects changes will provide more flexibility for internal ratings-based ADIs that are bound by the standardised floor.

In calendar year 2027, APRA also intends to consult on a simplified implementation of the BCBS's Fundamental Review of the Trading Book.

Liquidity requirements

APRA intends to consult on APS 210 *Liquidity* to strengthen the liquidity resilience across the industry. This is expected to include measures addressing risks not fully captured under current requirements (including intraday risk and cliff risk), enhancements to liquidity risk monitoring through Internal Liquidity Adequacy Assessment Process requirements and potential broadening of high-quality liquid asset (HQLA) eligibility. Consultation is expected to commence in the second half of calendar year 2026.

Reserve Bank of New Zealand capital review

In December 2025, the RBNZ announced its decisions following its 2025 review of key capital settings. The RBNZ will require all Group 1 deposit takers including BNZ to have an RBNZ CET1 capital ratio of 12%, a Total capital ratio of 15% and an additional 6% of RWA of loss-absorbing capital instruments. The new settings will also introduce more granular RBNZ standardised risk weights, require Tier 2 and loss-absorbing capital instruments to be issued to BNZ's ultimate parent bank and remove Additional Tier 1 capital from regulatory capital. The changes are expected to be implemented over time with timelines yet to be fully confirmed by the RBNZ. Current expectations are for the risk weight changes to take effect from 1 October 2026, Additional Tier 1 instruments to be phased out and consultation on new Tier 2 and loss-absorbing capital instruments to occur over calendar years 2026 and 2027. The final decisions on these settings will be incorporated into the capital standard under the New Zealand *Deposit Takers Act 2023* scheduled to take effect in December 2028.

Overview of key metrics and RWA

2.1 Key prudential metrics

KM1: Key metrics

The commentary below provides an explanation of movements in the regulatory metrics on the following page.

[March 2026 v December 2025](#)

Regulatory capital

CET1 capital increased by \$1.1 billion or 2.2%. Key movements since 31 December 2025 included net profit for the quarter of \$541 million and a decrease in the software regulatory adjustment following accelerated amortisation of software assets of \$949 million after tax. The accelerated amortisation of software assets was capital neutral, reducing both regulatory adjustments and current period net profit. This was partially offset by a \$510 million increase in unfavourable foreign currency translation impacts recognised in the foreign currency translation reserve.

The increase in Tier 1 capital of \$1.1 billion or 1.8% was driven by the movement in CET1 capital, with no change in Additional Tier 1 capital instruments since the prior quarter-end.

Total capital increased by \$2.3 billion or 2.5% from the movement in Tier 1 capital and an increase in Tier 2 capital of \$1.2 billion. Tier 2 capital instrument issuances of \$1.7 billion during the quarter were partially offset by \$404 million in unfavourable foreign currency translation impacts and a \$154 million increase in regulatory adjustments from Tier 2 capital.

Risk-weighted assets

Total RWA increased by \$3.3 billion or 0.7%. Increases in RWA included the following:

- Interest rate risk in the banking book (IRRBB) RWA increased by \$4.9 billion or 37.3%, mainly due to an increase in market interest rates and higher core deposit hedging.
- Credit (excluding counterparty credit risk) RWA increased by \$4.2 billion or 1.2%. Growth was largely driven by lending in corporate (including small and medium-sized enterprises (SME)) and residential mortgages. Model updates also impacted credit RWA and included a \$4.2 billion increase in RWA overlays related to certain probability of default (PD) models, partially offset by release of a \$1.4 billion RWA overlay related to the measurement of certain off-balance sheet exposures, and implementation of the A-IRB approach for a portfolio of credit cards related to the Citi consumer business, which was previously subject to the standardised approach. Refer to CR8: *RWA flow statements of credit risk exposures under IRB* for further details.

These increases in RWA were partially offset by the \$5.3 billion floor adjustment that was applied as at 31 December 2025 not being required as at 31 March 2026. Refer to CMS1: *Comparison of modelled and standardised RWA at risk level* for further details.

Leverage ratio

The leverage ratio increased by 5 basis points to 4.91%, driven by an increase in Tier 1 capital of \$1.1 billion or 1.8%, partially offset by an increase in total exposures of \$9.8 billion or 0.8%.

The increase in total exposures was mainly due to a \$16.7 billion increase in on-balance sheet exposures largely related to loans and advances, with partial offset from a \$5.2 billion decrease in securities financing transaction (SFT) exposures related to reverse repurchase agreement activity and a \$2.3 billion decrease in other off-balance sheet exposures.

Liquidity coverage ratio

The average liquidity coverage ratio (LCR) for the quarter decreased to 132% from 136%, with a \$10.3 billion or 4.9% decrease in average HQLA, partially offset by a \$2.1 billion or 1.4% decrease in average weighted net cash outflows.

The decrease in average HQLA was mainly due to the roll-off of short-term wholesale funding raised to support the liquidity position during the prior quarter.

The decrease in average net cash outflows was mainly due to a reduction in secured and unsecured funding maturities compared to the previous quarter.

Net stable funding ratio

The net stable funding ratio (NSFR) decreased to 116% from 117%, due to an increase in required stable funding (RSF) of \$13.4 billion or 2.2%, partially offset by an increase in available stable funding (ASF) of \$6.3 billion or 0.9%.

The increase in RSF was primarily driven by other term lending exposures, mostly from tenor extensions of lending to financial institutions, combined with volume growth in business and home lending.

The most significant driver of the increase in ASF was increased deposit volumes, across both retail and small business customer deposits and wholesale deposits. This was partially offset by a reduction in wholesale term funding, mostly due to unfavourable foreign currency translation impacts.

Key prudential metrics (cont.)

The following table provides an overview of prudential metrics as at 31 March 2026 and the end of the previous four quarters.

| | | As at | | | | |
|---|---|-----------|-----------|-----------|-----------|-----------|
| | | 31 Mar 26 | 31 Dec 25 | 30 Sep 25 | 30 Jun 25 | 31 Mar 25 |
| Available capital (amounts) | | | | | | |
| 1 | CET1 | 52,390 | 51,273 | 51,527 | 53,038 | 51,236 |
| 2 | Tier 1 | 61,370 | 60,262 | 60,516 | 62,628 | 60,826 |
| 3 | Total capital | 91,968 | 89,698 | 89,514 | 89,739 | 89,622 |
| RWA (amounts) | | | | | | |
| 4 | Total RWA | 449,771 | 446,519 | 440,557 | 436,890 | 426,445 |
| 4a | Total RWA (pre-floor) ⁽¹⁾ | 449,771 | 441,196 | 438,273 | 436,890 | 425,189 |
| Risk-based capital ratios as a percentage of RWA (Level 2 Group) | | | | | | |
| 5 | CET1 capital ratio (%) | 11.65 | 11.48 | 11.70 | 12.14 | 12.01 |
| 5b | CET1 capital ratio (%) (pre-floor ratio) ⁽¹⁾ | 11.65 | 11.62 | 11.76 | 12.14 | 12.05 |
| 6 | Tier 1 capital ratio (%) | 13.64 | 13.50 | 13.74 | 14.33 | 14.26 |
| 6b | Tier 1 capital ratio (%) (pre-floor ratio) ⁽¹⁾ | 13.64 | 13.66 | 13.81 | 14.33 | 14.31 |
| 7 | Total capital ratio (%) | 20.45 | 20.09 | 20.32 | 20.54 | 21.02 |
| 7b | Total capital ratio (%) (pre-floor ratio) ⁽¹⁾ | 20.45 | 20.33 | 20.42 | 20.54 | 21.08 |
| Risk-based capital ratios as a percentage of RWA (Level 1 Group) | | | | | | |
| - | CET1 capital ratio (%) | 11.53 | 11.50 | 11.60 | 11.97 | 11.84 |
| - | Tier 1 capital ratio (%) | 13.70 | 13.73 | 13.86 | 14.41 | 14.33 |
| - | Total capital ratio (%) | 21.07 | 20.97 | 21.09 | 21.25 | 21.74 |
| Additional CET1 buffer requirements as a percentage of RWA | | | | | | |
| 8 | Capital conservation buffer requirement (%) | 3.75 | 3.75 | 3.75 | 3.75 | 3.75 |
| 9 | Countercyclical capital buffer requirement (%) | 0.86 | 0.85 | 0.85 | 0.85 | 0.85 |
| 10 | Bank global systemically important bank (G-SIB) and/or D-SIB additional requirements (%) | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 |
| 11 | Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10) | 5.61 | 5.60 | 5.60 | 5.60 | 5.60 |
| 12 | CET1 available after meeting the bank's minimum capital requirements (%) ⁽²⁾ | 7.15 | 6.98 | 7.20 | 7.64 | 7.51 |
| Leverage ratio | | | | | | |
| 13 | Total leverage ratio exposure measure | 1,250,912 | 1,241,137 | 1,229,142 | 1,226,589 | 1,210,737 |
| 14c | Leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values for SFT assets | 4.91 | 4.86 | 4.92 | 5.11 | 5.02 |
| LCR⁽³⁾ | | | | | | |
| 15 | Total HQLA | 200,027 | 210,361 | 207,588 | 211,713 | 212,309 |
| 16 | Total net cash outflows | 152,106 | 154,197 | 153,403 | 156,597 | 152,496 |
| 17 | LCR (%) | 132 | 136 | 135 | 135 | 139 |
| NSFR | | | | | | |
| 18 | Total ASF | 725,132 | 718,801 | 712,993 | 711,581 | 703,467 |
| 19 | Total RSF | 626,620 | 613,244 | 612,708 | 611,141 | 592,468 |
| 20 | NSFR (%) | 116 | 117 | 116 | 116 | 119 |

(1) The capital floor applies to ADIs accredited by APRA to use the IRB approach and requires that aggregate RWA does not fall below 72.5% of RWA calculated under the full standardised approach.

(2) The CET1 capital ratio less the ratio of RWA of any CET1 capital used to meet minimum CET1, Tier 1 and Total capital ratios of 4.5%, 6% and 8%, respectively, as outlined in APS 110 *Capital Adequacy* paragraph 24.

(3) Simple average of daily outcomes, excluding non-business days, during the quarter. LCR is the average of daily LCR outcomes, rather than a function of average HQLA and average net cash outflows.

2.2 Overview of exposure at default and RWA

OV1: Overview of RWA

The following table provides RWA for each risk type and approach as at 31 March 2026 and the end of the previous two quarters.

| | | As at | | | Minimum capital requirements ⁽¹⁾ |
|-----------|--|----------------|----------------|----------------|---|
| | | 31 Mar 26 | 31 Dec 25 | 30 Sep 25 | |
| | | RWA | RWA | RWA | |
| | | \$m | \$m | \$m | \$m |
| 1 | Credit risk (excluding counterparty credit risk (CCR)) ⁽²⁾⁽³⁾ | 360,316 | 356,115 | 352,908 | 28,825 |
| 2 | of which: standardised approach (SA) | 12,962 | 17,706 | 21,348 | 1,037 |
| 3 | of which: F-IRB approach | 37,960 | 38,518 | 36,832 | 3,037 |
| 4 | of which: supervisory slotting approach | 9,323 | 9,543 | 9,332 | 746 |
| 5 | of which: A-IRB approach | 300,071 | 290,348 | 285,396 | 24,005 |
| 6 | Counterparty credit risk | 10,101 | 10,680 | 11,731 | 808 |
| 7 | of which: standardised approach for CCR | 7,986 | 8,899 | 9,582 | 639 |
| 9 | of which: other CCR ⁽⁴⁾ | 2,115 | 1,781 | 2,149 | 169 |
| 10 | Credit valuation adjustment | 4,323 | 4,521 | 4,942 | 346 |
| 15 | Settlement risk | - | - | - | - |
| 16 | Securitisation exposures in banking book | 5,857 | 6,039 | 5,405 | 469 |
| 18 | of which: securitisation external ratings-based approach (ERBA) | 1,322 | 1,282 | 1,336 | 106 |
| 19 | of which: securitisation supervisory formula approach (SFA) | 4,535 | 4,757 | 4,069 | 363 |
| 20 | Market risk | 12,555 | 12,092 | 11,732 | 1,005 |
| 21 | of which: standard method | 1,120 | 919 | 850 | 90 |
| 22 | of which: IMA | 11,435 | 11,173 | 10,882 | 915 |
| 24 | Operational risk | 38,707 | 38,707 | 37,610 | 3,096 |
| - | Interest rate risk in the banking book | 17,912 | 13,042 | 13,945 | 1,433 |
| 26 | Output floor applied | 72.5% | 72.5% | 72.5% | |
| 27 | Floor adjustment ⁽⁵⁾ | - | 5,323 | 2,284 | |
| 29 | Total | 449,771 | 446,519 | 440,557 | 35,982 |

(1) The total minimum capital requirement is calculated as total RWA multiplied by the minimum Total capital ratio of 8.0%, as outlined in APS 110 paragraph 24, and is attributed to the RWA categories on a pro-rata basis.

(2) Credit RWA (excluding CCR) includes an RWA overlay related to measurement of certain off-balance sheet exposures of \$3.4 billion (December 2025 and September 2025: \$4.8 billion). The majority of the overlay is included in RWA under the A-IRB approach in row 5 (March 2026: \$3.0 billion, December 2025 and September 2025: \$4.3 billion) and the F-IRB approach in row 3 (\$321 million for all disclosed periods). Refer to CR8: *RWA flow statements of credit risk exposures under IRB* for details of the movement in the RWA overlay since the end of the previous quarter.

(3) Credit RWA (excluding CCR) includes an RWA overlay related to the calibration of certain models of \$6.5 billion (December 2025 and September 2025: \$1.8 billion). The majority of the overlay is included in RWA under the A-IRB approach in row 5. Refer to CR8: *RWA flow statements of credit risk exposures under IRB* for details of the movement in the RWA overlay since the end of the previous quarter.

(4) CCR not subject to the standardised approach comprises SFTs, BNZ derivatives under the current exposure method, and central counterparty (CCP) margin and default fund contributions.

(5) The description of row 27 has been modified from that set out in the BCBS *Disclosure Requirements* standard as APRA's capital floor requirement does not have a transitional cap.

Overview of exposure at default and RWA (cont.)

Exposure at default and RWA by asset class

The following table provides a summary of exposure at default (EaD) and RWA by asset class. The nature of exposures in each asset class is outlined on page 10. Amounts have been broken down into those subject to the credit risk and counterparty credit risk frameworks.

This disclosure has been included in this report to provide a breakdown of total EaD, as EaD disclosures required by APS 330 are not aggregated in a single disclosure.

| | As at 31 Mar 26 | | | | | |
|---|--|-----------------------------|------------------|----------------|-----------------------------|----------------|
| | EaD post-CCF and post-CRM ⁽¹⁾ | | | RWA | | |
| | Credit risk | Counterparty credit risk | Total | Credit risk | Counterparty credit risk | Total |
| | \$m | \$m | \$m | \$m | \$m | \$m |
| Subject to A-IRB approach | | | | | | |
| Corporate (including SME) | 242,899 | 2,515 | 245,414 | 123,047 | 1,297 | 124,344 |
| Retail SME | 26,190 | - | 26,190 | 11,419 | - | 11,419 |
| Residential mortgage | 445,323 | - | 445,323 | 117,429 | - | 117,429 |
| Qualifying revolving retail | 15,933 | - | 15,933 | 6,390 | - | 6,390 |
| Other retail | 1,643 | - | 1,643 | 1,881 | - | 1,881 |
| Subject to F-IRB approach | | | | | | |
| Corporate | 35,461 | 4,586 | 40,047 | 20,134 | 2,149 | 22,283 |
| Sovereign | 142,197 | 1,345 | 143,542 | 1,486 | 22 | 1,508 |
| Financial institution | 48,986 | 19,535 | 68,521 | 16,340 | 5,320 | 21,660 |
| Total IRB approach | 958,632 | 27,981 | 986,613 | 298,126 | 8,788 | 306,914 |
| Specialised lending | 4,389 | 117 | 4,506 | 3,306 | 84 | 3,390 |
| Subject to standardised approach | | | | | | |
| Corporate (including SME) | 7,040 | 2,838 | 9,878 | 4,710 | 208 | 4,918 |
| Residential mortgage | 1,620 | - | 1,620 | 1,633 | - | 1,633 |
| Other retail | 2,178 | - | 2,178 | 990 | - | 990 |
| Other | 5,192 | - | 5,192 | 3,853 | - | 3,853 |
| Total standardised approach | 16,030 | 2,838 | 18,868 | 11,186 | 208 | 11,394 |
| RBNZ regulated banking subsidiary | 118,313 | 2,756 | 121,069 | 47,698 | 1,021 | 48,719 |
| Credit valuation adjustment | | | | | | 4,323 |
| Settlement risk | | | | | | - |
| Securitisation exposures in banking book | | | 34,122 | | | 5,857 |
| Total credit risk⁽²⁾⁽³⁾ | 1,097,364 | 33,692 | 1,165,178 | 360,316 | 10,101 | 380,597 |
| Market risk | | | | | | 12,555 |
| Operational risk | | | | | | 38,707 |
| Interest rate risk in the banking book | | | | | | 17,912 |
| Floor adjustment | | | | | | - |
| Total | 1,097,364 | 33,692 | 1,165,178 | 360,316 | 10,101 | 449,771 |

(1) Credit conversion factor (CCF) and credit risk mitigation (CRM).

(2) Credit RWA (excluding CCR) includes an RWA overlay related to measurement of certain off-balance sheet exposures of \$3.4 billion. The majority of the overlay is included in RWA for corporate exposures under the A-IRB approach (\$2.1 billion) and the RBNZ regulated banking subsidiary (\$937 million). Refer to CR8: *RWA flow statements of credit risk exposures under IRB* for details of the movement in the RWA overlay since the end of the previous quarter.

(3) Credit RWA (excluding CCR) includes an RWA overlay related to the calibration of certain models of \$6.5 billion. The majority of the overlay is included in RWA under the A-IRB approach for corporate (including SME) (\$3.5 billion), retail SME (\$1.5 billion) and residential mortgage (\$981 million) exposures. Refer to CR8: *RWA flow statements of credit risk exposures under IRB* for details of the movement in the RWA overlay since the end of the previous quarter.

Overview of exposure at default and RWA (cont.)

| | As at 31 Dec 25 | | | | | |
|---|---------------------------------|-----------------------------|------------------|----------------|-----------------------------|----------------|
| | EaD post-CCF and post-CRM | | | RWA | | |
| | Credit risk | Counterparty credit risk | Total | Credit risk | Counterparty credit risk | Total |
| | \$m | \$m | \$m | \$m | \$m | \$m |
| Subject to A-IRB approach | | | | | | |
| Corporate (including SME) | 236,730 | 2,492 | 239,222 | 118,001 | 1,331 | 119,332 |
| Retail SME | 26,154 | - | 26,154 | 11,018 | - | 11,018 |
| Residential mortgage | 442,209 | - | 442,209 | 114,904 | - | 114,904 |
| Qualifying revolving retail | 9,290 | - | 9,290 | 2,567 | - | 2,567 |
| Other retail | 1,602 | - | 1,602 | 1,814 | - | 1,814 |
| Subject to F-IRB approach | | | | | | |
| Corporate | 35,136 | 4,659 | 39,795 | 20,736 | 2,969 | 23,705 |
| Sovereign | 141,106 | 1,220 | 142,326 | 1,466 | 16 | 1,482 |
| Financial institution | 50,398 | 18,899 | 69,297 | 16,316 | 5,283 | 21,599 |
| Total IRB approach | 942,625 | 27,270 | 969,895 | 286,822 | 9,599 | 296,421 |
| Specialised lending | 3,980 | 139 | 4,119 | 3,038 | 102 | 3,140 |
| Subject to standardised approach | | | | | | |
| Corporate (including SME) | 7,078 | 2,569 | 9,647 | 4,737 | 185 | 4,922 |
| Residential mortgage | 1,722 | - | 1,722 | 1,736 | - | 1,736 |
| Other retail | 8,276 | - | 8,276 | 5,563 | - | 5,563 |
| Other | 5,971 | - | 5,971 | 4,010 | - | 4,010 |
| Total standardised approach | 23,047 | 2,569 | 25,616 | 16,046 | 185 | 16,231 |
| RBNZ regulated banking subsidiary | 122,668 | 2,420 | 125,088 | 50,209 | 794 | 51,003 |
| Credit valuation adjustment | | | | | | 4,521 |
| Settlement risk | | | | | | - |
| Securitisation exposures in banking book | | | 32,812 | | | 6,039 |
| Total credit risk⁽¹⁾⁽²⁾ | 1,092,320 | 32,398 | 1,157,530 | 356,115 | 10,680 | 377,355 |
| Market risk | | | | | | 12,092 |
| Operational risk | | | | | | 38,707 |
| Interest rate risk in the banking book | | | | | | 13,042 |
| Floor adjustment | | | | | | 5,323 |
| Total | 1,092,320 | 32,398 | 1,157,530 | 356,115 | 10,680 | 446,519 |

(1) Credit RWA (excluding CCR) includes an RWA overlay related to measurement of certain off-balance sheet exposures of \$4.8 billion. The majority of the overlay is included in RWA for the RBNZ regulated banking subsidiary (\$2.3 billion) and corporate exposures under the A-IRB approach (\$2.1 billion).

(2) Credit RWA (excluding CCR) includes an RWA overlay related to the calibration of certain models of \$1.8 billion. The overlay is included in RWA under the A-IRB approach for corporate (including SME) (\$926 million) and retail SME (\$885 million) exposures.

Overview of exposure at default and RWA (cont.)

| | As at 30 Sep 25 | | | | | |
|---|---------------------------------|-----------------------------|------------------|----------------|-----------------------------|----------------|
| | EaD post-CCF and post-CRM | | | RWA | | |
| | Credit risk | Counterparty credit risk | Total | Credit risk | Counterparty credit risk | Total |
| | \$m | \$m | \$m | \$m | \$m | \$m |
| Subject to A-IRB approach | | | | | | |
| Corporate (including SME) | 230,178 | 2,859 | 233,037 | 114,636 | 1,529 | 116,165 |
| Retail SME | 25,863 | - | 25,863 | 10,931 | - | 10,931 |
| Residential mortgage | 429,996 | - | 429,996 | 112,064 | - | 112,064 |
| Qualifying revolving retail | 9,213 | - | 9,213 | 2,576 | - | 2,576 |
| Other retail | 1,663 | - | 1,663 | 1,875 | - | 1,875 |
| Subject to F-IRB approach | | | | | | |
| Corporate | 31,798 | 5,389 | 37,187 | 18,343 | 3,434 | 21,777 |
| Sovereign | 144,605 | 1,440 | 146,045 | 1,859 | 18 | 1,877 |
| Financial institution | 54,574 | 19,480 | 74,054 | 16,630 | 5,287 | 21,917 |
| Total IRB approach | 927,890 | 29,168 | 957,058 | 278,914 | 10,268 | 289,182 |
| Specialised lending | 3,524 | 142 | 3,666 | 2,697 | 103 | 2,800 |
| Subject to standardised approach | | | | | | |
| Corporate (including SME) | 9,135 | 2,845 | 11,980 | 6,570 | 314 | 6,884 |
| Residential mortgage | 6,880 | - | 6,880 | 3,501 | - | 3,501 |
| Other retail | 8,630 | - | 8,630 | 5,780 | - | 5,780 |
| Other | 5,351 | - | 5,351 | 3,655 | - | 3,655 |
| Total standardised approach | 29,996 | 2,845 | 32,841 | 19,506 | 314 | 19,820 |
| RBNZ regulated banking subsidiary | 121,446 | 3,688 | 125,134 | 51,791 | 1,046 | 52,837 |
| Credit valuation adjustment | | | | | | 4,942 |
| Settlement risk | | | | | | - |
| Securitisation exposures in banking book | | | 32,817 | | | 5,405 |
| Total credit risk⁽¹⁾⁽²⁾ | 1,082,856 | 35,843 | 1,151,516 | 352,908 | 11,731 | 374,986 |
| Market risk | | | | | | 11,732 |
| Operational risk | | | | | | 37,610 |
| Interest rate risk in the banking book | | | | | | 13,945 |
| Floor adjustment | | | | | | 2,284 |
| Total | 1,082,856 | 35,843 | 1,151,516 | 352,908 | 11,731 | 440,557 |

(1) Credit RWA (excluding CCR) includes an RWA overlay related to measurement of certain off-balance sheet exposures of \$4.8 billion. The majority of the overlay is included in RWA for the RBNZ regulated banking subsidiary (\$2.3 billion) and corporate exposures under the A-IRB approach (\$2.1 billion).

(2) Credit RWA (excluding CCR) includes an RWA overlay related to the calibration of certain models of \$1.8 billion. The overlay is included in RWA under the A-IRB approach for corporate (including SME) (\$926 million) and retail SME (\$885 million) exposures.

Overview of exposure at default and RWA (cont.)

The nature of exposures in each asset class is outlined below.

| Asset class | Description |
|---|---|
| Subject to the A-IRB approach | |
| Corporate (including SME) | Corporations, partnerships, proprietorships, public sector entities and any other credit exposure not elsewhere classified. |
| Retail SME | Non-complex exposures to small business customers managed as part of a portfolio for risk management purposes where: <ul style="list-style-type: none"> the consolidated annual revenue of the borrower is less than \$75 million, and the total business-related exposure to the borrower is less than \$1.5 million. |
| Residential mortgage | Exposures that are partially or fully secured by residential properties, managed in a similar manner to other retail exposures, and not for business purposes. This excludes non-standard mortgages. |
| Qualifying revolving retail | Revolving exposures to individuals less than \$100,000, which are unsecured, unconditionally cancellable and not for business purposes. |
| Other retail | Retail exposures other than residential mortgage and qualifying revolving retail, including personal loan, overdraft and overdrawn transaction account exposures. |
| Subject to the F-IRB approach | |
| Corporate | Corporations, partnerships, proprietorships and public sector entities with consolidated annual revenue greater than \$750 million. |
| Sovereign | Includes: <ul style="list-style-type: none"> Australian and overseas central and subnational governments. A subnational government is a government of a geographically defined part of a state which has powers to raise revenue and borrow money. The Reserve Bank of Australia (RBA) and overseas central banks. Multilateral development banks or institutions eligible for a 0% risk weight. |
| Financial institution | Entities whose main business includes management of financial assets, lending, factoring, leasing, provision of credit enhancements, securitisation (excluding securitisation exposures subject to the requirements of APS 120), investments, financial custody, CCP services (excluding qualifying central counterparty (QCCP) exposures) and proprietary trading. |
| Specialised lending | Project finance exposures, in which revenues generated by a single project are the primary source of repayment and security for the exposure. |
| Subject to the standardised approach | |
| Corporate (including SME) | Regulatory prescribed portfolios, such as QCCPs and margin lending, and corporate exposures in portfolios where the standardised approach is applied. |
| Residential mortgage | Non-standard mortgages, including interest only exposures with a loan-to-valuation ratio (LVR) greater than 80% and an interest only term greater than five years that are not for business purposes, and loans to self-managed superannuation funds. |
| Other retail | Regulatory prescribed portfolios, such as margin lending, and other retail exposures in portfolios where the standardised approach is applied. |
| Other | Cash items in the process of collection, premises and other fixed assets, and all other exposures. |
| RBNZ regulated banking subsidiary | BNZ exposures measured using RBNZ prudential requirements, with the exception of scaling factors which are applied under APRA requirements and any APRA-imposed RWA overlays. APS 330 requires these exposures to be disclosed separately. |

2.3 Comparison of modelled and standardised RWA

CMS1: Comparison of modelled and standardised RWA at risk level

The following table provides a comparison by risk type of RWA prior to application of the floor modelled under approval from APRA, and RWA calculated under the full standardised approach.

March 2026 v December 2025

RWA prior to application of the floor increased by \$8.6 billion or 1.9%, whereas RWA under the full standardised approach increased \$3.6 billion or 0.6%. These movements resulted in pre-floor RWA being above the capital floor by \$653 million.

| | | As at 31 Mar 26 | | | |
|----------|--|---|---|----------------|---|
| | | RWA for modelled approaches that have supervisory approval to be used | RWA for portfolios where standardised approaches are used | Pre-floor RWA | RWA calculated using full standardised approach |
| | | \$m | \$m | \$m | \$m |
| 1 | Credit risk (excluding counterparty credit risk) | 347,354 | 12,962 | 360,316 | 539,103 |
| 2 | Counterparty credit risk | 9,675 | 426 | 10,101 | 18,928 |
| 3 | Credit valuation adjustment | | 4,323 | 4,323 | 4,323 |
| 4 | Securitisation exposures in the banking book | | 5,857 | 5,857 | 5,857 |
| 5 | Market risk | 11,435 | 1,120 | 12,555 | 12,555 |
| 6 | Operational risk | | 38,707 | 38,707 | 38,707 |
| - | Interest rate risk in the banking book | 17,912 | - | 17,912 | n/a |
| 7 | Residual RWA | | - | - | - |
| 8 | Total | 386,376 | 63,395 | 449,771 | 619,473 |

Capital floor at 72.5% of RWA calculated using full standardised approach

449,118

RWA prior to application of floor

449,771

Floor adjustment

-

| | | As at 31 Dec 25 | | | |
|----------|--|---|---|----------------|---|
| | | RWA for modelled approaches that have supervisory approval to be used | RWA for portfolios where standardised approaches are used | Pre-floor RWA | RWA calculated using full standardised approach |
| | | \$m | \$m | \$m | \$m |
| 1 | Credit risk (excluding counterparty credit risk) | 338,409 | 17,706 | 356,115 | 536,316 |
| 2 | Counterparty credit risk | 10,278 | 402 | 10,680 | 18,213 |
| 3 | Credit valuation adjustment | | 4,521 | 4,521 | 4,521 |
| 4 | Securitisation exposures in the banking book | | 6,039 | 6,039 | 6,039 |
| 5 | Market risk | 11,173 | 919 | 12,092 | 12,092 |
| 6 | Operational risk | | 38,707 | 38,707 | 38,707 |
| - | Interest rate risk in the banking book | 13,042 | - | 13,042 | n/a |
| 7 | Residual RWA | | - | - | - |
| 8 | Total | 372,902 | 68,294 | 441,196 | 615,888 |

Capital floor at 72.5% of RWA calculated using full standardised approach

446,519

RWA prior to application of floor

441,196

Floor adjustment

5,323

Comparison of modelled and standardised RWA (cont.)

| | | As at 30 Sep 25 | | | |
|---|--|---|---|----------------|---|
| | | RWA for modelled approaches that have supervisory approval to be used | RWA for portfolios where standardised approaches are used | Pre-floor RWA | RWA calculated using full standardised approach |
| | | \$m | \$m | \$m | \$m |
| 1 | Credit risk (excluding counterparty credit risk) | 331,560 | 21,348 | 352,908 | 527,369 |
| 2 | Counterparty credit risk | 11,171 | 560 | 11,731 | 20,608 |
| 3 | Credit valuation adjustment | | 4,942 | 4,942 | 4,942 |
| 4 | Securitisation exposures in the banking book | | 5,405 | 5,405 | 5,405 |
| 5 | Market risk | 10,882 | 850 | 11,732 | 11,732 |
| 6 | Operational risk | | 37,610 | 37,610 | 37,610 |
| - | Interest rate risk in the banking book | 13,945 | - | 13,945 | n/a |
| 7 | Residual RWA | | - | - | - |
| 8 | Total | 367,558 | 70,715 | 438,273 | 607,666 |
| Capital floor at 72.5% of RWA calculated using full standardised approach | | | | | 440,557 |
| RWA prior to application of floor | | | | | 438,273 |
| Floor adjustment | | | | | 2,284 |

CMS2: Comparison of modelled and standardised RWA for credit risk at asset class level

The following table provides a comparison by asset class of RWA for credit risk (excluding counterparty credit risk) modelled under approval from APRA and under the full standardised approach. The table provides a breakdown by asset class of amounts in row 1 of CMS1: *Comparison of modelled and standardised RWA at risk level*, where:

- Columns (a) and (b) represent RWA for exposures subject to the A-IRB, F-IRB and supervisory slotting approaches.
- Columns (c) and (d) also include RWA for exposures subject to the standardised approach.

March 2026 v September 2025

Credit risk (excluding CCR) RWA prior to application of the floor increased by \$7.4 billion or 2.1% compared to RWA under the full standardised approach which increased by \$11.7 billion or 2.2%.

| | | As at 31 Mar 26 | | | |
|----------|---------------------------------------|---|--|----------------|---|
| | | a | b | c | d |
| | | RWA for modelled approaches that have supervisory approval to be used | RWA for column (a) re-computed using the standardised approach | Pre-floor RWA | RWA calculated using full standardised approach |
| | | \$m | \$m | \$m | \$m |
| 1 | Sovereign | 1,486 | 829 | 1,486 | 829 |
| 2 | Financial institution | 16,340 | 32,952 | 16,340 | 32,952 |
| 5 | Corporate | 143,181 | 228,183 | 147,891 | 232,893 |
| - | of which: F-IRB approach is applied | 20,134 | 29,243 | 20,134 | 29,243 |
| - | of which: A-IRB approach is applied | 123,047 | 198,940 | 123,047 | 198,940 |
| 6 | Retail | 137,119 | 191,228 | 139,742 | 193,851 |
| - | of which: retail SME | 11,419 | 14,145 | 11,419 | 14,145 |
| - | of which: residential mortgage | 117,429 | 165,304 | 119,062 | 166,937 |
| - | of which: qualifying revolving retail | 6,390 | 10,360 | 6,390 | 10,360 |
| - | of which: other retail | 1,881 | 1,419 | 2,871 | 2,409 |
| 7 | Specialised lending | 3,306 | 4,830 | 3,306 | 4,830 |
| 8 | Other ⁽¹⁾ | - | - | 3,853 | 3,853 |
| - | RBNZ regulated banking subsidiary | 45,922 | 68,119 | 47,698 | 69,895 |
| 9 | Total | 347,354 | 526,141 | 360,316 | 539,103 |

(1) Consists of cash items in the process of collection, premises and other fixed assets, and all other exposures.

Comparison of modelled and standardised RWA (cont.)

| | | As at 30 Sep 25 | | | |
|----------|---------------------------------------|---|--|----------------|---|
| | | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> |
| | | RWA for modelled approaches that have supervisory approval to be used | RWA for column (a) re-computed using the standardised approach | Pre-floor RWA | RWA calculated using full standardised approach |
| | | \$m | \$m | \$m | \$m |
| 1 | Sovereign | 1,859 | 3,524 | 1,859 | 3,524 |
| 2 | Financial institution | 16,630 | 33,016 | 16,630 | 33,016 |
| 5 | Corporate | 132,979 | 212,045 | 139,549 | 218,615 |
| - | of which: F-IRB approach is applied | 18,343 | 25,943 | 18,343 | 25,943 |
| - | of which: A-IRB approach is applied | 114,636 | 186,102 | 114,636 | 186,102 |
| 6 | Retail | 127,446 | 181,205 | 136,727 | 190,486 |
| - | of which: retail SME | 10,931 | 14,101 | 10,931 | 14,101 |
| - | of which: residential mortgage | 112,064 | 159,747 | 115,565 | 163,248 |
| - | of which: qualifying revolving retail | 2,576 | 5,926 | 2,576 | 5,926 |
| - | of which: other retail | 1,875 | 1,431 | 7,655 | 7,211 |
| 7 | Specialised lending | 2,697 | 3,787 | 2,697 | 3,787 |
| 8 | Other ⁽¹⁾ | - | - | 3,655 | 3,655 |
| - | RBNZ regulated banking subsidiary | 49,949 | 72,444 | 51,791 | 74,286 |
| 9 | Total | 331,560 | 506,021 | 352,908 | 527,369 |

(1) Consists of cash items in the process of collection, premises and other fixed assets, and all other exposures.

Capital

3.1 Composition of capital

CC1: Composition of regulatory capital

The following table provides the breakdown of regulatory capital.

| | As at | | |
|---|----------------|--------------------------|-----------------|
| | 31 Mar 26 | 30 Sep 25 | |
| | \$m | Reference ⁽¹⁾ | \$m |
| CET1 capital: instruments and reserves | | | |
| 1 Directly issued qualifying common share (and equivalent for non-joint stock companies) capital plus related stock surplus | 36,288 | q | 36,123 |
| 2 Retained profits | 26,896 | t | 26,824 |
| 3 Accumulated other comprehensive income (and other reserves) | (2,641) | r | (21) |
| 6 CET1 capital before regulatory adjustments | 60,543 | | 62,926 |
| CET1 capital: regulatory adjustments | | | |
| 7 Prudent valuation adjustments | - | | - |
| 8 Goodwill (net of related tax liability) | (2,070) | g | (2,070) |
| 9 Other intangibles other than mortgage servicing rights (MSR) (net of related tax liability) ⁽²⁾ | (2,276) | b+h | (3,518) |
| 10 Deferred tax assets (DTA) that rely on future profitability, excluding those arising from temporary differences (net of related tax liability) | (66) | c | (72) |
| 11 Cash flow hedge reserve | 1,575 | s | (321) |
| 12 Shortfall of provisions to expected losses | (72) | | - |
| 13 Securitisation gain on sale | - | | - |
| 14 Gains / (losses) due to changes in own credit risk on fair valued liabilities | 188 | u | 116 |
| 15 Defined benefit pension fund net assets | (36) | d+i | (35) |
| 26 National specific regulatory adjustments | (5,396) | | (5,499) |
| - of which: DTA not reported in row 10 ⁽²⁾ | (3,134) | e | (3,059) |
| - of which: capitalised expenses, net of deferred fee income | (1,604) | a+l+n+p | (1,542) |
| - of which: equity investments (adjusted for intangible component of investments) | (630) | f+j+k | (882) |
| 28 Total regulatory adjustments to CET1 capital | (8,153) | | (11,399) |
| 29 CET1 capital | 52,390 | | 51,527 |
| Additional Tier 1 capital: instruments | | | |
| 30 Directly issued qualifying Additional Tier 1 instruments plus related stock surplus | 9,010 | | 9,010 |
| 31 of which: classified as equity under applicable accounting standards | - | | - |
| 32 of which: classified as liabilities under applicable accounting standards | 9,010 | o | 9,010 |
| 36 Additional Tier 1 capital before regulatory adjustments | 9,010 | | 9,010 |
| Additional Tier 1 capital: regulatory adjustments | | | |
| 37 Investments in own Additional Tier 1 instruments ⁽³⁾ | (20) | | (20) |
| 41 National specific regulatory adjustments | (10) | | (1) |
| 43 Total regulatory adjustments to Additional Tier 1 capital | (30) | | (21) |
| 44 Additional Tier 1 capital (AT1) | 8,980 | | 8,989 |
| 45 Tier 1 capital (T1 = CET1 + AT1) | 61,370 | | 60,516 |

(1) Reference to the balance sheet under the regulatory scope of consolidation in CC2: *Reconciliation of regulatory capital to balance sheet*.

(2) The deferred tax asset related to internally generated software has been reallocated from row 9 to be presented as a national specific regulatory adjustment under row 26. Comparative information as at 30 September 2025 has been restated to align to the presentation in the current period.

(3) The deduction for investments in own Additional Tier 1 and Tier 2 instruments includes any unused trading limit.

Composition of capital (cont.)

| | | As at | | |
|---|---|----------------|-----------|----------------|
| | | 31 Mar 26 | | 30 Sep 25 |
| | | \$m | Reference | \$m |
| Tier 2 capital: instruments and provisions | | | | |
| 46 | Directly issued qualifying Tier 2 instruments plus related stock surplus | 29,309 | m | 27,586 |
| 50 | Provisions ⁽¹⁾ | 1,553 | | 1,556 |
| 51 | Tier 2 capital before regulatory adjustments | 30,862 | | 29,142 |
| Tier 2 capital: regulatory adjustments | | | | |
| 52 | Investments in own Tier 2 instruments ⁽²⁾ | (75) | | (75) |
| 56 | National specific regulatory adjustments ⁽³⁾ | (189) | | (69) |
| 57 | Total regulatory adjustments to Tier 2 capital | (264) | | (144) |
| 58 | Tier 2 capital | 30,598 | | 28,998 |
| 59 | Total regulatory capital (= Tier 1 + Tier 2) | 91,968 | | 89,514 |
| 60 | Total RWA | 449,771 | | 440,557 |
| Capital adequacy ratios and buffers | | | | |
| 61 | CET1 capital (as a percentage of RWA) | 11.65% | | 11.70% |
| 62 | Tier 1 capital (as a percentage of RWA) | 13.64% | | 13.74% |
| 63 | Total capital (as a percentage of RWA) | 20.45% | | 20.32% |
| 64 | Institution-specific buffer requirement (capital conservation buffer plus countercyclical capital buffer requirements plus higher loss absorbency requirement, expressed as a percentage of RWA)⁽⁴⁾ | 10.11% | | 10.10% |
| 65 | of which: capital conservation buffer requirement | 3.75% | | 3.75% |
| 66 | of which: bank-specific countercyclical capital buffer requirement | 0.86% | | 0.85% |
| 67 | of which: higher loss absorbency requirement | 1.00% | | 1.00% |
| 68 | CET1 capital (as a percentage of RWA) available after meeting the bank's minimum capital requirements⁽⁵⁾ | 7.15% | | 7.20% |
| Amounts below the thresholds for deduction (before risk-weighting)⁽⁶⁾ | | | | |
| 72 | Non-significant investments in the capital and other TLAC liabilities of other financial entities | 113 | | 124 |
| 73 | Significant investments in the common stock of financial entities | 445 | | 687 |
| 75 | DTA arising from temporary differences (net of related tax liability) | 3,134 | e | 2,635 |
| Applicable caps on the inclusion of provisions in Tier 2 capital | | | | |
| 76 | Provisions eligible for inclusion in Tier 2 capital in respect of exposures subject to standardised approach (prior to application of cap) | 87 | | 181 |
| 77 | Cap on inclusion of provisions in Tier 2 capital under standardised approach | 206 | | 317 |
| 78 | Provisions eligible for inclusion in Tier 2 capital in respect of exposures subject to IRB approach (prior to application of cap) | 1,466 | | 1,375 |
| 79 | Cap for inclusion of provisions in Tier 2 capital under IRB approach | 2,143 | | 2,057 |

(1) Consists of provision for credit impairment held against performing exposures under the IRB approach of \$1.5 billion (September 2025: \$1.4 billion) and under the standardised approach of \$87 million (September 2025: \$181 million).

(2) The deduction for investments in own Additional Tier 1 and Tier 2 instruments includes any unused trading limit.

(3) Deduction for holdings of Tier 2 instruments and other total loss-absorbing capacity (TLAC) liabilities of financial institutions.

(4) Comprises a minimum CET1 ratio of 4.5%, a capital conservation buffer of 3.75% of RWA, a D-SIB buffer of 1% of RWA and a countercyclical capital buffer (CCyB) (refer to CCyB1: *Geographical distribution of credit exposures used in the calculation of the bank-specific countercyclical capital buffer requirement*).

(5) CET1 capital less the ratio of RWA of any CET1 capital used to meet minimum CET1, Tier 1 and Total capital requirements of 4.5%, 6% and 8%, respectively, as outlined in APS 110 paragraph 24.

(6) Amounts below the thresholds for deduction under BCBS requirements are APRA specific regulatory adjustments.

Composition of capital (cont.)

CC2: Reconciliation of regulatory capital to balance sheet

The following disclosure shows the difference between the scope of consolidation of the balance sheet for the Group under accounting principles and the Level 2 Group under regulatory requirements. The disclosure also shows the link between the Level 2 Group's balance sheet and amounts in CC1: *Composition of regulatory capital*.

| | As at 31 Mar 26 | | | Reference ⁽²⁾ |
|--|--|----------------------------|---|--------------------------|
| | Balance sheet as in published financial statements | Adjustments ⁽¹⁾ | Under regulatory scope of consolidation | |
| | \$m | \$m | \$m | |
| Assets | | | | |
| Cash and liquid assets | 1,773 | - | 1,773 | |
| Due from other banks | 83,724 | - | 83,724 | |
| Collateral placed | 6,217 | - | 6,217 | |
| Trading assets | 156,930 | - | 156,930 | |
| Derivative assets | 28,001 | - | 28,001 | |
| Debt instruments | 47,710 | - | 47,710 | |
| Other financial assets | 663 | - | 663 | |
| Loans and advances | 798,582 | (3,800) | 794,782 | |
| of which: capitalised expenses, net of deferred fee income | 1,413 | - | 1,413 | a |
| Current tax assets | 76 | - | 76 | |
| Due from controlled entities | - | 16 | 16 | |
| Deferred tax assets (DTA) | 3,940 | - | 3,940 | |
| of which: deferred tax liability related to other intangibles other than mortgage-servicing rights | (25) | - | (25) | b |
| of which: DTA that rely on future profitability | 66 | - | 66 | c |
| of which: deferred tax liability related to defined benefit pension fund assets | (15) | - | (15) | d |
| of which: DTA related to the cash flow hedge reserve | 707 | - | 707 | |
| of which: DTA related to losses due to changes in own credit risk on fair valued liabilities | 73 | - | 73 | |
| of which: DTA not included in the above categories | 3,134 | - | 3,134 | e |
| Property, plant and equipment | 2,722 | - | 2,722 | |
| Investments in controlled entities | - | 10 | 10 | f |
| Goodwill and other intangible assets | 4,371 | - | 4,371 | |
| of which: goodwill | 2,070 | - | 2,070 | g |
| of which: other intangibles other than mortgage-servicing rights | 2,301 | - | 2,301 | h |
| Other assets | 7,944 | - | 7,944 | |
| of which: defined benefit pension fund assets | 51 | - | 51 | i |
| of which: equity investments | 620 | - | 620 | j |
| Total assets | 1,142,653 | (3,774) | 1,138,879 | |

(1) The adjustments remove the assets, liabilities and equity balances of Level 3 entities deconsolidated for regulatory purposes, and reinstate intragroup assets and liabilities, treating them as external to the Level 2 Group.

(2) Reference to the breakdown of regulatory capital in CC1: *Composition of regulatory capital*.

Composition of capital (cont.)

| | As at 31 Mar 26 | | | Reference |
|---|--|----------------|---|-----------|
| | Balance sheet as in published financial statements | Adjustments | Under regulatory scope of consolidation | |
| | \$m | \$m | \$m | |
| Liabilities | | | | |
| Due to other banks | 10,875 | - | 10,875 | |
| Collateral received | 6,051 | - | 6,051 | |
| Other financial liabilities | 74,353 | - | 74,353 | |
| Deposits and other borrowings | 765,823 | - | 765,823 | |
| of which: costs associated with issuing deposits and other borrowings | (17) | - | (17) | l |
| Derivative liabilities | 27,653 | 26 | 27,679 | |
| Current tax liabilities | 18 | (7) | 11 | |
| Provisions | 1,331 | - | 1,331 | |
| Due to controlled entities | - | 210 | 210 | |
| Bonds, notes and subordinated debt | 170,152 | (3,985) | 166,167 | |
| of which: contractual value of Tier 2 instruments | 29,309 | - | 29,309 | m |
| of which: costs associated with issuing bonds, notes and subordinated debt | (141) | - | (141) | n |
| Debt issued | 8,977 | - | 8,977 | |
| of which: contractual value of Additional Tier 1 instruments | 9,010 | - | 9,010 | o |
| of which: costs associated with issuing convertible notes | (33) | - | (33) | p |
| Other liabilities | 16,171 | - | 16,171 | |
| Total liabilities | 1,081,404 | (3,756) | 1,077,648 | |
| Net assets | 61,249 | (18) | 61,231 | |
| Equity | | | | |
| Contributed equity | 36,288 | - | 36,288 | q |
| Reserves | (2,641) | - | (2,641) | r |
| of which: cash flow hedge reserve | (1,575) | - | (1,575) | s |
| Retained profits | 26,914 | (18) | 26,896 | t |
| of which: gains / (losses) due to changes in own credit risk on fair valued liabilities after tax | (188) | - | (188) | u |
| Total equity (attributable to owners of the Company) | 60,561 | (18) | 60,543 | |
| Non-controlling interests | 688 | - | 688 | |
| Total equity | 61,249 | (18) | 61,231 | |

Composition of capital (cont.)

| | As at 30 Sep 25 | | | Reference ⁽²⁾ |
|---|--|----------------------------|---|--------------------------|
| | Balance sheet as in published financial statements | Adjustments ⁽¹⁾ | Under regulatory scope of consolidation | |
| | \$m | \$m | \$m | |
| Assets | | | | |
| Cash and liquid assets | 2,604 | - | 2,604 | |
| Due from other banks | 91,946 | - | 91,946 | |
| Collateral placed | 5,763 | - | 5,763 | |
| Trading assets | 144,571 | - | 144,571 | |
| Derivative assets | 21,826 | 2 | 21,828 | |
| Debt instruments | 46,947 | - | 46,947 | |
| Other financial assets | 688 | - | 688 | |
| Loans and advances | 776,126 | (2,506) | 773,620 | |
| of which: capitalised expenses, net of deferred fee income | 1,362 | - | 1,362 | a |
| Current tax assets | 25 | - | 25 | |
| Due from controlled entities | - | 18 | 18 | |
| Deferred tax assets (DTA) | 3,052 | - | 3,052 | |
| of which: deferred tax liability related to other intangibles other than mortgage-servicing rights ⁽³⁾ | (34) | - | (34) | b |
| of which: DTA that rely on future profitability | 72 | - | 72 | c |
| of which: deferred tax liability related to defined benefit pension fund assets | (15) | - | (15) | d |
| of which: deferred tax liability related to the cash flow hedge reserve | (68) | - | (68) | |
| of which: DTA related to losses due to changes in own credit risk on fair valued liabilities | 38 | - | 38 | |
| of which: DTA not included in the above categories ⁽³⁾ | 3,059 | - | 3,059 | e |
| Property, plant and equipment | 2,713 | - | 2,713 | |
| Investments in controlled entities | - | 10 | 10 | f |
| Goodwill and other intangible assets | 5,622 | - | 5,622 | |
| of which: goodwill | 2,070 | - | 2,070 | g |
| of which: other intangibles other than mortgage-servicing rights | 3,552 | - | 3,552 | h |
| Other assets | 6,936 | - | 6,936 | |
| of which: defined benefit pension fund assets | 50 | - | 50 | i |
| of which: equity investments | 629 | - | 629 | j |
| Assets held for sale ⁽⁴⁾ | 243 | - | 243 | k |
| Total assets | 1,109,062 | (2,476) | 1,106,586 | |

(1) The adjustments remove the assets, liabilities and equity balances of Level 3 entities deconsolidated for regulatory purposes, and reinstate intragroup assets and liabilities, treating them as external to the Level 2 Group.

(2) Reference to the breakdown of regulatory capital in CCI: *Composition of regulatory capital*.

(3) The deferred tax asset related to internally generated software has been reallocated to the deferred tax asset not included in the above categories.

(4) The investment in Nippon Life Insurance Australia and New Zealand Limited (formerly MLC Limited) was classified as held for sale, as NAB entered into an agreement to sell its remaining 20% stake to Nippon Life Insurance Company.

Composition of capital (cont.)

| | As at 30 Sep 25 | | | Reference |
|---|--|----------------|---|-----------|
| | Balance sheet as in published financial statements | Adjustments | Under regulatory scope of consolidation | |
| | \$m | \$m | \$m | |
| Liabilities | | | | |
| Due to other banks | 12,369 | - | 12,369 | |
| Collateral received | 4,819 | - | 4,819 | |
| Other financial liabilities | 70,464 | - | 70,464 | |
| Deposits and other borrowings | 736,159 | - | 736,159 | |
| Derivative liabilities | 20,203 | - | 20,203 | |
| Current tax liabilities | 871 | 1 | 872 | |
| Provisions | 1,745 | - | 1,745 | |
| Due to controlled entities | - | 76 | 76 | |
| Bonds, notes and subordinated debt | 174,307 | (2,557) | 171,750 | |
| of which: contractual value of Tier 2 instruments | 27,586 | - | 27,586 | m |
| of which: costs associated with issuing bonds, notes and subordinated debt | (142) | - | (142) | n |
| Debt issued | 8,972 | - | 8,972 | |
| of which: contractual value of Additional Tier 1 instruments | 9,010 | - | 9,010 | o |
| of which: costs associated with issuing convertible notes | (38) | - | (38) | p |
| Other liabilities | 15,506 | - | 15,506 | |
| Total liabilities | 1,045,415 | (2,480) | 1,042,935 | |
| Net assets | 63,647 | 4 | 63,651 | |
| Equity | | | | |
| Contributed equity | 36,123 | - | 36,123 | q |
| Reserves | (21) | - | (21) | r |
| of which: cash flow hedge reserve | 321 | - | 321 | s |
| Retained profits | 26,820 | 4 | 26,824 | t |
| of which: gains / (losses) due to changes in own credit risk on fair valued liabilities after tax | (116) | - | (116) | u |
| Total equity (attributable to owners of the Company) | 62,922 | 4 | 62,926 | |
| Non-controlling interests | 725 | - | 725 | |
| Total equity | 63,647 | 4 | 63,651 | |

Entities excluded from the Level 2 Group balance sheet

The following table provides details of entities included in the accounting scope of consolidation and excluded from the regulatory scope of consolidation.

| Entity name | Principal activity | As at | | | |
|-------------------------------------|--------------------|---------------------|---------------------|---------------------|---------------------|
| | | 31 Mar 26 | | 30 Sep 25 | |
| | | Total assets \$m | Total equity \$m | Total assets \$m | Total equity \$m |
| NAB Trust Services Limited | Trustee | 11 | 11 | 11 | 11 |
| National Australia Managers Limited | Funds manager | 4 | 3 | 4 | 3 |
| National RMBS Trust 2018-1 | Securitisation | 262 | (1) | 294 | (1) |
| National RMBS Trust 2018-2 | Securitisation | 270 | - | 303 | (1) |
| National RMBS Trust 2022-1 | Securitisation | 545 | 3 | 614 | - |
| National RMBS Trust 2024-1 | Securitisation | 1,173 | 3 | 1,361 | (4) |
| National RMBS Trust 2026-1 | Securitisation | 1,752 | 8 | - | - |

3.2 Countercyclical capital buffer

CCyB1: Geographical distribution of credit exposures used in the calculation of the bank-specific countercyclical capital buffer requirement

The CCyB requirement is calculated as the weighted average of CCyB requirements that apply in jurisdictions in which private sector exposures are held.

The following table provides the jurisdiction of the risk-weighted amount of private sector credit exposures relevant for the calculation of the CCyB, based on the jurisdiction of residence of the immediate counterparty.

March 2026 v September 2025

The CCyB requirement increased by 1 basis point to 0.86%. Whilst the risk-weighted amount of Australian private sector exposures increased by \$14.4 billion or 5.0%, this had minimal impact to the weighted average with the risk-weighted amount of Australian private sector exposures representing a similar proportion of the risk-weighted amount of total private sector exposures.

| Geographical breakdown | As at 31 Mar 26 | | | | As at 30 Sep 25 | | | |
|----------------------------|-----------------|---|-------------------------|----------------------------|-----------------|---|-------------------------|----------------------------|
| | CCyB rate | RWA used in the computation of the CCyB | Bank-specific CCyB rate | CCyB amount ⁽¹⁾ | CCyB rate | RWA used in the computation of the CCyB | Bank-specific CCyB rate | CCyB amount ⁽¹⁾ |
| | % | \$m | % | \$m | % | \$m | % | \$m |
| Australia | 1.00 | 300,408 | | | 1.00 | 286,048 | | |
| Denmark | 2.50 | 185 | | | 2.50 | 225 | | |
| France | 1.00 | 1,378 | | | 1.00 | 1,975 | | |
| Germany | 0.75 | 1,199 | | | 0.75 | 1,364 | | |
| Hong Kong | 0.50 | 570 | | | 0.50 | 610 | | |
| Ireland | 1.50 | 201 | | | 1.50 | 225 | | |
| Luxembourg | 0.50 | 256 | | | 0.50 | 797 | | |
| Netherlands | 2.00 | 1,176 | | | 2.00 | 1,158 | | |
| Norway | 2.50 | 100 | | | 2.50 | 229 | | |
| Spain ⁽²⁾ | 0.50 | 334 | | | - | - | | |
| Sweden | 2.00 | 500 | | | 2.00 | 533 | | |
| United Kingdom | 2.00 | 7,975 | | | 2.00 | 9,511 | | |
| Other | 0.50 - 2.50 | 360 | | | 0.50 - 2.50 | 253 | | |
| Sum⁽³⁾ | | 314,642 | | | | 302,928 | | |
| Total⁽⁴⁾ | | 376,183 | 0.86 | 3,872 | | 369,184 | 0.85 | 3,745 |

(1) Amount of CET1 capital held to meet the CCyB requirement, computed as total RWA multiplied by the bank-specific CCyB rate.

(2) A CCyB requirement was introduced in Spain from 1 October 2025.

(3) Sum of the risk-weighted amount of private sector credit exposures in jurisdictions with a non-zero CCyB rate.

(4) Total of the risk-weighted amount of private sector credit exposures across all jurisdictions, including jurisdictions with no CCyB rate or a CCyB rate of zero.

3.3 Leverage ratio

The leverage ratio is a non-risk-based measure that uses exposures to supplement the RWA-based capital requirements.

LR1: Summary comparison of accounting assets vs leverage ratio exposure measure

The following table provides a reconciliation of total assets for the Group with the leverage ratio exposure measure.

Key differences between total assets for the Group, as reported in the financial statements, and amounts included in the leverage ratio exposure measure are:

- the inclusion of off-balance sheet credit commitments in leverage ratio exposures, measured using prescribed credit conversion factors,
- SFT exposures in the leverage ratio are measured based on the average of month-end balances during the quarter, compared to the amount as at the reporting date on the balance sheet, and the inclusion of additional counterparty credit risk measures in the leverage ratio exposure measure, and
- measurement of derivative exposures under the modified standardised approach for measuring counterparty credit risk exposures (SA-CCR) for the purposes of the leverage ratio, compared to the measurement of derivative assets and collateral balances under accounting standards and interpretations issued by the Australian Accounting Standards Board on the balance sheet.

| | | As at | |
|-----------|--|------------------|------------------|
| | | 31 Mar 26 | 30 Sep 25 |
| | | \$m | \$m |
| 1 | Total consolidated assets as per published financial statements | 1,142,653 | 1,109,062 |
| 2 | Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the regulatory scope of consolidation | 26 | 28 |
| 3 | Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference | (3,800) | (2,504) |
| 7 | Adjustments for eligible cash pooling transactions | - | - |
| 8 | Adjustments for derivative financial instruments | 1,906 | 6,843 |
| 9 | Adjustment for SFTs (i.e. repurchase agreements and similar secured lending) | (5,593) | 2,314 |
| 10 | Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures) | 125,492 | 124,435 |
| 11 | Adjustments for prudent valuation adjustments and provisions which have reduced Tier 1 capital | (72) | - |
| 12 | Other adjustments | (9,700) | (11,036) |
| 13 | Leverage ratio exposure measure | 1,250,912 | 1,229,142 |

Leverage ratio (cont.)

LR2: Leverage ratio common disclosure template

The leverage ratio calculation is presented below. All amounts in the leverage ratio calculation are measured as at the reporting date, with the exception of SFT exposures, which are based on the average of month-end balances during the quarter.

| | 31 Mar 26 | As at 31 Dec 25 | 30 Sep 25 | |
|--|--|--------------------|------------------|------------------|
| | \$m | \$m | \$m | |
| On-balance sheet exposures | | | | |
| 1 | On-balance sheet exposures (excluding derivatives and SFTs, but including collateral) | 1,011,310 | 997,580 | 993,735 |
| 2 | Gross-up for derivatives collateral provided where deducted from balance sheet assets pursuant to the operative accounting framework | 3,740 | 2,945 | 3,369 |
| 3 | (Deductions of receivable assets for cash variation margin provided in derivatives transactions) | (4,523) | (5,354) | (5,952) |
| 5 | (Provisions associated with on-balance sheet exposures that are deducted from Tier 1 capital) | (5,170) | (5,525) | (5,578) |
| 6 | (Asset amounts deducted in determining Tier 1 capital and regulatory adjustments) | (9,164) | (10,137) | (10,449) |
| 7 | Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 to 6) | 996,193 | 979,509 | 975,125 |
| Derivative exposures | | | | |
| 8 | Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting) | 9,415 | 8,422 | 10,057 |
| 9 | Add-on amounts for potential future exposure associated with all derivatives transactions | 20,037 | 20,392 | 19,906 |
| 11 | Adjusted effective notional amount of written credit derivatives | 7,848 | 5,719 | 8,473 |
| 12 | (Adjusted effective notional offsets and add-on deductions for written credit derivatives) | (6,610) | (4,440) | (7,182) |
| 13 | Total derivative exposures (sum of rows 8 to 12) | 30,690 | 30,093 | 31,254 |
| SFT exposures | | | | |
| 14 | Gross SFT assets (with no recognition of netting), after adjustment for sale accounting transactions | 116,232 | 120,553 | 112,643 |
| 15 | (Netted amounts of cash payables and cash receivables of gross SFT assets) | (20,703) | (19,935) | (18,272) |
| 16 | Counterparty credit risk exposure for SFT assets | 3,616 | 3,726 | 4,544 |
| 18 | Total SFT exposures (sum of rows 14 to 17) | 99,145 | 104,344 | 98,915 |
| Other off-balance sheet exposures | | | | |
| 19 | Off-balance sheet exposure at gross notional amount | 255,293 | 258,016 | 252,746 |
| 20 | (Adjustments for conversion to credit equivalent amounts) | (129,801) | (130,230) | (128,311) |
| 21 | (Provisions associated with off-balance sheet exposures deducted in determining Tier 1 capital) | (608) | (595) | (587) |
| 22 | Off-balance sheet items (sum of rows 19 to 21) | 124,884 | 127,191 | 123,848 |
| Capital and total exposures | | | | |
| 23 | Tier 1 capital | 61,370 | 60,262 | 60,516 |
| 24 | Total exposures (sum of rows 7, 13, 18 and 22) | 1,250,912 | 1,241,137 | 1,229,142 |
| Leverage ratio | | | | |
| 25 | Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) | 4.91% | 4.86% | 4.92% |
| 26 | National minimum leverage ratio requirement | 3.50% | 3.50% | 3.50% |
| Disclosure of mean values | | | | |
| 28 | Mean value of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables | 95,529 | 100,618 | 94,371 |
| 29a | Quarter-end value of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables | 104,737 | 101,980 | 96,601 |
| 30 | Total exposures (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables) | 1,250,912 | 1,241,137 | 1,229,142 |
| 31 | Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables) | 4.91% | 4.86% | 4.92% |

Links between financial statements and regulatory exposures

LI1: Differences between accounting and regulatory scopes of consolidation and mapping of financial statement categories with regulatory risk categories

The following disclosure shows how the carrying value of assets and liabilities reported on the Group's balance sheet correspond to regulatory risk categories for exposures other than off-balance sheet items. In the case of derivatives, repurchase agreements and collateral associated with these exposures, the carrying value is reported in all columns that attract a capital charge, such that the sum of amounts in columns (c) to (g) does not equal to column (b).

CC2: *Reconciliation of regulatory capital to balance sheet* provides details of the difference between columns (a) and (b) relating to the non-consolidation of Level 3 entities for regulatory purposes.

This annual template has been included in this report to facilitate understanding of how carrying values in other disclosures, in particular in the credit risk section, correspond to amounts on the Group's balance sheet.

| | As at 31 Mar 26 | | | | | | |
|--------------------------------------|--|---|-------------------------------------|------------------------------------|--------------------------|-----------------------|---|
| | a | b | c | d | e | f | g |
| | Reported in published financial statements | Under regulatory scope of consolidation | Carrying value of items subject to: | | | | Not subject to capital requirements / deducted from capital |
| | | | Credit risk framework | Counterparty credit risk framework | Securitisation framework | Market risk framework | |
| \$m | \$m | \$m | \$m | \$m | \$m | \$m | |
| Assets | | | | | | | |
| Cash and liquid assets | 1,773 | 1,773 | 1,773 | - | - | - | - |
| Due from other banks | 83,724 | 83,724 | 80,436 | 3,288 | - | 3,288 | - |
| Collateral placed | 6,217 | 6,217 | - | 6,217 | - | 6,120 | - |
| Trading assets | 156,930 | 156,930 | 34,869 | 101,459 | - | 122,059 | 2 |
| Derivative assets | 28,001 | 28,001 | - | 28,001 | - | 23,471 | - |
| Debt instruments | 47,710 | 47,710 | 46,219 | - | 1,491 | - | - |
| Other financial assets | 663 | 663 | 663 | - | - | - | - |
| Loans and advances | 798,582 | 794,782 | 767,336 | - | 23,905 | 3 | 3,538 |
| Current tax assets | 76 | 76 | 76 | - | - | - | - |
| Due from controlled entities | - | 16 | 16 | - | - | - | - |
| Deferred tax assets | 3,940 | 3,940 | - | - | - | - | 3,940 |
| Property, plant and equipment | 2,722 | 2,722 | 2,722 | - | - | - | - |
| Investments in controlled entities | - | 10 | - | - | - | - | 10 |
| Goodwill and other intangible assets | 4,371 | 4,371 | - | - | - | - | 4,371 |
| Other assets | 7,944 | 7,944 | 7,276 | - | - | - | 668 |
| Total assets | 1,142,653 | 1,138,879 | 941,386 | 138,965 | 25,396 | 154,941 | 12,529 |
| Liabilities | | | | | | | |
| Due to other banks | 10,875 | 10,875 | - | 200 | - | - | 10,675 |
| Collateral received | 6,051 | 6,051 | - | 6,051 | - | 6,036 | - |
| Other financial liabilities | 74,353 | 74,353 | - | 49,586 | - | 58,236 | 16,117 |
| Deposits and other borrowings | 765,823 | 765,823 | - | - | - | - | 765,823 |
| Derivative liabilities | 27,653 | 27,679 | - | 27,653 | 26 | 24,028 | - |
| Current tax liabilities | 18 | 11 | - | - | - | - | 11 |
| Provisions | 1,331 | 1,331 | - | - | - | - | 1,331 |
| Due to controlled entities | - | 210 | - | - | - | - | 210 |
| Bonds, notes and subordinated debt | 170,152 | 166,167 | - | - | - | - | 166,167 |
| Debt issued | 8,977 | 8,977 | - | - | - | - | 8,977 |
| Other liabilities | 16,171 | 16,171 | - | - | - | - | 16,171 |
| Total liabilities | 1,081,404 | 1,077,648 | - | 83,490 | 26 | 88,300 | 985,482 |

Links between financial statements and regulatory exposures (cont.)

| As at 30 Sep 25 | | | | | | | |
|--|---|-------------------------------------|------------------------------------|--------------------------|-----------------------|---|----------------|
| <i>a</i> | <i>b</i> | Carrying value of items subject to: | | | | <i>f</i> | <i>g</i> |
| Reported in published financial statements | Under regulatory scope of consolidation | Credit risk framework | Counterparty credit risk framework | Securitisation framework | Market risk framework | Not subject to capital requirements / deducted from capital | |
| \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m |
| Assets | | | | | | | |
| Cash and liquid assets | 2,604 | 2,604 | 2,604 | - | - | - | - |
| Due from other banks | 91,946 | 91,946 | 89,386 | 2,560 | - | 2,560 | - |
| Collateral placed | 5,763 | 5,763 | - | 5,763 | - | 5,701 | - |
| Trading assets | 144,571 | 144,571 | 34,646 | 94,042 | - | 109,923 | 2 |
| Derivative assets | 21,826 | 21,828 | - | 21,826 | 2 | 19,547 | - |
| Debt instruments | 46,947 | 46,947 | 45,296 | - | 1,651 | - | - |
| Other financial assets | 688 | 688 | 688 | - | - | - | - |
| Loans and advances | 776,126 | 773,620 | 746,920 | - | 23,154 | 2 | 3,544 |
| Current tax assets | 25 | 25 | 25 | - | - | - | - |
| Due from controlled entities | - | 18 | 18 | - | - | - | - |
| Deferred tax assets | 3,052 | 3,052 | - | - | - | - | 3,052 |
| Property, plant and equipment | 2,713 | 2,713 | 2,713 | - | - | - | - |
| Investments in controlled entities | - | 10 | - | - | - | - | 10 |
| Goodwill and other intangible assets | 5,622 | 5,622 | - | - | - | - | 5,622 |
| Other assets | 6,936 | 6,936 | 6,260 | - | - | - | 676 |
| Assets held for sale | 243 | 243 | - | - | - | - | 243 |
| Total assets | 1,109,062 | 1,106,586 | 928,556 | 124,191 | 24,807 | 137,733 | 13,149 |
| Liabilities | | | | | | | |
| Due to other banks | 12,369 | 12,369 | - | 1,791 | - | - | 10,578 |
| Collateral received | 4,819 | 4,819 | - | 4,819 | - | 4,804 | - |
| Other financial liabilities | 70,464 | 70,464 | - | 52,708 | - | 57,708 | 12,756 |
| Deposits and other borrowings | 736,159 | 736,159 | - | - | - | - | 736,159 |
| Derivative liabilities | 20,203 | 20,203 | - | 20,203 | - | 17,688 | - |
| Current tax liabilities | 871 | 872 | - | - | - | - | 872 |
| Provisions | 1,745 | 1,745 | - | - | - | - | 1,745 |
| Due to controlled entities | - | 76 | - | - | - | - | 76 |
| Bonds, notes and subordinated debt | 174,307 | 171,750 | - | - | - | - | 171,750 |
| Debt issued | 8,972 | 8,972 | - | - | - | - | 8,972 |
| Other liabilities | 15,506 | 15,506 | - | - | - | - | 15,506 |
| Total liabilities | 1,045,415 | 1,042,935 | - | 79,521 | - | 80,200 | 958,414 |

Credit risk

This section excludes, unless otherwise stated, credit risk information in respect of both exposures subject to a counterparty credit risk charge within the scope of APS 180 *Capital Adequacy: Counterparty Credit Risk* and securitisation exposures within the scope of APS 120, which have separate disclosures in Section 6 *Counterparty credit risk* and Section 7 *Securitisation*, respectively.

5.1 General information about credit risk

CR1: Credit quality of assets

The following table provides information on the credit quality of assets and off-balance sheet exposures.

- The gross carrying value of loans and debt securities in columns (a) and (b) is the accounting value of these assets before the provision for credit impairment.
- The gross carrying value of off-balance sheet exposures in columns (a) and (b) of row 3 is the amount that has been committed to be lent, and the maximum amount that could be paid under guarantees granted, before the provision for credit impairment. As APRA requirements include arrangements that can be unconditionally cancelled by the ADI as commitments, off-balance sheet exposures for the Level 2 Group include revocable loan commitments.
- The amounts in columns (d)/(e) and (f) show the total provision for credit impairment in column (c) held against exposures under the standardised and IRB approaches, respectively.

March 2026 v September 2025

Non-performing exposures increased by \$146 million or 1.2%. This mainly reflects the downgrade of a small number of customers in Corporate and Institutional Banking, partially offset by improvement in both the Australian mortgage portfolio and the Business and Private Banking business lending portfolio.

| | | As at 31 Mar 26 | | | | | |
|----------|------------------------------|--------------------------|----------------------|---------------------------------------|--|------------------------|----------------------------|
| | | a | b | c | d/e | f | g |
| | | Gross carrying value of | | Total provision for credit impairment | Of which: expected credit loss accounting provision for credit losses on | | Net carrying value (a+b-c) |
| | | Non-performing exposures | Performing exposures | | SA exposures ⁽¹⁾ | IRB approach exposures | |
| | | \$m | \$m | \$m | \$m | \$m | \$m |
| 1 | Loans, comprising: | 11,819 | 762,566 | 5,778 | 131 | 5,647 | 768,607 |
| - | Loans and advances | 11,819 | 761,903 | 5,778 | 131 | 5,647 | 767,944 |
| - | Other financial assets | - | 663 | - | - | - | 663 |
| 2 | Debt securities, comprising: | - | 81,088 | - | - | - | 81,088 |
| - | Trading assets | - | 34,869 | - | - | - | 34,869 |
| - | Debt instruments | - | 46,219 | - | - | - | 46,219 |
| 3 | Off-balance sheet exposures | 421 | 239,114 | 608 | 11 | 597 | 238,927 |
| 4 | Total | 12,240 | 1,082,768 | 6,386 | 142 | 6,244 | 1,088,622 |

(1) Further breakdown of the provision for credit impairment held against exposures under the standardised approach has not been provided on the basis of materiality.

| | | As at 30 Sep 25 | | | | | |
|----------|------------------------------|--------------------------|----------------------|---------------------------------------|--|------------------------|----------------------------|
| | | a | b | c | d/e | f | g |
| | | Gross carrying value of | | Total provision for credit impairment | Of which: expected credit loss accounting provision for credit losses on | | Net carrying value (a+b-c) |
| | | Non-performing exposures | Performing exposures | | SA exposures ⁽¹⁾ | IRB approach exposures | |
| | | \$m | \$m | \$m | \$m | \$m | \$m |
| 1 | Loans, comprising: | 11,678 | 742,095 | 5,578 | 238 | 5,340 | 748,195 |
| - | Loans and advances | 11,678 | 741,407 | 5,578 | 238 | 5,340 | 747,507 |
| - | Other financial assets | - | 688 | - | - | - | 688 |
| 2 | Debt securities, comprising: | - | 79,942 | - | - | - | 79,942 |
| - | Trading assets | - | 34,646 | - | - | - | 34,646 |
| - | Debt instruments | - | 45,296 | - | - | - | 45,296 |
| 3 | Off-balance sheet exposures | 416 | 237,292 | 587 | 38 | 549 | 237,121 |
| 4 | Total | 12,094 | 1,059,329 | 6,165 | 276 | 5,889 | 1,065,258 |

(1) Further breakdown of the provision for credit impairment held against exposures under the standardised approach has not been provided on the basis of materiality.

General information about credit risk (cont.)

CR2: Changes in stock of non-performing loans and debt securities

The following table provides details of the movement in non-performing exposures, including off-balance sheet exposures, over the reporting period.

| | 6 months ended | |
|---|----------------|---------------|
| | 31 Mar 26 | 30 Sep 25 |
| | \$m | \$m |
| 1 Non-performing loans and debt securities at end of the previous reporting period | 12,094 | 11,261 |
| 2 Loans and debt securities that have defaulted since the last reporting period | 4,164 | 4,509 |
| 3 Returned to performing status | (2,133) | (1,971) |
| 4 Amounts written off | (454) | (349) |
| 5 Other changes ⁽¹⁾ | (1,431) | (1,356) |
| 6 Non-performing loans and debt securities at end of the reporting period | 12,240 | 12,094 |

(1) Non-performing exposures that have been repaid, and other exposure changes.

Exposure at default, non-performing exposures and related provisions by industry

The following table provides a breakdown by industry, based on Australian and New Zealand Standard Industrial Classification (ANZSIC) Level 1 classifications, of:

- EaD subject to the credit risk and counterparty credit risk frameworks, which exclude securitisation exposures subject to the requirements of APS 120,
- non-performing exposures,
- the provision for credit impairment for non-performing exposures, including the provision for non-performing exposures which are individually assessed, and
- net write-offs over the reporting period.

| Industry sector | As at 31 Mar 26 | | | | 6 months ended |
|---|--|--------------------------|---|---|-----------------------|
| | Credit and CCR EaD post-CCF and post-CRM | Non-performing exposures | Provision for non-performing exposures ⁽¹⁾ | Of which: individually assessed provision for credit impairment | 31 Mar 26 |
| | \$m | \$m | \$m | \$m | Net write-offs \$m |
| Accommodation and hospitality | 15,486 | 264 | 64 | 20 | 6 |
| Agriculture, forestry, fishing and mining | 69,843 | 1,896 | 362 | 188 | 9 |
| Business services and property services | 23,783 | 492 | 199 | 147 | 10 |
| Commercial property | 99,049 | 1,002 | 172 | 28 | 7 |
| Construction | 16,064 | 420 | 132 | 92 | 7 |
| Finance and insurance | 159,893 | 166 | 38 | 24 | 1 |
| Government and public authorities | 77,095 | - | - | - | - |
| Manufacturing | 22,652 | 640 | 221 | 166 | 111 |
| Personal | 20,950 | 180 | 101 | 2 | 159 |
| Residential mortgages | 505,182 | 5,206 | 498 | 87 | 15 |
| Retail and wholesale trade | 38,574 | 634 | 213 | 135 | 53 |
| Transport and storage | 23,096 | 384 | 123 | 95 | 14 |
| Utilities ⁽²⁾ | 26,261 | 652 | 241 | 228 | 17 |
| Other ⁽³⁾ | 33,128 | 304 | 78 | 42 | 22 |
| Total | 1,131,056 | 12,240 | 2,442 | 1,254 | 431 |
| Provision for performing exposures⁽⁴⁾ | | | 3,944 | | |
| Total provision for credit impairment | | | 6,386 | | |

(1) Provision for non-performing exposures represents Stage 3 expected credit losses, which are individually and collectively assessed.

(2) Utilities includes electricity, gas, water and communication services.

(3) Other includes education, and health and community services.

(4) Provision for performing exposures represents Stage 1 and Stage 2 expected credit losses, which are collectively assessed.

General information about credit risk (cont.)

| Industry sector | As at 30 Sep 25 | | | | 6 months ended 30 Sep 25 |
|---|---|---------------------------------|---|--|-----------------------------|
| | Credit and CCR EaD post-CCF and post-CRM | Non- performing exposures | Provision for non- performing exposures ⁽¹⁾ | Of which: individually assessed provision for credit impairment | Net write- offs |
| | \$m | \$m | \$m | \$m | \$m |
| Accommodation and hospitality | 14,704 | 265 | 63 | 25 | 3 |
| Agriculture, forestry, fishing and mining | 69,428 | 1,809 | 308 | 132 | 10 |
| Business services and property services | 23,174 | 544 | 196 | 141 | 8 |
| Commercial property | 94,697 | 1,125 | 189 | 32 | 6 |
| Construction | 15,140 | 393 | 118 | 82 | 25 |
| Finance and insurance | 170,647 | 103 | 40 | 24 | - |
| Government and public authorities | 75,817 | - | - | - | - |
| Manufacturing | 21,932 | 659 | 284 | 239 | 51 |
| Personal | 20,790 | 176 | 96 | 2 | 158 |
| Residential mortgages | 496,085 | 5,401 | 501 | 71 | 18 |
| Retail and wholesale trade | 36,531 | 647 | 232 | 168 | 14 |
| Transport and storage | 22,584 | 376 | 104 | 76 | 12 |
| Utilities ⁽²⁾ | 25,787 | 270 | 131 | 109 | 2 |
| Other ⁽³⁾ | 31,383 | 326 | 88 | 62 | 18 |
| Total | 1,118,699 | 12,094 | 2,350 | 1,163 | 325 |
| Provision for performing exposures⁽⁴⁾ | | | 3,815 | | |
| Total provision for credit impairment | | | 6,165 | | |

(1) Provision for non-performing exposures represents Stage 3 expected credit losses, which are individually and collectively assessed.

(2) Utilities includes electricity, gas, water and communication services.

(3) Other includes education, and health and community services.

(4) Provision for performing exposures represents Stage 1 and Stage 2 expected credit losses, which are collectively assessed.

5.2 Credit risk mitigation

CR3: Credit risk mitigation techniques – overview

The following table provides details of credit risk mitigation based on the carrying value of loans and advances, and debt securities. Amounts are net of the provision for credit impairment, with non-performing exposures in row 4 net of Stage 3 expected credit losses.

The carrying value in column (a) is exposures that do not benefit from credit risk mitigation. This includes fully unsecured exposures and the unsecured portion of partially secured exposures.

The carrying value in column (b) is exposures that have at least one credit risk mitigation mechanism, excluding any over collateralisation. This includes the secured portion of partially secured exposures.

The carrying value of secured exposures in column (b) is broken down by nature of the credit risk mitigation in columns (c), (d) and (e). The carrying value of exposures secured by collateral in column (c) is based on bank value, which is calculated at a discount to market value based on the nature of the underlying security.

| | | As at 31 Mar 26 | | | | |
|----------|--------------------------|---------------------|-------------------------|---------------------------------|---|---|
| | | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> |
| | | Carrying value of: | | | | |
| | | Exposures unsecured | Exposures to be secured | Exposures secured by collateral | Exposures secured by financial guarantees | Exposures secured by credit derivatives |
| | | \$m | \$m | \$m | \$m | \$m |
| 1 | Loans | 82,177 | 686,430 | 684,004 | 2,426 | - |
| 2 | Debt securities | 78,288 | 2,800 | 2,800 | - | - |
| 3 | Total | 160,465 | 689,230 | 686,804 | 2,426 | - |
| 4 | of which: non-performing | 475 | 8,960 | 8,960 | - | - |

| | | As at 30 Sep 25 | | | | |
|----------|--------------------------|---------------------|-------------------------|---------------------------------|---|---|
| | | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> |
| | | Carrying value of: | | | | |
| | | Exposures unsecured | Exposures to be secured | Exposures secured by collateral | Exposures secured by financial guarantees | Exposures secured by credit derivatives |
| | | \$m | \$m | \$m | \$m | \$m |
| 1 | Loans | 78,569 | 669,626 | 666,996 | 2,630 | - |
| 2 | Debt securities | 75,442 | 4,500 | 4,500 | - | - |
| 3 | Total | 154,011 | 674,126 | 671,496 | 2,630 | - |
| 4 | of which: non-performing | 323 | 9,053 | 9,053 | - | - |

5.3 Credit risk under standardised approach

Asset classes for the Level 2 Group excluding BNZ disclosed in CR4: *Standardised approach - credit risk exposure and credit risk mitigation effects* and CR5: *Standardised approach - exposures by asset classes and risk weights* have been determined with reference to APS 112 *Capital Adequacy: Standardised Approach to Credit Risk*, as required by APS 330.

CR4: Standardised approach - credit risk exposure and credit risk mitigation effects

The following table provides details of EaD and RWA for exposures subject to the standardised approach. It presents on- and off-balance sheet EaD before CCF and CRM in columns (a) and (b), and after CCF and CRM in columns (c) and (d). RWA density in column (f) is RWA over EaD after CCF and CRM.

EaD post-CCF and post-CRM is derived by applying relevant CCFs to committed but undrawn exposures. The value of this on-balance sheet equivalent amount is reduced by any provisions for non-performing exposures before credit risk mitigation is taken into account.

March 2026 v September 2025

Credit RWA under the standardised approach decreased by \$8.4 billion or 39.3% mainly due to the implementation of internal ratings-based approaches for a portfolio of retail exposures related to the Citi consumer business and NAB Europe exposures, which were previously subject to the standardised approach.

Refer to CR5: *Standardised approach - exposures by asset classes and risk weights* for further detail of standardised exposures by risk weight and risk-weight bands.

| Asset classes | As at 31 Mar 26 | | | | | |
|-----------------------------------|-------------------------|-------------------|---------------------------|-------------------|---------------|-------------|
| | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> | <i>f</i> |
| | EaD pre-CCF and pre-CRM | | EaD post-CCF and post-CRM | | RWA | RWA density |
| | On-balance sheet | Off-balance sheet | On-balance sheet | Off-balance sheet | | |
| | \$m | \$m | \$m | \$m | \$m | % |
| Corporate (including SME) | 5,373 | 5,631 | 5,284 | 1,756 | 4,710 | 67% |
| Residential mortgage | 1,318 | 812 | 1,302 | 318 | 1,633 | 101% |
| Other retail | 1,628 | 1,929 | 1,601 | 577 | 990 | 45% |
| Other ⁽¹⁾ | 5,192 | - | 5,192 | - | 3,853 | 74% |
| RBNZ regulated banking subsidiary | 14,614 | 944 | 14,278 | 501 | 1,776 | 12% |
| Total | 28,125 | 9,316 | 27,657 | 3,152 | 12,962 | 42% |

(1) Consists of cash items in the process of collection, premises and other fixed assets, and all other exposures.

| Asset classes | As at 30 Sep 25 | | | | | |
|-----------------------------------|-------------------------|-------------------|---------------------------|-------------------|---------------|-------------|
| | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> | <i>f</i> |
| | EaD pre-CCF and pre-CRM | | EaD post-CCF and post-CRM | | RWA | RWA density |
| | On-balance sheet | Off-balance sheet | On-balance sheet | Off-balance sheet | | |
| | \$m | \$m | \$m | \$m | \$m | % |
| Corporate (including SME) | 6,708 | 7,137 | 6,660 | 2,475 | 6,570 | 72% |
| Residential mortgage | 6,030 | 2,198 | 6,008 | 872 | 3,501 | 51% |
| Other retail | 5,383 | 8,609 | 5,359 | 3,271 | 5,780 | 67% |
| Other ⁽¹⁾ | 5,351 | - | 5,351 | - | 3,655 | 68% |
| RBNZ regulated banking subsidiary | 14,468 | 870 | 14,047 | 458 | 1,842 | 13% |
| Total | 37,940 | 18,814 | 37,425 | 7,076 | 21,348 | 48% |

(1) Consists of cash items in the process of collection, premises and other fixed assets, and all other exposures.

Credit risk under standardised approach (cont.)

CR5: Standardised approach – exposures by asset classes and risk weights

CR5(i): Standardised approach – exposure at default by asset class and risk weight

The following table provides a breakdown of credit risk EaD subject to the standardised approach by asset class and risk weight.

March 2026 v September 2025

EaD for credit risk exposures subject to the standardised approach decreased by \$13.7 billion or 30.8% mainly due to the implementation of internal ratings-based approaches for a portfolio of retail exposures related to the Citi consumer business and NAB Europe exposures, which were previously subject to the standardised approach.

| Risk weight | As at 31 Mar 26 | | | | | | | | | | | | | EaD post-CCF and post-CRM \$m |
|-----------------------------------|-----------------|--------------|----------|----------|----------|-----------|----------|------------|------------|--------------|--------------|------------|------------|--|
| | 0% | 20% | 25% | 30% | 35% | 40% | 45% | 50% | 75% | 85% | 100% | 110% | Other | |
| Asset classes | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m |
| Corporate (including SME) | - | 2,272 | - | - | - | - | - | - | - | 4,017 | 98 | 592 | 61 | 7,040 |
| Residential mortgage | - | 1 | 5 | 4 | - | 6 | 8 | - | - | 2 | 1,466 | 20 | 108 | 1,620 |
| Other retail | - | 1,310 | - | - | - | - | - | - | 602 | - | 246 | - | 20 | 2,178 |
| Other ⁽¹⁾ | 1,090 | 384 | - | - | - | - | - | - | - | - | 3,680 | - | 38 | 5,192 |
| RBNZ regulated banking subsidiary | 10,498 | 2,696 | - | - | - | 4 | - | 690 | - | - | 891 | - | - | 14,779 |
| Total | 11,588 | 6,663 | 5 | 4 | - | 10 | 8 | 690 | 602 | 4,019 | 6,381 | 612 | 227 | 30,809 |

(1) Consists of cash items in the process of collection, premises and other fixed assets, and all other exposures.

| Risk weight | As at 30 Sep 25 | | | | | | | | | | | | | EaD post-CCF and post-CRM \$m |
|-----------------------------------|-----------------|--------------|--------------|--------------|------------|------------|------------|------------|--------------|--------------|--------------|------------|------------|--|
| | 0% | 20% | 25% | 30% | 35% | 40% | 45% | 50% | 75% | 85% | 100% | 110% | Other | |
| Asset classes | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m |
| Corporate (including SME) | - | 2,258 | - | - | - | - | - | - | 13 | 5,800 | 113 | 900 | 51 | 9,135 |
| Residential mortgage | - | 655 | 1,162 | 1,194 | 675 | 636 | 521 | 103 | - | 22 | 1,654 | 13 | 245 | 6,880 |
| Other retail | - | 1,444 | - | - | - | - | - | - | 6,925 | - | 194 | - | 67 | 8,630 |
| Other ⁽¹⁾ | 1,026 | 909 | - | - | - | - | - | - | - | - | 3,377 | - | 39 | 5,351 |
| RBNZ regulated banking subsidiary | 10,106 | 2,912 | - | - | - | 1 | - | 453 | - | - | 1,033 | - | - | 14,505 |
| Total | 11,132 | 8,178 | 1,162 | 1,194 | 675 | 637 | 521 | 556 | 6,938 | 5,822 | 6,371 | 913 | 402 | 44,501 |

(1) Consists of cash items in the process of collection, premises and other fixed assets, and all other exposures.

Credit risk under standardised approach (cont.)

CR5(ii): Standardised approach – exposure at default by risk-weight band

The following table provides a breakdown of on- and off-balance sheet credit risk EaD subject to the standardised approach by risk-weight band.

| | | As at 31 Mar 26 | | | |
|-------------|---------------|--------------------------------------|--|--|---------------------------------|
| Risk weight | | On-balance sheet EaD (pre-CRM) | Off-balance sheet EaD (pre-CCF and pre-CRM) | Weighted average CCF ⁽¹⁾ | EaD post-CCF and post-CRM |
| | | \$m | \$m | % | \$m |
| 1 | Less than 40% | 17,043 | 5,873 | 28% | 18,260 |
| 2 | 40 - 70% | 589 | 236 | 54% | 715 |
| 3 | 75% | 427 | 436 | 40% | 602 |
| 4 | 80 - 85% | 3,343 | 1,450 | 47% | 4,019 |
| 5 | 90 - 100% | 6,056 | 866 | 39% | 6,381 |
| 6 | 105 - 130% | 488 | 422 | 41% | 657 |
| 7 | 150% | 141 | 33 | 19% | 137 |
| 8 | 250% | 38 | - | - | 38 |
| 11 | Total | 28,125 | 9,316 | 34% | 30,809 |

(1) Weighting is based on off-balance sheet exposure (pre-CCF).

| | | As at 30 Sep 25 | | | |
|-------------|---------------|--------------------------------------|--|--|---------------------------------|
| Risk weight | | On-balance sheet EaD (pre-CRM) | Off-balance sheet EaD (pre-CCF and pre-CRM) | Weighted average CCF ⁽¹⁾ | EaD post-CCF and post-CRM |
| | | \$m | \$m | % | \$m |
| 1 | Less than 40% | 20,836 | 6,709 | 22% | 22,341 |
| 2 | 40 - 70% | 1,540 | 549 | 46% | 1,790 |
| 3 | 75% | 3,999 | 7,347 | 40% | 6,938 |
| 4 | 80 - 85% | 4,672 | 2,535 | 46% | 5,829 |
| 5 | 90 - 100% | 6,033 | 894 | 38% | 6,371 |
| 6 | 105 - 130% | 637 | 741 | 50% | 1,009 |
| 7 | 150% | 184 | 39 | 3% | 184 |
| 8 | 250% | 39 | - | - | 39 |
| 11 | Total | 37,940 | 18,814 | 35% | 44,501 |

(1) Weighting is based on off-balance sheet exposure (pre-CCF).

5.4 Credit risk under internal-based approaches

CR6: IRB – credit risk exposures by portfolio and probability of default range

The following tables provide key parameters used in the calculation of capital requirements for credit risk exposures under the A-IRB and F-IRB approaches by asset class and PD band, where:

- The number of borrowers in column (f) is based on:
 - the number of counterparties for the corporate (including SME), retail SME, sovereign and financial institution asset classes, and
 - the number of agreements within each asset class for the residential mortgage, qualifying revolving retail and other retail asset classes.

This approach is applied based on the RBNZ regulated banking subsidiary's underlying asset classes.

- Average maturity in column (h) is only disclosed for asset classes where it is used for the RWA calculation, consistent with the disclosure template prescribed by APS 330.
- The provision for credit impairment in column (l) is the total provision for credit impairment, and is disclosed for each asset class and not by PD band, consistent with the disclosure template prescribed by APS 330.

Credit risk exposures subject to the A-IRB approach by asset class and PD band

| As at 31 Mar 26 | | | | | | | | | | | | |
|----------------------------------|------------------------------|---|-------------|---------------------------|---------------------|---------------------|----------------------------------|------------------|----------------|--------------|---------------|---------------------------------|
| | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> | <i>f</i> | <i>g</i> | <i>h</i> | <i>i</i> | <i>j</i> | <i>k</i> | <i>l</i> |
| | On-balance sheet EaD pre-CRM | Off-balance sheet EaD pre-CCF and pre-CRM | Average CCF | EaD post-CCF and post-CRM | Weighted average PD | Number of borrowers | Average loss given default (LGD) | Average maturity | RWA | RWA density | Expected loss | Provision for credit impairment |
| PD scale | \$m | \$m | % | \$m | % | | % | years | \$m | % | \$m | \$m |
| Corporate (including SME) | | | | | | | | | | | | |
| 0.00 to <0.15 | 4,191 | 5,359 | 48% | 6,770 | 0.08% | 2,265 | 32% | 2.1 | 1,362 | 20.1% | 2 | |
| 0.15 to <0.25 | 7,475 | 5,586 | 54% | 10,486 | 0.19% | 2,936 | 24% | 2.1 | 2,610 | 24.9% | 5 | |
| 0.25 to <0.50 | 41,638 | 16,637 | 50% | 49,846 | 0.39% | 14,137 | 23% | 2.0 | 16,955 | 34.0% | 46 | |
| 0.50 to <0.75 | 24,609 | 5,693 | 52% | 27,590 | 0.62% | 6,726 | 24% | 1.7 | 11,905 | 43.2% | 40 | |
| 0.75 to <2.50 | 113,339 | 24,581 | 62% | 128,581 | 1.29% | 38,138 | 24% | 1.5 | 71,574 | 55.7% | 404 | |
| 2.50 to <10.00 | 12,547 | 1,938 | 62% | 13,746 | 4.07% | 7,793 | 25% | 1.5 | 10,451 | 76.0% | 142 | |
| 10.00 to <100.00 | 1,201 | 343 | 47% | 1,362 | 19.65% | 1,179 | 29% | 1.6 | 2,196 | 161.2% | 79 | |
| 100.00 (Default) | 4,351 | 265 | 63% | 4,518 | 100.00% | 1,922 | 27% | 1.4 | 5,994 | 132.7% | 1,137 | |
| Sub-total | 209,351 | 60,402 | 56% | 242,899 | 3.04% | 75,096 | 24% | 1.7 | 123,047 | 50.7% | 1,855 | 2,733 |

Credit risk under internal-based approaches (cont.)

| As at 31 Mar 26 | | | | | | | | | | | | |
|-----------------------------|------------------------------------|--|----------------|------------------------------------|---------------------------|---------------------------|---|---------------------|----------------|----------------|------------------|---------------------------------------|
| | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> | <i>f</i> | <i>g</i> | <i>h</i> | <i>i</i> | <i>j</i> | <i>k</i> | <i>l</i> |
| | On-balance sheet EaD pre-CRM | Off-balance sheet EaD pre-CCF and pre-CRM | Average CCF | EaD post-CCF and post-CRM | Weighted average PD | Number of borrowers | Average loss given default (LGD) | Average maturity | RWA | RWA density | Expected loss | Provision for credit impairment |
| PD scale | \$m | \$m | % | \$m | % | | % | years | \$m | % | \$m | \$m |
| Retail SME | | | | | | | | | | | | |
| 0.00 to <0.15 | 348 | 723 | 95% | 1,038 | 0.11% | 5,236 | 22% | | 79 | 7.6% | - | |
| 0.15 to <0.25 | 500 | 692 | 96% | 1,165 | 0.19% | 5,544 | 24% | | 142 | 12.2% | 1 | |
| 0.25 to <0.50 | 2,759 | 2,250 | 96% | 4,924 | 0.40% | 25,842 | 24% | | 993 | 20.2% | 5 | |
| 0.50 to <0.75 | 1,283 | 862 | 97% | 2,118 | 0.62% | 13,354 | 26% | | 593 | 28.0% | 3 | |
| 0.75 to <2.50 | 8,637 | 3,449 | 97% | 11,994 | 1.37% | 77,352 | 27% | | 5,096 | 42.5% | 44 | |
| 2.50 to <10.00 | 2,719 | 645 | 98% | 3,352 | 4.11% | 29,522 | 27% | | 2,258 | 67.4% | 38 | |
| 10.00 to <100.00 | 332 | 60 | 98% | 390 | 19.07% | 7,146 | 30% | | 459 | 117.6% | 22 | |
| 100.00 (Default) | 1,085 | 125 | 99% | 1,209 | 100.00% | 7,306 | 29% | | 1,799 | 148.8% | 304 | |
| Sub-total | 17,663 | 8,806 | 97% | 26,190 | 6.19% | 171,302 | 26% | | 11,419 | 43.6% | 417 | 709 |
| Residential mortgage | | | | | | | | | | | | |
| 0.00 to <0.15 | 47,233 | 18,970 | 99% | 66,050 | 0.10% | 198,733 | 12% | | 4,001 | 6.1% | 8 | |
| 0.15 to <0.25 | 75,610 | 14,813 | 99% | 90,285 | 0.19% | 208,835 | 13% | | 7,837 | 8.7% | 22 | |
| 0.25 to <0.50 | 141,612 | 18,199 | 99% | 159,694 | 0.37% | 329,011 | 16% | | 27,849 | 17.4% | 94 | |
| 0.50 to <0.75 | 40,753 | 3,610 | 100% | 44,359 | 0.62% | 81,133 | 19% | | 13,990 | 31.5% | 53 | |
| 0.75 to <2.50 | 57,837 | 4,495 | 100% | 62,324 | 1.07% | 112,981 | 21% | | 30,113 | 48.3% | 138 | |
| 2.50 to <10.00 | 10,096 | 226 | 99% | 10,319 | 5.34% | 21,203 | 16% | | 9,894 | 95.9% | 90 | |
| 10.00 to <100.00 | 7,601 | 32 | 99% | 7,632 | 26.83% | 15,653 | 18% | | 12,636 | 165.6% | 372 | |
| 100.00 (Default) | 4,593 | 84 | 80% | 4,660 | 100.00% | 8,567 | 26% | | 11,109 | 238.4% | 418 | |
| Sub-total | 385,335 | 60,429 | 99% | 445,323 | 2.03% | 976,116 | 16% | | 117,429 | 26.4% | 1,195 | 1,148 |

Credit risk under internal-based approaches (cont.)

| As at 31 Mar 26 | | | | | | | | | | | | |
|------------------------------------|------------------------------------|--|----------------|------------------------------------|---------------------------|---------------------------|---|---------------------|--------------|----------------|------------------|---------------------------------------|
| | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> | <i>f</i> | <i>g</i> | <i>h</i> | <i>i</i> | <i>j</i> | <i>k</i> | <i>l</i> |
| | On-balance sheet EaD pre-CRM | Off-balance sheet EaD pre-CCF and pre-CRM | Average CCF | EaD post-CCF and post-CRM | Weighted average PD | Number of borrowers | Average loss given default (LGD) | Average maturity | RWA | RWA density | Expected loss | Provision for credit impairment |
| PD scale | \$m | \$m | % | \$m | % | | % | years | \$m | % | \$m | \$m |
| Qualifying revolving retail | | | | | | | | | | | | |
| 0.00 to <0.15 | 417 | 5,694 | 56% | 3,616 | 0.11% | 619,173 | 74% | | 205 | 5.7% | 3 | |
| 0.15 to <0.25 | 471 | 3,259 | 48% | 2,048 | 0.19% | 352,066 | 74% | | 188 | 9.2% | 3 | |
| 0.25 to <0.50 | 1,075 | 3,367 | 48% | 2,684 | 0.37% | 419,763 | 74% | | 417 | 15.5% | 7 | |
| 0.50 to <0.75 | 473 | 987 | 50% | 969 | 0.62% | 125,514 | 74% | | 230 | 23.7% | 4 | |
| 0.75 to <2.50 | 2,895 | 2,505 | 56% | 4,309 | 1.40% | 462,594 | 75% | | 1,902 | 44.1% | 45 | |
| 2.50 to <10.00 | 1,511 | 508 | 64% | 1,838 | 4.47% | 146,378 | 77% | | 1,890 | 102.8% | 63 | |
| 10.00 to <100.00 | 354 | 54 | 63% | 388 | 32.94% | 33,841 | 76% | | 902 | 232.7% | 98 | |
| 100.00 (Default) | 80 | 20 | - | 81 | 100.00% | 8,799 | 78% | | 656 | 815.2% | 15 | |
| Sub-total | 7,276 | 16,394 | 53% | 15,933 | 2.35% | 2,168,128 | 75% | | 6,390 | 40.1% | 238 | 364 |
| Other retail | | | | | | | | | | | | |
| 0.00 to <0.15 | 2 | 43 | 60% | 28 | 0.08% | 2,542 | 73% | | 5 | 17.1% | - | |
| 0.15 to <0.25 | 4 | 20 | 58% | 15 | 0.19% | 3,325 | 73% | | 5 | 31.9% | - | |
| 0.25 to <0.50 | 37 | 60 | 68% | 78 | 0.40% | 12,815 | 73% | | 40 | 50.9% | - | |
| 0.50 to <0.75 | 21 | 22 | 82% | 39 | 0.62% | 7,171 | 73% | | 26 | 65.8% | - | |
| 0.75 to <2.50 | 582 | 107 | 83% | 672 | 1.70% | 118,261 | 73% | | 654 | 97.6% | 8 | |
| 2.50 to <10.00 | 495 | 93 | 94% | 581 | 4.53% | 132,890 | 74% | | 700 | 120.5% | 20 | |
| 10.00 to <100.00 | 127 | 50 | 97% | 176 | 28.46% | 82,025 | 75% | | 323 | 183.6% | 38 | |
| 100.00 (Default) | 54 | 2 | 40% | 54 | 100.00% | 13,206 | 82% | | 128 | 234.9% | 36 | |
| Sub-total | 1,322 | 397 | 81% | 1,643 | 8.69% | 372,235 | 74% | | 1,881 | 114.5% | 102 | 143 |

Credit risk under internal-based approaches (cont.)

| As at 31 Mar 26 | | | | | | | | | | | | |
|--|------------------------------|---|-------------|---------------------------|---------------------|---------------------|----------------------------------|------------------|----------------|--------------|---------------|---------------------------------|
| | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> | <i>f</i> | <i>g</i> | <i>h</i> | <i>i</i> | <i>j</i> | <i>k</i> | <i>l</i> |
| | On-balance sheet EaD pre-CRM | Off-balance sheet EaD pre-CCF and pre-CRM | Average CCF | EaD post-CCF and post-CRM | Weighted average PD | Number of borrowers | Average loss given default (LGD) | Average maturity | RWA | RWA density | Expected loss | Provision for credit impairment |
| PD scale | \$m | \$m | % | \$m | % | | % | years | \$m | % | \$m | \$m |
| RBNZ regulated banking subsidiary | | | | | | | | | | | | |
| 0.00 to <0.15 | 5,110 | 6,200 | 31% | 7,003 | 0.04% | 240,755 | 35% | | 810 | 11.6% | 2 | |
| 0.15 to <0.25 | 7,776 | 2,300 | 51% | 8,932 | 0.19% | 66,758 | 20% | | 1,148 | 12.9% | 3 | |
| 0.25 to <0.50 | 25,870 | 4,668 | 40% | 27,695 | 0.38% | 136,345 | 23% | | 6,780 | 24.5% | 24 | |
| 0.50 to <0.75 | 9,022 | 1,444 | 48% | 9,712 | 0.62% | 48,449 | 24% | | 3,276 | 33.7% | 15 | |
| 0.75 to <2.50 | 34,781 | 4,121 | 50% | 36,810 | 1.23% | 147,094 | 27% | | 19,273 | 52.4% | 127 | |
| 2.50 to <10.00 | 4,523 | 588 | 41% | 4,760 | 4.42% | 29,038 | 32% | | 4,604 | 96.7% | 65 | |
| 10.00 to <100.00 | 1,007 | 37 | 56% | 1,028 | 20.35% | 11,116 | 26% | | 1,641 | 159.6% | 55 | |
| 100.00 (Default) | 1,113 | 37 | 50% | 1,132 | 100.00% | 5,306 | 35% | | 2,373 | 209.6% | 281 | |
| Sub-total | 89,202 | 19,395 | 41% | 97,072 | 2.26% | 684,861 | 26% | | 39,905 | 41.1% | 572 | 792 |
| Total subject to A-IRB approach | 710,149 | 165,823 | 76% | 829,060 | 2.50% | 4,447,738 | 21% | n/a | 300,071 | 36.2% | 4,379 | 5,889 |

| As at 30 Sep 25 | | | | | | | | | | | | |
|----------------------------------|------------------------------|---|-------------|---------------------------|---------------------|---------------------|----------------------------------|------------------|--------------------|----------------------------|---------------|---------------------------------|
| | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> | <i>f</i> | <i>g</i> | <i>h</i> | <i>i</i> | <i>j</i> | <i>k</i> | <i>l</i> |
| | On-balance sheet EaD pre-CRM | Off-balance sheet EaD pre-CCF and pre-CRM | Average CCF | EaD post-CCF and post-CRM | Weighted average PD | Number of borrowers | Average loss given default (LGD) | Average maturity | RWA ⁽¹⁾ | RWA density ⁽¹⁾ | Expected loss | Provision for credit impairment |
| PD scale | \$m | \$m | % | \$m | % | | % | years | \$m | % | \$m | \$m |
| Corporate (including SME) | | | | | | | | | | | | |
| 0.00 to <0.15 | 4,531 | 5,911 | 51% | 7,549 | 0.08% | 1,977 | 33% | 2.1 | 1,577 | 20.9% | 2 | |
| 0.15 to <0.25 | 7,958 | 5,564 | 54% | 10,986 | 0.20% | 2,980 | 26% | 2.2 | 2,889 | 26.3% | 6 | |
| 0.25 to <0.50 | 38,043 | 15,261 | 48% | 45,381 | 0.39% | 13,654 | 24% | 2.0 | 15,012 | 33.1% | 42 | |
| 0.50 to <0.75 | 22,875 | 5,246 | 54% | 25,693 | 0.62% | 6,462 | 23% | 1.8 | 10,821 | 42.1% | 37 | |
| 0.75 to <2.50 | 107,402 | 21,884 | 60% | 120,583 | 1.29% | 37,508 | 24% | 1.5 | 65,469 | 54.3% | 377 | |
| 2.50 to <10.00 | 12,476 | 1,924 | 63% | 13,686 | 4.00% | 7,710 | 26% | 1.5 | 10,391 | 75.9% | 142 | |
| 10.00 to <100.00 | 1,682 | 138 | 54% | 1,757 | 20.34% | 1,275 | 26% | 1.2 | 2,687 | 153.0% | 93 | |
| 100.00 (Default) | 4,381 | 256 | 63% | 4,543 | 100.00% | 1,991 | 28% | 1.4 | 5,790 | 127.5% | 1,177 | |
| Sub-total | 199,348 | 56,184 | 55% | 230,178 | 3.20% | 73,557 | 24% | 1.7 | 114,636 | 49.8% | 1,876 | 2,639 |

(1) Comparative information as at 30 September 2025 has been restated from that previously disclosed to include RWA overlays, aligning with the presentation in the current period.

Credit risk under internal-based approaches (cont.)

| As at 30 Sep 25 | | | | | | | | | | | | |
|-----------------------------|------------------------------------|--|----------------|------------------------------------|---------------------------|---------------------------|---|---------------------|--------------------|-------------------------------|------------------|---------------------------------------|
| | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> | <i>f</i> | <i>g</i> | <i>h</i> | <i>i</i> | <i>j</i> | <i>k</i> | <i>l</i> |
| | On-balance sheet EaD pre-CRM | Off-balance sheet EaD pre-CCF and pre-CRM | Average CCF | EaD post-CCF and post-CRM | Weighted average PD | Number of borrowers | Average loss given default (LGD) | Average maturity | RWA ⁽¹⁾ | RWA density ⁽¹⁾ | Expected loss | Provision for credit impairment |
| PD scale | \$m | \$m | % | \$m | % | | % | years | \$m | % | \$m | \$m |
| Retail SME | | | | | | | | | | | | |
| 0.00 to <0.15 | 348 | 670 | 95% | 985 | 0.11% | 5,137 | 22% | | 72 | 7.3% | - | |
| 0.15 to <0.25 | 500 | 655 | 96% | 1,131 | 0.19% | 5,529 | 24% | | 132 | 11.7% | 1 | |
| 0.25 to <0.50 | 2,769 | 2,178 | 96% | 4,861 | 0.40% | 25,638 | 24% | | 934 | 19.2% | 5 | |
| 0.50 to <0.75 | 1,284 | 834 | 96% | 2,088 | 0.62% | 13,183 | 26% | | 557 | 26.7% | 3 | |
| 0.75 to <2.50 | 8,602 | 3,340 | 97% | 11,857 | 1.37% | 76,206 | 27% | | 4,820 | 40.7% | 44 | |
| 2.50 to <10.00 | 2,677 | 630 | 98% | 3,295 | 4.11% | 29,185 | 28% | | 2,128 | 64.6% | 38 | |
| 10.00 to <100.00 | 361 | 62 | 99% | 422 | 19.38% | 7,453 | 29% | | 462 | 109.4% | 24 | |
| 100.00 (Default) | 1,095 | 129 | 100% | 1,224 | 100.00% | 7,799 | 27% | | 1,826 | 149.2% | 281 | |
| Sub-total | 17,636 | 8,498 | 97% | 25,863 | 6.34% | 170,130 | 26% | | 10,931 | 42.3% | 396 | 648 |
| Residential mortgage | | | | | | | | | | | | |
| 0.00 to <0.15 | 45,445 | 18,673 | 99% | 63,964 | 0.10% | 198,124 | 12% | | 3,821 | 6.0% | 8 | |
| 0.15 to <0.25 | 72,992 | 14,760 | 99% | 87,611 | 0.19% | 209,644 | 13% | | 7,537 | 8.6% | 21 | |
| 0.25 to <0.50 | 136,754 | 17,203 | 99% | 153,844 | 0.37% | 322,349 | 16% | | 26,598 | 17.3% | 91 | |
| 0.50 to <0.75 | 37,578 | 3,462 | 100% | 41,037 | 0.62% | 76,423 | 19% | | 12,934 | 31.5% | 50 | |
| 0.75 to <2.50 | 57,126 | 4,133 | 100% | 61,252 | 1.09% | 114,775 | 20% | | 28,754 | 46.9% | 134 | |
| 2.50 to <10.00 | 10,137 | 214 | 98% | 10,347 | 5.36% | 21,630 | 16% | | 10,138 | 98.0% | 91 | |
| 10.00 to <100.00 | 7,167 | 39 | 99% | 7,205 | 26.42% | 15,742 | 17% | | 11,621 | 161.3% | 343 | |
| 100.00 (Default) | 4,653 | 98 | 85% | 4,736 | 100.00% | 9,141 | 25% | | 10,661 | 225.1% | 420 | |
| Sub-total | 371,852 | 58,582 | 99% | 429,996 | 2.07% | 967,828 | 16% | | 112,064 | 26.1% | 1,158 | 1,126 |

(1) Comparative information as at 30 September 2025 has been restated from that previously disclosed to include RWA overlays, aligning with the presentation in the current period.

Credit risk under internal-based approaches (cont.)

| As at 30 Sep 25 | | | | | | | | | | | | |
|------------------------------------|------------------------------------|--|----------------|------------------------------------|---------------------------|---------------------------|---|---------------------|--------------------|-------------------------------|------------------|---------------------------------------|
| | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> | <i>f</i> | <i>g</i> | <i>h</i> | <i>i</i> | <i>j</i> | <i>k</i> | <i>l</i> |
| | On-balance sheet EaD pre-CRM | Off-balance sheet EaD pre-CCF and pre-CRM | Average CCF | EaD post-CCF and post-CRM | Weighted average PD | Number of borrowers | Average loss given default (LGD) | Average maturity | RWA ⁽¹⁾ | RWA density ⁽¹⁾ | Expected loss | Provision for credit impairment |
| PD scale | \$m | \$m | % | \$m | % | | % | years | \$m | % | \$m | \$m |
| Qualifying revolving retail | | | | | | | | | | | | |
| 0.00 to <0.15 | 388 | 4,720 | 55% | 2,985 | 0.10% | 539,832 | 74% | | 152 | 5.1% | 2 | |
| 0.15 to <0.25 | 399 | 1,844 | 47% | 1,259 | 0.19% | 211,935 | 74% | | 104 | 8.2% | 2 | |
| 0.25 to <0.50 | 690 | 1,550 | 49% | 1,456 | 0.36% | 212,008 | 74% | | 202 | 13.9% | 4 | |
| 0.50 to <0.75 | 244 | 372 | 53% | 441 | 0.62% | 57,238 | 74% | | 95 | 21.6% | 2 | |
| 0.75 to <2.50 | 1,477 | 1,082 | 57% | 2,096 | 1.39% | 242,303 | 75% | | 839 | 40.0% | 22 | |
| 2.50 to <10.00 | 652 | 189 | 66% | 777 | 4.45% | 73,521 | 76% | | 722 | 93.0% | 26 | |
| 10.00 to <100.00 | 155 | 18 | 66% | 167 | 31.65% | 17,613 | 76% | | 355 | 212.5% | 40 | |
| 100.00 (Default) | 32 | 8 | 1% | 32 | 100.00% | 4,037 | 78% | | 107 | 338.2% | 17 | |
| Sub-total | 4,037 | 9,783 | 53% | 9,213 | 1.76% | 1,358,487 | 75% | | 2,576 | 28.0% | 115 | 228 |
| Other retail | | | | | | | | | | | | |
| 0.00 to <0.15 | 4 | 63 | 77% | 53 | 0.07% | 7,259 | 72% | | 8 | 15.5% | - | |
| 0.15 to <0.25 | 4 | 23 | 62% | 19 | 0.19% | 4,341 | 73% | | 6 | 31.6% | - | |
| 0.25 to <0.50 | 37 | 46 | 82% | 75 | 0.40% | 14,999 | 72% | | 38 | 50.5% | - | |
| 0.50 to <0.75 | 22 | 20 | 93% | 40 | 0.62% | 7,638 | 72% | | 26 | 65.7% | - | |
| 0.75 to <2.50 | 600 | 90 | 94% | 685 | 1.69% | 123,360 | 72% | | 666 | 97.2% | 8 | |
| 2.50 to <10.00 | 485 | 68 | 95% | 550 | 4.45% | 131,818 | 73% | | 656 | 119.3% | 18 | |
| 10.00 to <100.00 | 132 | 53 | 97% | 184 | 28.42% | 81,359 | 75% | | 343 | 186.1% | 40 | |
| 100.00 (Default) | 56 | 2 | 47% | 57 | 100.00% | 13,145 | 82% | | 132 | 232.0% | 38 | |
| Sub-total | 1,340 | 365 | 88% | 1,663 | 8.78% | 383,919 | 73% | | 1,875 | 112.8% | 104 | 145 |

(1) Comparative information as at 30 September 2025 has been restated from that previously disclosed to include RWA overlays, aligning with the presentation in the current period.

Credit risk under internal-based approaches (cont.)

| | As at 30 Sep 25 | | | | | | | | | | | |
|--|------------------------------|---|-------------|---------------------------|---------------------|---------------------|----------------------------------|------------------|--------------------|----------------------------|---------------|---------------------------------|
| | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> | <i>f</i> | <i>g</i> | <i>h</i> | <i>i</i> | <i>j</i> | <i>k</i> | <i>l</i> |
| | On-balance sheet EaD pre-CRM | Off-balance sheet EaD pre-CCF and pre-CRM | Average CCF | EaD post-CCF and post-CRM | Weighted average PD | Number of borrowers | Average loss given default (LGD) | Average maturity | RWA ⁽¹⁾ | RWA density ⁽¹⁾ | Expected loss | Provision for credit impairment |
| PD scale | \$m | \$m | % | \$m | % | | % | years | \$m | % | \$m | \$m |
| RBNZ regulated banking subsidiary⁽²⁾ | | | | | | | | | | | | |
| 0.00 to <0.15 | 3,560 | 5,614 | 26% | 5,025 | 0.03% | 212,965 | 48% | | 884 | 17.6% | 1 | |
| 0.15 to <0.25 | 2,611 | 1,581 | 32% | 3,047 | 0.20% | 26,973 | 34% | | 900 | 29.5% | 2 | |
| 0.25 to <0.50 | 10,060 | 4,686 | 42% | 12,007 | 0.39% | 64,477 | 31% | | 5,005 | 41.7% | 14 | |
| 0.50 to <0.75 | 25,093 | 2,774 | 61% | 26,789 | 0.60% | 155,640 | 20% | | 6,806 | 25.4% | 32 | |
| 0.75 to <2.50 | 45,711 | 4,337 | 55% | 48,061 | 1.22% | 185,486 | 24% | | 22,959 | 47.8% | 146 | |
| 2.50 to <10.00 | 3,681 | 598 | 34% | 3,880 | 4.41% | 26,509 | 31% | | 3,739 | 96.4% | 53 | |
| 10.00 to <100.00 | 334 | 79 | 24% | 353 | 21.06% | 8,276 | 45% | | 815 | 230.8% | 33 | |
| 100.00 (Default) | 1,121 | 48 | 53% | 1,146 | 100.00% | 5,503 | 33% | | 2,206 | 192.4% | 266 | |
| Sub-total | 92,171 | 19,717 | 42% | 100,308 | 2.19% | 685,829 | 26% | | 43,314 | 43.2% | 547 | 836 |
| Total subject to A-IRB approach | 686,384 | 153,129 | 75% | 797,221 | 2.56% | 3,639,750 | 21% | n/a | 285,396 | 35.8% | 4,196 | 5,622 |

(1) Comparative information as at 30 September 2025 has been restated from that previously disclosed to include RWA overlays, aligning with the presentation in the current period.

(2) Off-balance sheet EaD in column (b) has been restated from that previously disclosed.

Credit risk under internal-based approaches (cont.)

Credit risk exposures subject to the F-IRB approach by asset class and PD band

| PD scale | As at 31 Mar 26 | | | | | | | | | | | |
|---------------------------------|-------------------------------------|--|------------------|----------------------------------|--------------------------|---------------------|---------------------------------------|---------------------------|---------------|------------------|----------------------|--|
| | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> | <i>f</i> | <i>g</i> | <i>h</i> | <i>i</i> | <i>j</i> | <i>k</i> | <i>l</i> |
| | On-balance sheet EaD pre-CRM \$m | Off-balance sheet EaD pre-CCF and pre-CRM \$m | Average CCF % | EaD post-CCF and post-CRM \$m | Weighted average PD % | Number of borrowers | Average loss given default (LGD) % | Average maturity years | RWA \$m | RWA density % | Expected loss \$m | Provision for credit impairment \$m |
| Corporate | | | | | | | | | | | | |
| 0.00 to <0.15 | 3,156 | 10,552 | 41% | 7,175 | 0.08% | 180 | 41% | 2.4 | 1,999 | 27.9% | 2 | |
| 0.15 to <0.25 | 4,267 | 9,370 | 36% | 7,545 | 0.19% | 202 | 42% | 2.2 | 3,216 | 42.6% | 6 | |
| 0.25 to <0.50 | 9,549 | 10,491 | 38% | 13,437 | 0.37% | 423 | 43% | 2.4 | 8,512 | 63.3% | 21 | |
| 0.50 to <0.75 | 1,895 | 2,431 | 42% | 2,915 | 0.62% | 179 | 43% | 2.5 | 2,387 | 81.9% | 8 | |
| 0.75 to <2.50 | 2,711 | 2,605 | 43% | 3,829 | 1.17% | 333 | 41% | 2.5 | 3,741 | 97.7% | 18 | |
| 2.50 to <10.00 | 167 | 60 | 82% | 216 | 3.54% | 36 | 40% | 2.0 | 279 | 129.2% | 3 | |
| 10.00 to <100.00 | 2 | - | 40% | - | 19.39% | 8 | 50% | 2.0 | - | 279.2% | - | |
| 100.00 (Default) ⁽¹⁾ | 336 | 13 | 59% | 344 | 100.00% | 6 | 49% | 4.2 | - | n/a | 169 | |
| Sub-total | 22,083 | 35,522 | 39% | 35,461 | 1.37% | 1,367 | 42% | 2.4 | 20,134 | 56.8% | 227 | 187 |
| Sovereign | | | | | | | | | | | | |
| 0.00 to <0.15 | 145,343 | 1,562 | 16% | 142,194 | 0.01% | 286 | 5% | 2.2 | 1,483 | 1.0% | 1 | |
| 0.15 to <0.25 | - | - | 40% | - | 0.21% | 1 | 25% | 1.0 | - | 19.1% | - | |
| 0.25 to <0.50 | - | 1 | 25% | - | 0.48% | 6 | 36% | 2.1 | - | 53.0% | - | |
| 0.50 to <0.75 | - | - | 91% | - | 0.62% | 3 | 6% | 1.9 | - | 10.7% | - | |
| 0.75 to <2.50 | - | 1 | 92% | 1 | 1.00% | 14 | 5% | 1.1 | - | 10.3% | - | |
| 2.50 to <10.00 | - | - | 40% | - | 3.69% | 6 | 25% | 1.4 | - | 75.4% | - | |
| 10.00 to <100.00 | 1 | 1 | 40% | 2 | 23.43% | 5 | 32% | 1.7 | 3 | 183.7% | - | |
| Sub-total | 145,344 | 1,565 | 16% | 142,197 | 0.01% | 321 | 5% | 2.2 | 1,486 | 1.0% | 1 | 4 |

(1) RWA for non-performing exposures is zero under the F-IRB approach.

Credit risk under internal-based approaches (cont.)

| As at 31 Mar 26 | | | | | | | | | | | | |
|--|------------------------------------|--|----------------|------------------------------------|---------------------------|---------------------------|---|---------------------|---------------|----------------|------------------|---------------------------------------|
| | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> | <i>f</i> | <i>g</i> | <i>h</i> | <i>i</i> | <i>j</i> | <i>k</i> | <i>l</i> |
| | On-balance sheet EaD pre-CRM | Off-balance sheet EaD pre-CCF and pre-CRM | Average CCF | EaD post-CCF and post-CRM | Weighted average PD | Number of borrowers | Average loss given default (LGD) | Average maturity | RWA | RWA density | Expected loss | Provision for credit impairment |
| PD scale | \$m | \$m | % | \$m | % | | % | years | \$m | % | \$m | \$m |
| Financial institution | | | | | | | | | | | | |
| 0.00 to <0.15 | 27,338 | 29,764 | 47% | 41,356 | 0.07% | 746 | 45% | 1.3 | 10,761 | 26.0% | 14 | |
| 0.15 to <0.25 | 1,418 | 3,672 | 43% | 2,999 | 0.18% | 129 | 48% | 1.6 | 1,483 | 49.5% | 3 | |
| 0.25 to <0.50 | 793 | 1,462 | 29% | 1,224 | 0.37% | 513 | 43% | 1.6 | 841 | 68.7% | 2 | |
| 0.50 to <0.75 | 422 | 432 | 46% | 621 | 0.62% | 233 | 40% | 1.7 | 507 | 81.7% | 2 | |
| 0.75 to <2.50 | 1,989 | 927 | 34% | 2,307 | 1.32% | 1,177 | 38% | 1.7 | 2,314 | 100.3% | 11 | |
| 2.50 to <10.00 | 304 | 131 | 28% | 340 | 4.07% | 297 | 30% | 1.5 | 377 | 110.7% | 4 | |
| 10.00 to <100.00 | 31 | 53 | 1% | 32 | 18.88% | 69 | 30% | 1.4 | 57 | 178.5% | 2 | |
| 100.00 (Default) ⁽¹⁾ | 94 | 15 | 88% | 107 | 100.00% | 43 | 44% | 1.9 | - | n/a | 47 | |
| Sub-total | 32,389 | 36,456 | 46% | 48,986 | 0.41% | 3,207 | 45% | 1.4 | 16,340 | 33.4% | 85 | 68 |
| Total subject to F-IRB approach | 199,816 | 73,543 | 42% | 226,644 | 0.31% | 4,895 | 20% | 2.0 | 37,960 | 16.7% | 313 | 259 |

(1) RWA for non-performing exposures is zero under the F-IRB approach.

Credit risk under internal-based approaches (cont.)

| As at 30 Sep 25 | | | | | | | | | | | | |
|---------------------------------|------------------------------------|--|----------------|------------------------------------|---------------------------|---------------------------|---|---------------------|--------------------|-------------------------------|------------------|---------------------------------------|
| | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> | <i>f</i> | <i>g</i> | <i>h</i> | <i>i</i> | <i>j</i> | <i>k</i> | <i>l</i> |
| | On-balance sheet EaD pre-CRM | Off-balance sheet EaD pre-CCF and pre-CRM | Average CCF | EaD post-CCF and post-CRM | Weighted average PD | Number of borrowers | Average loss given default (LGD) | Average maturity | RWA ⁽¹⁾ | RWA density ⁽¹⁾ | Expected loss | Provision for credit impairment |
| PD scale | \$m | \$m | % | \$m | % | | % | years | \$m | % | \$m | \$m |
| Corporate | | | | | | | | | | | | |
| 0.00 to <0.15 | 2,838 | 9,610 | 40% | 6,401 | 0.09% | 181 | 43% | 2.3 | 1,815 | 28.4% | 2 | |
| 0.15 to <0.25 | 3,215 | 8,376 | 39% | 6,487 | 0.19% | 151 | 42% | 1.9 | 2,441 | 37.6% | 5 | |
| 0.25 to <0.50 | 8,487 | 11,221 | 38% | 12,634 | 0.36% | 469 | 43% | 2.4 | 7,937 | 62.8% | 20 | |
| 0.50 to <0.75 | 1,583 | 1,868 | 44% | 2,406 | 0.62% | 129 | 42% | 2.1 | 1,800 | 74.8% | 6 | |
| 0.75 to <2.50 | 2,294 | 2,152 | 43% | 3,202 | 1.23% | 330 | 42% | 2.6 | 3,240 | 101.2% | 16 | |
| 2.50 to <10.00 | 291 | 207 | 47% | 389 | 4.37% | 45 | 37% | 1.8 | 478 | 123.1% | 6 | |
| 10.00 to <100.00 | 219 | - | 40% | 219 | 23.43% | 13 | 50% | 1.4 | 632 | 288.6% | 26 | |
| 100.00 (Default) ⁽²⁾ | 52 | 13 | 59% | 60 | 100.00% | 9 | 44% | 1.6 | - | n/a | 27 | |
| Sub-total | 18,979 | 33,447 | 40% | 31,798 | 0.78% | 1,327 | 43% | 2.2 | 18,343 | 57.7% | 108 | 131 |
| Sovereign | | | | | | | | | | | | |
| 0.00 to <0.15 | 147,513 | 1,612 | 18% | 144,604 | 0.02% | 365 | 7% | 2.0 | 1,856 | 1.3% | 2 | |
| 0.15 to <0.25 | - | 4 | 1% | - | 0.21% | 1 | 5% | 1.3 | - | 4.2% | - | |
| 0.25 to <0.50 | - | 1 | 26% | - | 0.48% | 8 | 36% | 2.4 | - | 56.4% | - | |
| 0.50 to <0.75 | - | - | 97% | - | 0.62% | 4 | - | 1.0 | - | 0.6% | - | |
| 0.75 to <2.50 | - | - | 82% | - | 0.97% | 8 | 11% | 1.9 | - | 21.8% | - | |
| 2.50 to <10.00 | - | - | 40% | - | 3.55% | 6 | 25% | 1.0 | - | 71.3% | - | |
| 10.00 to <100.00 | - | 1 | 40% | 1 | 23.43% | 6 | 50% | 1.0 | 3 | 282.4% | - | |
| Sub-total | 147,513 | 1,618 | 18% | 144,605 | 0.02% | 398 | 7% | 2.0 | 1,859 | 1.3% | 2 | 5 |

(1) Comparative information as at 30 September 2025 has been restated from that previously disclosed to include RWA overlays, aligning with the presentation in the current period.

(2) RWA for non-performing exposures is zero under the F-IRB approach.

Credit risk under internal-based approaches (cont.)

| | As at 30 Sep 25 | | | | | | | | | | | |
|--|------------------------------------|--|----------------|------------------------------------|---------------------------|---------------------------|---|---------------------|--------------------|-------------------------------|------------------|---------------------------------------|
| | <i>a</i> | <i>b</i> | <i>c</i> | <i>d</i> | <i>e</i> | <i>f</i> | <i>g</i> | <i>h</i> | <i>i</i> | <i>j</i> | <i>k</i> | <i>l</i> |
| | On-balance sheet EaD pre-CRM | Off-balance sheet EaD pre-CCF and pre-CRM | Average CCF | EaD post-CCF and post-CRM | Weighted average PD | Number of borrowers | Average loss given default (LGD) | Average maturity | RWA ⁽¹⁾ | RWA density ⁽¹⁾ | Expected loss | Provision for credit impairment |
| PD scale | \$m | \$m | % | \$m | % | | % | years | \$m | % | \$m | \$m |
| Financial institution | | | | | | | | | | | | |
| 0.00 to <0.15 | 31,217 | 32,778 | 48% | 46,973 | 0.07% | 736 | 45% | 1.3 | 11,616 | 24.7% | 15 | |
| 0.15 to <0.25 | 872 | 4,252 | 47% | 2,876 | 0.18% | 140 | 47% | 1.5 | 1,311 | 45.6% | 2 | |
| 0.25 to <0.50 | 869 | 1,785 | 25% | 1,320 | 0.38% | 507 | 43% | 1.7 | 922 | 69.8% | 2 | |
| 0.50 to <0.75 | 399 | 245 | 46% | 513 | 0.62% | 217 | 38% | 1.8 | 424 | 82.7% | 1 | |
| 0.75 to <2.50 | 1,761 | 1,066 | 63% | 2,433 | 1.23% | 1,143 | 31% | 1.5 | 1,945 | 79.9% | 9 | |
| 2.50 to <10.00 | 328 | 106 | 27% | 356 | 4.20% | 304 | 28% | 1.6 | 380 | 106.7% | 4 | |
| 10.00 to <100.00 | 17 | 53 | 1% | 17 | 18.78% | 65 | 31% | 1.7 | 32 | 185.8% | 1 | |
| 100.00 (Default) ⁽²⁾ | 85 | 2 | 35% | 86 | 100.00% | 49 | 43% | 1.6 | - | n/a | 37 | |
| Sub-total | 35,548 | 40,287 | 47% | 54,574 | 0.33% | 3,161 | 45% | 1.3 | 16,630 | 30.5% | 71 | 65 |
| Total subject to F-IRB approach | 202,040 | 75,352 | 43% | 230,977 | 0.19% | 4,886 | 21% | 1.9 | 36,832 | 15.9% | 181 | 201 |

(1) Comparative information as at 30 September 2025 has been restated from that previously disclosed to include RWA overlays, aligning with the presentation in the current period.

(2) RWA for non-performing exposures is zero under the F-IRB approach.

Credit risk under internal-based approaches (cont.)

CR8: RWA flow statements of credit risk exposures under IRB

The following table attributes the change in total credit RWA over the three months to the reporting date to key drivers, where:

- Column (a) aligns to the requirements of CR8 in the BCBS *Disclosure Requirements* standard, and attributes the change in RWA for credit risk exposures subject to the A-IRB and F-IRB approaches.
- Column (b) attributes the change in other credit RWA, including RWA for credit risk exposures under the supervisory slotting and standardised approaches, and counterparty credit risk and securitisation exposures.

Total credit RWA in column (c) aligns to that shown in the *Exposure at default and RWA by asset class* disclosure for 31 March 2026, 31 December 2025 and 30 September 2025 on pages 7 to 9.

March 2026 v December 2025

RWA for credit risk exposures subject to the A-IRB and F-IRB approaches increased by \$9.2 billion or 2.8% in the three months to 31 March 2026. The increase was due to lending growth, largely in corporate (including SME) and residential mortgages (reflected in row 2) and model updates (reflected in row 4).

Model updates included a \$4.2 billion increase in RWA overlays related to certain PD models impacting primarily corporate (including SME), retail SME and residential mortgage asset classes, partially offset by:

- release of a \$1.4 billion RWA overlay related to the measurement of certain off-balance sheet exposures of the RBNZ regulated banking subsidiary, and
- implementation of the A-IRB approach for a portfolio of credit cards related to the Citi consumer business, which was previously subject to the standardised approach. Implementation of the A-IRB approach for this portfolio is reflected in row 4 as a decrease in RWA for credit exposures under the standardised approach in column (b), partially offset by an increase in RWA for credit exposures under the A-IRB approach in column (a). The decrease in total credit RWA from implementation of the A-IRB approach for this portfolio was net of a \$500 million RWA overlay related to performance of LGD and PD models associated with this portfolio.

These increases were partially offset by a decrease in RWA for credit risk exposures subject to the A-IRB and F-IRB approaches due to foreign currency translation impacts (reflected in row 7).

Other credit RWA decreased by \$5.9 billion or 12.2% in the three months to 31 March 2026, mostly due to implementation of the A-IRB approach for the portfolio of credit cards outlined above.

| | 3 months ended | | | | | | 6 months ended | |
|---|--|------------------|------------------|--------------------------------------|------------------|------------------|------------------|---------|
| | 31 Mar 26 | | | 31 Dec 25 | | | 31 Mar 26 | |
| | a | b | c | a | b | c | c | |
| | RWA under A-IRB and F-IRB approaches | Other credit RWA | Total credit RWA | RWA under A-IRB and F-IRB approaches | Other credit RWA | Total credit RWA | Total credit RWA | |
| | \$m | \$m | \$m | \$m | \$m | \$m | \$m | |
| 1 | RWA as at end of previous reporting period | 328,866 | 48,489 | 377,355 | 322,228 | 52,758 | 374,986 | 374,986 |
| 2 | Asset size ⁽¹⁾ | 4,893 | 386 | 5,279 | 6,040 | 320 | 6,360 | 11,639 |
| 3 | Asset quality ⁽²⁾ | (333) | (562) | (895) | 459 | 315 | 774 | (121) |
| 4 | Model updates | 6,603 | (4,670) | 1,933 | 1,054 | (3,314) | (2,260) | (327) |
| 5 | Methodology and policy | - | - | - | - | - | - | - |
| 7 | Foreign exchange movements | (1,998) | (526) | (2,524) | (915) | (306) | (1,221) | (3,745) |
| 8 | Other ⁽³⁾ | - | (551) | (551) | - | (1,284) | (1,284) | (1,835) |
| 9 | RWA as at end of reporting period | 338,031 | 42,566 | 380,597 | 328,866 | 48,489 | 377,355 | 380,597 |

(1) Change in RWA attributed to changes in exposure size, including origination of new exposures and maturing exposures, and excluding changes related to acquisitions and disposals.

(2) Change in RWA attributed to the assessed quality of assets due to changes in borrower risk. This includes change in RWA related to portfolio mix at the end of the reporting period compared to the beginning of the reporting period.

(3) Other comprises the change in RWA for counterparty credit risk exposures (including credit valuation adjustment), excluding foreign currency translation impacts.

Credit risk under internal-based approaches (cont.)

CR10: IRB - specialised lending under the slotting approach

The following table provides specialised lending exposures subject to supervisory slotting by risk weight, where:

- Risk weights in column (c) exclude APRA's 1.1 scaling factor for specialised lending exposures of the RBNZ regulated banking subsidiary.
- RWA in column (h) is after application of APRA's 1.1 scaling factor for specialised lending exposures of the RBNZ regulated banking subsidiary.

March 2026 v September 2025

EaD for credit risk exposures subject to the slotting approach increased by \$694 million or 6.8% mainly due to an increase in project finance exposures in the slotting category of strong.

| Regulatory category | As at 31 Mar 26 | | | | | | | | | | |
|------------------------|----------------------|-------------------------------|-------------|---------------------------|---------------------|-----------------------------------|---------------|--------------|---------------|---|---|
| | a | b | c | d | | | e | f | g | h | i |
| | On-balance sheet EaD | Off-balance sheet EaD pre-CCF | Risk weight | EaD post-CCF and post-CRM | | | Total | RWA | Expected loss | | |
| | | | | Project finance | Commodities finance | RBNZ regulated banking subsidiary | | | | | |
| \$m | \$m | % | \$m | \$m | \$m | \$m | \$m | \$m | \$m | | |
| Strong | 5,493 | 2,573 | 70% | 3,761 | - | 3,223 | 6,984 | 5,174 | 28 | | |
| Good | 2,903 | 572 | 90% | 253 | 240 | 2,652 | 3,145 | 3,107 | 25 | | |
| Satisfactory | 505 | 93 | 115% | 85 | - | 472 | 557 | 704 | 16 | | |
| Weak | 124 | 1 | 250% | 27 | - | 96 | 123 | 338 | 10 | | |
| Default ⁽¹⁾ | 35 | 7 | n/a | 23 | - | 18 | 41 | - | 21 | | |
| Total | 9,060 | 3,246 | | 4,149 | 240 | 6,461 | 10,850 | 9,323 | 100 | | |

(1) RWA for non-performing exposures is zero under the supervisory slotting approach.

| Regulatory category | As at 30 Sep 25 | | | | | | | | | | |
|------------------------|----------------------|-------------------------------|-------------|---------------------------|---------------------|-----------------------------------|---------------|--------------------|---------------|---|---|
| | a | b | c | d | | | e | f | g | h | i |
| | On-balance sheet EaD | Off-balance sheet EaD pre-CCF | Risk weight | EaD post-CCF and post-CRM | | | Total | RWA ⁽¹⁾ | Expected loss | | |
| | | | | Project finance | Commodities finance | RBNZ regulated banking subsidiary | | | | | |
| \$m | \$m | % | \$m | \$m | \$m | \$m | \$m | \$m | \$m | | |
| Strong | 3,416 | 1,560 | 70% | 2,741 | - | 1,729 | 4,470 | 3,307 | 18 | | |
| Good | 4,524 | 561 | 90% | 701 | - | 4,140 | 4,841 | 4,811 | 39 | | |
| Satisfactory | 621 | 127 | 115% | 58 | - | 631 | 689 | 880 | 19 | | |
| Weak | 113 | 7 | 250% | 7 | - | 113 | 120 | 334 | 10 | | |
| Default ⁽²⁾ | 35 | 1 | n/a | 17 | - | 19 | 36 | - | 18 | | |
| Total | 8,709 | 2,256 | | 3,524 | - | 6,632 | 10,156 | 9,332 | 104 | | |

(1) Comparative information as at 30 September 2025 has been restated from that previously disclosed to include RWA overlays, aligning with the presentation in the current period.

(2) RWA for non-performing exposures is zero under the supervisory slotting approach.

Counterparty credit risk

Counterparty credit risk requirements set out in APS 180 are applied to derivative transactions and SFTs held in both the banking and trading books. Counterparty credit risk is the risk that the counterparty to a transaction could default before the final settlement of a transaction's cash flows. A loss would occur if the transaction or portfolio of transactions with the counterparty has a positive economic value at the time of default. This includes counterparty credit risk arising from both bilateral transactions and those cleared through CCPs.

CCR1: Analysis of CCR exposures by approach

The following table provides the capital requirement for counterparty credit risk exposures by approach, including components of EaD. This table excludes exposures cleared through CCPs, which are disclosed separately in CCR8: *Exposures to central counterparties*.

March 2026 v September 2025

EaD for counterparty credit risk exposures decreased by \$2.2 billion or 6.9%. There was a decrease in both the EaD for derivatives due to changes in exchange rates, interest rates and commodity prices, and the EaD for repurchase agreements mostly due to repayment of repurchase agreements with the RBNZ under the Funding for Lending Programme.

| | | As at 31 Mar 26 | | | | |
|----------|--|------------------|---------------------------|---|---------------|--------------|
| | | Replacement cost | Potential future exposure | Alpha used for computing regulatory EaD | EaD post-CRM | RWA |
| | | \$m | \$m | | \$m | \$m |
| 1 | SA-CCR (for derivatives) ⁽¹⁾ | 5,716 | 9,963 | 1.4 | 21,878 | 7,905 |
| - | Current exposure method (for derivatives) ⁽²⁾ | | | | 1,888 | 876 |
| 4 | Comprehensive approach for CRM (for SFTs) | | | | 6,248 | 958 |
| 6 | Total | | | | 30,014 | 9,739 |

(1) SA-CCR is used under APRA requirements to measure the EaD of derivatives for the Level 2 Group excluding BNZ.

(2) The current exposure method is used under RBNZ requirements to measure the EaD of derivatives for BNZ.

| | | As at 30 Sep 25 | | | | |
|----------|--|------------------|---------------------------|---|---------------|---------------|
| | | Replacement cost | Potential future exposure | Alpha used for computing regulatory EaD | EaD post-CRM | RWA |
| | | \$m | \$m | | \$m | \$m |
| 1 | SA-CCR (for derivatives) ⁽¹⁾ | 6,293 | 10,157 | 1.4 | 22,959 | 9,497 |
| - | Current exposure method (for derivatives) ⁽²⁾ | | | | 1,959 | 898 |
| 4 | Comprehensive approach for CRM (for SFTs) | | | | 7,325 | 934 |
| 6 | Total | | | | 32,243 | 11,329 |

(1) SA-CCR is used under APRA requirements to measure the EaD of derivatives for the Level 2 Group excluding BNZ.

(2) The current exposure method is used under RBNZ requirements to measure the EaD of derivatives for BNZ.

CCR3: Standardised approach – CCR exposures by regulatory portfolio and risk weights

The following table provides a breakdown of counterparty credit risk exposures subject to the standardised approach by asset class and risk weight. This table excludes exposures cleared through CCPs, which are disclosed separately in CCR8: *Exposures to central counterparties*.

| | | As at 31 Mar 26 | | | | | |
|-----------------------------------|--|-----------------|------------|-----------|-----------|----------|--------------|
| Risk weight | | 0% | 20% | 50% | 85% | Other | EaD post-CRM |
| Asset class | | \$m | \$m | \$m | \$m | \$m | \$m |
| Corporate (including SME) | | - | - | - | 12 | 3 | 15 |
| RBNZ regulated banking subsidiary | | 466 | 282 | 56 | - | - | 804 |
| Total | | 466 | 282 | 56 | 12 | 3 | 819 |

| | | As at 30 Sep 25 | | | | | |
|-----------------------------------|--|-----------------|------------|-----------|-----------|-----------|--------------|
| Risk weight | | 0% | 20% | 50% | 85% | Other | EaD post-CRM |
| Asset class | | \$m | \$m | \$m | \$m | \$m | \$m |
| Corporate (including SME) | | - | 33 | 21 | 74 | 19 | 147 |
| RBNZ regulated banking subsidiary | | 1,322 | 418 | 43 | - | - | 1,783 |
| Total | | 1,322 | 451 | 64 | 74 | 19 | 1,930 |

Counterparty credit risk (cont.)

CCR4: IRB – CCR exposures by portfolio and probability of default scale

The following tables provide key parameters used in the calculation of capital requirements for counterparty credit risk exposures under the A-IRB and F-IRB approaches by asset class and PD band. These tables exclude exposures cleared through CCPs, which are disclosed separately in CCR8: *Exposures to central counterparties*.

March 2026 v September 2025

RWA for corporate counterparty credit risk exposures subject to the F-IRB approach decreased by \$1.3 billion or 37.4% due to a decrease in derivative EaD and the downgrade of a single counterparty. Non-performing exposures have zero RWA and higher expected loss under the F-IRB approach.

Counterparty credit risk exposures subject to the A-IRB approach by asset class and PD band

| PD scale | As at 31 Mar 26 | | | | | | |
|--|-----------------|--------------|--------------------------|-------------|------------------|--------------|--------------|
| | EaD post-CRM | Average PD | Number of counterparties | Average LGD | Average maturity | RWA | RWA density |
| | \$m | % | | % | years | \$m | % |
| Corporate (including SME) | | | | | | | |
| 0.00 to <0.15 | 845 | 0.09% | 162 | 31% | 3.5 | 216 | 25.5% |
| 0.15 to <0.25 | 422 | 0.20% | 175 | 34% | 2.7 | 157 | 37.3% |
| 0.25 to <0.50 | 715 | 0.36% | 711 | 36% | 2.7 | 360 | 50.3% |
| 0.50 to <0.75 | 110 | 0.62% | 318 | 47% | 1.7 | 87 | 78.9% |
| 0.75 to <2.50 | 363 | 1.17% | 1,043 | 48% | 1.6 | 361 | 99.5% |
| 2.50 to <10.00 | 34 | 3.85% | 129 | 39% | 1.9 | 38 | 112.1% |
| 10.00 to <100.00 | 19 | 22.79% | 140 | 50% | 1.0 | 49 | 259.7% |
| 100.00 (Default) | 7 | 100.00% | 20 | 30% | 1.1 | 29 | 415.6% |
| Sub-total | 2,515 | 0.86% | 2,698 | 36% | 2.7 | 1,297 | 51.6% |
| RBNZ regulated banking subsidiary | | | | | | | |
| 0.00 to <0.15 | 580 | 0.10% | 76 | 59% | 1.4 | 187 | 32.3% |
| 0.15 to <0.25 | 145 | 0.19% | 69 | 59% | 1.6 | 70 | 48.4% |
| 0.25 to <0.50 | 294 | 0.40% | 156 | 59% | 1.4 | 235 | 79.9% |
| 0.50 to <0.75 | 64 | 0.62% | 59 | 59% | 1.1 | 61 | 94.8% |
| 0.75 to <2.50 | 112 | 1.12% | 262 | 59% | 1.3 | 129 | 115.0% |
| 2.50 to <10.00 | 22 | 4.77% | 68 | 59% | 1.3 | 41 | 185.3% |
| 10.00 to <100.00 | 19 | 23.38% | 5 | 60% | 1.5 | 63 | 337.9% |
| 100.00 (Default) | - | 100.00% | 5 | 59% | 1.2 | 1 | 325.6% |
| Sub-total | 1,236 | 0.75% | 700 | 59% | 1.4 | 787 | 63.7% |
| Total subject to A-IRB approach | 3,751 | 0.82% | 3,398 | 44% | 2.3 | 2,084 | 55.6% |

| PD scale | As at 30 Sep 25 | | | | | | |
|----------------------------------|-----------------|--------------|--------------------------|-------------|------------------|--------------|--------------|
| | EaD post-CRM | Average PD | Number of counterparties | Average LGD | Average maturity | RWA | RWA density |
| | \$m | % | | % | years | \$m | % |
| Corporate (including SME) | | | | | | | |
| 0.00 to <0.15 | 836 | 0.10% | 160 | 30% | 2.7 | 181 | 21.6% |
| 0.15 to <0.25 | 522 | 0.20% | 166 | 33% | 2.5 | 188 | 36.1% |
| 0.25 to <0.50 | 722 | 0.37% | 649 | 37% | 2.4 | 369 | 51.1% |
| 0.50 to <0.75 | 221 | 0.62% | 314 | 48% | 2.2 | 196 | 88.7% |
| 0.75 to <2.50 | 489 | 1.07% | 920 | 46% | 1.6 | 460 | 94.1% |
| 2.50 to <10.00 | 51 | 3.42% | 129 | 49% | 2.5 | 78 | 154.1% |
| 10.00 to <100.00 | 15 | 21.30% | 146 | 49% | 1.0 | 38 | 250.6% |
| 100.00 (Default) | 3 | 100.00% | 8 | 50% | 1.0 | 19 | 687.5% |
| Sub-total | 2,859 | 0.66% | 2,492 | 37% | 2.4 | 1,529 | 53.5% |

Counterparty credit risk (cont.)

| As at 30 Sep 25 | | | | | | | |
|--|---------------------|-----------------|--------------------------|------------------|---------------------------|--------------|------------------|
| PD scale | EaD post-CRM \$m | Average PD % | Number of counterparties | Average LGD % | Average maturity years | RWA \$m | RWA density % |
| RBNZ regulated banking subsidiary | | | | | | | |
| 0.00 to <0.15 | 491 | 0.09% | 74 | 59% | 1.4 | 155 | 31.5% |
| 0.15 to <0.25 | 156 | 0.19% | 65 | 59% | 1.5 | 78 | 50.2% |
| 0.25 to <0.50 | 248 | 0.38% | 141 | 59% | 1.6 | 190 | 76.7% |
| 0.50 to <0.75 | 82 | 0.62% | 63 | 59% | 1.3 | 77 | 94.6% |
| 0.75 to <2.50 | 122 | 1.12% | 234 | 59% | 1.4 | 145 | 118.9% |
| 2.50 to <10.00 | 19 | 5.39% | 59 | 59% | 1.3 | 38 | 195.4% |
| 10.00 to <100.00 | 24 | 23.33% | 9 | 60% | 1.4 | 81 | 338.0% |
| Sub-total | 1,142 | 0.90% | 645 | 59% | 1.4 | 764 | 67.0% |
| Total subject to A-IRB approach | 4,001 | 0.73% | 3,137 | 43% | 2.1 | 2,293 | 57.3% |

Counterparty credit risk exposures subject to the F-IRB approach by asset class and PD band

| As at 31 Mar 26 | | | | | | | |
|--|---------------------|-----------------|--------------------------|------------------|---------------------------|--------------|------------------|
| PD scale | EaD post-CRM \$m | Average PD % | Number of counterparties | Average LGD % | Average maturity years | RWA \$m | RWA density % |
| Corporate | | | | | | | |
| 0.00 to <0.15 | 1,936 | 0.09% | 62 | 48% | 2.9 | 716 | 36.9% |
| 0.15 to <0.25 | 1,242 | 0.19% | 58 | 41% | 2.7 | 528 | 42.5% |
| 0.25 to <0.50 | 877 | 0.36% | 97 | 47% | 2.6 | 620 | 70.7% |
| 0.50 to <0.75 | 176 | 0.62% | 21 | 49% | 2.6 | 164 | 93.6% |
| 0.75 to <2.50 | 115 | 1.06% | 35 | 49% | 1.7 | 114 | 99.0% |
| 2.50 to <10.00 | 5 | 3.97% | 3 | 50% | 1.0 | 7 | 147.2% |
| 100.00 (Default) ⁽¹⁾ | 235 | 100.00% | 2 | 50% | 4.9 | - | - |
| Sub-total | 4,586 | 5.33% | 278 | 46% | 2.9 | 2,149 | 46.8% |
| Sovereign | | | | | | | |
| 0.00 to <0.15 | 1,342 | 0.02% | 34 | 7% | 1.9 | 19 | 1.3% |
| 0.75 to <2.50 | 3 | 1.35% | 1 | 50% | 1.0 | 3 | 101.2% |
| Sub-total | 1,345 | 0.02% | 35 | 7% | 1.9 | 22 | 1.6% |
| Financial institution | | | | | | | |
| 0.00 to <0.15 | 17,073 | 0.07% | 996 | 50% | 1.1 | 4,007 | 23.5% |
| 0.15 to <0.25 | 1,732 | 0.18% | 175 | 50% | 1.1 | 834 | 48.1% |
| 0.25 to <0.50 | 416 | 0.36% | 89 | 50% | 0.9 | 277 | 66.6% |
| 0.50 to <0.75 | 26 | 0.62% | 21 | 50% | 1.0 | 24 | 92.2% |
| 0.75 to <2.50 | 130 | 1.38% | 63 | 50% | 0.1 | 143 | 109.7% |
| 2.50 to <10.00 | 2 | 3.16% | 6 | 50% | 0.1 | 2 | 150.7% |
| 100.00 (Default) ⁽¹⁾ | - | 100.00% | 1 | 50% | 1.0 | - | - |
| Sub-total | 19,379 | 0.09% | 1,351 | 50% | 1.1 | 5,287 | 27.3% |
| Total subject to F-IRB approach | 25,310 | 1.04% | 1,664 | 47% | 1.4 | 7,458 | 29.5% |

(1) RWA for non-performing exposures is zero under the F-IRB approach.

Counterparty credit risk (cont.)

| As at 30 Sep 25 | | | | | | | |
|--|------------------------|--------------------|-----------------------------|---------------------|------------------------------|--------------|---------------------|
| PD scale | EaD post-CRM \$m | Average PD % | Number of counterparties | Average LGD % | Average maturity years | RWA \$m | RWA density % |
| Corporate | | | | | | | |
| 0.00 to <0.15 | 2,157 | 0.09% | 65 | 48% | 2.5 | 719 | 33.3% |
| 0.15 to <0.25 | 1,452 | 0.18% | 54 | 45% | 2.5 | 635 | 43.7% |
| 0.25 to <0.50 | 1,020 | 0.34% | 103 | 46% | 2.8 | 710 | 69.6% |
| 0.50 to <0.75 | 454 | 0.62% | 18 | 50% | 4.3 | 544 | 119.9% |
| 0.75 to <2.50 | 66 | 1.55% | 33 | 45% | 1.0 | 63 | 95.6% |
| 2.50 to <10.00 | 12 | 3.58% | 5 | 50% | 1.0 | 17 | 142.4% |
| 10.00 to <100.00 | 228 | 23.43% | 3 | 50% | 4.9 | 746 | 327.6% |
| Sub-total | 5,389 | 1.22% | 281 | 47% | 2.8 | 3,434 | 63.7% |
| Sovereign | | | | | | | |
| 0.00 to <0.15 | 1,440 | 0.02% | 34 | 7% | 1.8 | 18 | 1.2% |
| Sub-total | 1,440 | 0.02% | 34 | 7% | 1.8 | 18 | 1.2% |
| Financial institution | | | | | | | |
| 0.00 to <0.15 | 17,211 | 0.07% | 979 | 50% | 1.0 | 4,085 | 23.7% |
| 0.15 to <0.25 | 1,722 | 0.17% | 151 | 50% | 1.4 | 855 | 49.7% |
| 0.25 to <0.50 | 197 | 0.34% | 81 | 50% | 0.8 | 125 | 63.8% |
| 0.50 to <0.75 | 30 | 0.62% | 17 | 50% | 0.8 | 27 | 89.6% |
| 0.75 to <2.50 | 137 | 1.38% | 65 | 50% | 0.2 | 152 | 111.0% |
| 2.50 to <10.00 | 1 | 3.51% | 6 | 50% | 0.3 | 2 | 157.0% |
| 10.00 to <100.00 | - | 23.43% | 1 | 50% | 1.0 | - | 317.2% |
| Sub-total | 19,298 | 0.09% | 1,300 | 50% | 1.1 | 5,246 | 27.2% |
| Total subject to F-IRB approach | 26,127 | 0.32% | 1,615 | 47% | 1.5 | 8,698 | 33.3% |

CCR5: Composition of collateral for CCR exposures

The following table provides details of collateral received and posted to reduce or support counterparty credit risk exposures related to derivative transactions and SFTs, including transactions cleared through CCPs. In this disclosure:

- Only collateral that impacts the calculation of EaD is included. Amounts reflect the fair value of collateral received and posted and are reported after considering any applicable haircuts. Application of a haircut has the effect of reducing the fair value of collateral received and increasing the value of collateral posted.
- Segregated collateral in derivative transactions refers to collateral which is held in a bankruptcy-remote manner.

| As at 31 Mar 26 | | | | | | |
|---|--|--------------|---------------------------------|--------------|-----------------------------------|---------------------------------|
| | Collateral used in derivative transactions | | | | Collateral used in SFTs | |
| | Fair value of collateral received | | Fair value of collateral posted | | Fair value of collateral received | Fair value of collateral posted |
| | Segregated | Unsegregated | Segregated | Unsegregated | | |
| | \$m | \$m | \$m | \$m | \$m | \$m |
| Cash – domestic currency | - | 1,112 | - | 199 | 16,749 | 38,878 |
| Cash – other currencies | - | 4,558 | - | 4,168 | 53,677 | 86,793 |
| Domestic sovereign debt | 43 | - | - | - | 35,099 | 16,038 |
| Other sovereign debt | 559 | 365 | - | - | 77,636 | 49,592 |
| Corporate and financial institution bonds | 128 | - | - | - | 9,222 | 7,381 |
| Equity securities | - | - | - | - | 2,938 | 3,175 |
| Total | 730 | 6,035 | - | 4,367 | 195,321 | 201,857 |

Counterparty credit risk (cont.)

| As at 30 Sep 25 | | | | | | |
|---|--|--------------|---------------------------------|--------------|-----------------------------------|---------------------------------|
| | Collateral used in derivative transactions | | | | Collateral used in SFTs | |
| | Fair value of collateral received | | Fair value of collateral posted | | Fair value of collateral received | Fair value of collateral posted |
| | Segregated | Unsegregated | Segregated | Unsegregated | | |
| | \$m | \$m | \$m | \$m | \$m | \$m |
| Cash – domestic currency | - | 570 | - | 334 | 15,263 | 35,964 |
| Cash – other currencies | - | 3,903 | - | 3,456 | 59,000 | 80,406 |
| Domestic sovereign debt | 48 | - | - | - | 33,844 | 16,158 |
| Other sovereign debt | 595 | 396 | - | - | 69,309 | 50,599 |
| Corporate and financial institution bonds | - | - | - | - | 11,246 | 11,480 |
| Equity securities | - | - | - | - | 2,255 | 4,002 |
| Total | 643 | 4,869 | - | 3,790 | 190,917 | 198,609 |

CCR6: Credit derivatives exposures

The following table provides details of credit derivative transactions broken down between derivatives bought or sold.

| | As at | | | |
|----------------------------------|-------------------|-----------------|-------------------|-----------------|
| | 31 Mar 26 | | 30 Sep 25 | |
| | Protection bought | Protection sold | Protection bought | Protection sold |
| | \$m | \$m | \$m | \$m |
| Notionals | | | | |
| Single-name credit default swaps | 413 | 1,311 | 435 | 1,288 |
| Index credit default swaps | 10,656 | 6,537 | 7,425 | 3,922 |
| Total notionals | 11,069 | 7,848 | 7,860 | 5,210 |
| Fair values | | | | |
| Positive fair value (asset) | - | 123 | - | 114 |
| Negative fair value (liability) | (161) | - | (171) | - |

CCR8: Exposures to central counterparties

The following table provides exposures to QCCPs by type of exposure. The Level 2 Group does not have any exposures to non-QCCPs.

| | As at | | | |
|--|--------------|------------|--------------|------------|
| | 31 Mar 26 | | 30 Sep 25 | |
| | EaD post-CRM | RWA | EaD post-CRM | RWA |
| | \$m | \$m | \$m | \$m |
| 1 Exposures to QCCPs (total) | | 362 | | 402 |
| 2 Exposures for trades at QCCPs (excluding initial margin and default fund contributions), of which: | 2,808 | 95 | 2,845 | 102 |
| 3 Over-the-counter derivatives | 2,159 | 79 | 2,113 | 79 |
| - of which: RBNZ regulated banking subsidiary | 367 | 7 | 400 | 8 |
| 4 Exchange-traded derivatives | 282 | 9 | 314 | 15 |
| - of which: RBNZ regulated banking subsidiary | 2 | - | 5 | 1 |
| 5 SFTs | 367 | 7 | 418 | 8 |
| 7 Segregated initial margin | 1,383 | | 1,607 | |
| 8 Non-segregated initial margin | 547 | 11 | 383 | 8 |
| 9 Pre-funded default fund contributions | 323 | 256 | 372 | 292 |

Securitisation

SEC1: *Securitisation exposures in the banking book* and SEC2: *Securitisation exposures in the trading book* provide a comprehensive view of the Level 2 Group's securitisation activities, and include securitisation exposures of the RBNZ regulated banking subsidiary that are subject to the RBNZ's credit risk framework. Securitisation exposures of the RBNZ regulated banking subsidiary are also disclosed in the credit risk and counterparty credit risk sections of this report, as applicable.

In contrast, securitisation exposures and associated regulatory capital requirements in SEC3 and SEC4 provide those securitisation exposures within the scope of APS 120.

In these disclosures:

- Bank acts as originator refers to where the Group originates underlying exposures in the pool, is the managing ADI for the securitisation or provides a facility (other than a derivatives transaction) or credit enhancement to an asset-backed commercial paper securitisation. Group originated exposures comprise:
 - Capital relief – significant risk transfer of the underlying exposure is achieved for regulatory purposes.
 - Funding only – significant risk transfer is not achieved.
 - Internal residential mortgage-backed securities (RMBS) – securities are issued and held internally for contingent liquidity purposes (also known as self-securitisation).
- Bank acts as investor refers to where the Level 2 Group holds investments in third-party securitisation exposures.
- Traditional securitisation refers to where a pool of underlying exposures is transferred or assigned to and held by an SPV. The Level 2 Group does not have any synthetic securitisation exposures.

SEC1: Securitisation exposures in the banking book

The following table provides the carrying value of traditional securitisation exposures in the banking book. In addition to these carrying values, the EaD of derivatives provided to SPVs where the Level 2 Group acts as the originator was \$20 million (September 2025: \$21 million).

March 2026 v September 2025

Securitisation exposures in the banking book originated by the Level 2 Group increased by \$1.4 billion or 1.2%, primarily due to the establishment of a new external RMBS trust that satisfies the requirements for regulatory capital relief.

| | | As at 31 Mar 26 | | As at 30 Sep 25 | |
|----------|---------------------------------|-------------------------|-----------------------|-------------------------|-----------------------|
| | | Bank acts as originator | Bank acts as investor | Bank acts as originator | Bank acts as investor |
| | | \$m | \$m | \$m | \$m |
| 1 | Retail (total) | 118,334 | 21,989 | 116,954 | 21,410 |
| 2 | of which: residential mortgage | 118,334 | 18,538 | 116,954 | 17,349 |
| 3 | of which: credit card | - | 26 | - | 43 |
| 4 | of which: other retail | - | 3,425 | - | 4,018 |
| 6 | Wholesale (total) | - | 5,208 | - | 5,109 |
| 7 | of which: loans to corporates | - | 1,233 | - | 1,023 |
| 8 | of which: commercial mortgage | - | 606 | - | 431 |
| 9 | of which: lease and receivables | - | 1,550 | - | 1,626 |
| 10 | of which: other wholesale | - | 1,819 | - | 2,029 |

SEC2: Securitisation exposures in the trading book

The following table provides the EaD of traditional securitisation exposures in the trading book.

| | | As at | | |
|----------|--------------------------------|-------------------------|-----------------------|-----------------------|
| | | 31 Mar 26 | | 30 Sep 25 |
| | | Bank acts as originator | Bank acts as investor | Bank acts as investor |
| | | \$m | \$m | \$m |
| 1 | Retail (total) | 15 | 671 | 572 |
| 2 | of which: residential mortgage | 15 | 603 | 414 |
| 3 | of which: credit card | - | 5 | 7 |
| 4 | of which: other retail | - | 63 | 151 |
| 6 | Wholesale (total) | - | 52 | 139 |
| 7 | of which: loans to corporates | - | 3 | 7 |
| 10 | of which: other wholesale | - | 49 | 132 |

Securitisation (cont.)

SEC3: Securitisation exposures in the banking book and associated regulatory capital requirements – bank acting as originator or as sponsor

The following table provides securitisation exposures in the banking book where the Level 2 Group acts as originator, and the associated RWA. The Level 2 Group does not act as sponsor.

| | | As at 31 Mar 26 | | | | | | | | |
|----------|-----------------------------|----------------------------------|----------|------------------------------------|-----------|-----------------------|------------------------------------|----------|--|----------|
| | | EaD (by risk-weight bands) | | EaD (by regulatory approach) | | | RWA (by regulatory approach) | | Capital charge after cap ⁽¹⁾ | |
| | | ≤20% | 1,250% | ERBA | SFA | 1,250% ⁽²⁾ | ERBA | SFA | ERBA | SFA |
| | | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m |
| 1 | Total exposures | 79 | 1 | 50 | 29 | 1 | 11 | 4 | 1 | - |
| 2 | Traditional securitisation | 79 | 1 | 50 | 29 | 1 | 11 | 4 | 1 | - |
| 3 | of which: securitisation | 79 | 1 | 50 | 29 | 1 | 11 | 4 | 1 | - |
| 4 | of which: retail underlying | 79 | 1 | 50 | 29 | 1 | 11 | 4 | 1 | - |

(1) RWA divided by 12.5. The capital charge is based on RWA after the application of any risk-weight cap that may apply under APS 120.

(2) Exposures which would have a 1,250% risk weight under BCBS requirements are deducted from CET1 capital under APRA requirements.

| | | As at 30 Sep 25 | | | | | | | | |
|----------|-----------------------------|----------------------------------|----------|------------------------------------|----------|-----------------------|------------------------------------|----------|--|----------|
| | | EaD (by risk-weight bands) | | EaD (by regulatory approach) | | | RWA (by regulatory approach) | | Capital charge after cap ⁽¹⁾ | |
| | | ≤20% | 1,250% | ERBA | SFA | 1,250% ⁽²⁾ | ERBA | SFA | ERBA | SFA |
| | | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m |
| 1 | Total exposures | 58 | 5 | 55 | 3 | 5 | 11 | - | 1 | - |
| 2 | Traditional securitisation | 58 | 5 | 55 | 3 | 5 | 11 | - | 1 | - |
| 3 | of which: securitisation | 58 | 5 | 55 | 3 | 5 | 11 | - | 1 | - |
| 4 | of which: retail underlying | 58 | 5 | 55 | 3 | 5 | 11 | - | 1 | - |

(1) RWA divided by 12.5. The capital charge is based on RWA after the application of any risk-weight cap that may apply under APS 120.

(2) Exposures which would have a 1,250% risk weight under BCBS requirements are deducted from CET1 capital under APRA requirements.

Securitisation (cont.)

SEC4: Securitisation exposures in the banking book and associated capital requirements – bank acting as investor

The following table provides securitisation exposures in the banking book where the bank acts as investor, and the associated RWA.

March 2026 v September 2025

Securitisation exposure investments in the banking book increased by \$1.3 billion or 3.9%, primarily driven by warehouse limit increases. The \$2.9 billion increase in securitisation exposures with a risk weight between 20% and 50% was primarily due to decreased credit quality of a small number of warehouse exposures which previously had a risk weight less than 20%.

| | | As at 31 Mar 26 | | | | | | | | |
|----------|-----------------------------|----------------------------------|-------------------|--------------------|------------------------------------|---------------|------------------------------------|--------------|--|------------|
| | | EaD (by risk-weight bands) | | | EaD (by regulatory approach) | | RWA (by regulatory approach) | | Capital charge after cap ⁽¹⁾ | |
| | | ≤20% | >20% to 50% | >50% to 100% | ERBA | SFA | ERBA | SFA | ERBA | SFA |
| | | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m |
| 1 | Total exposures | 30,631 | 2,990 | 422 | 6,416 | 27,627 | 1,311 | 4,531 | 105 | 363 |
| 2 | Traditional securitisation | 30,631 | 2,990 | 422 | 6,416 | 27,627 | 1,311 | 4,531 | 105 | 363 |
| 3 | of which: securitisation | 30,631 | 2,990 | 422 | 6,416 | 27,627 | 1,311 | 4,531 | 105 | 363 |
| 4 | of which: retail underlying | 25,329 | 2,255 | 422 | 5,318 | 22,688 | 1,092 | 3,713 | 87 | 297 |
| 6 | of which: wholesale | 5,302 | 735 | - | 1,098 | 4,939 | 219 | 818 | 18 | 66 |

(1) RWA divided by 12.5. The capital charge is based on RWA after the application of any risk-weight cap that may apply under APS 120.

| | | As at 30 Sep 25 | | | | | | | | |
|----------|-----------------------------|----------------------------------|-------------------|--------------------|------------------------------------|---------------|------------------------------------|--------------|--|------------|
| | | EaD (by risk-weight bands) | | | EaD (by regulatory approach) | | RWA (by regulatory approach) | | Capital charge after cap ⁽¹⁾ | |
| | | ≤20% | >20% to 50% | >50% to 100% | ERBA | SFA | ERBA | SFA | ERBA | SFA |
| | | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m |
| 1 | Total exposures | 32,570 | 101 | 88 | 6,441 | 26,318 | 1,325 | 4,069 | 106 | 325 |
| 2 | Traditional securitisation | 32,570 | 101 | 88 | 6,441 | 26,318 | 1,325 | 4,069 | 106 | 325 |
| 3 | of which: securitisation | 32,570 | 101 | 88 | 6,441 | 26,318 | 1,325 | 4,069 | 106 | 325 |
| 4 | of which: retail underlying | 26,648 | 33 | 88 | 5,110 | 21,659 | 1,059 | 3,352 | 85 | 268 |
| 6 | of which: wholesale | 5,922 | 68 | - | 1,331 | 4,659 | 266 | 717 | 21 | 57 |

(1) RWA divided by 12.5. The capital charge is based on RWA after the application of any risk-weight cap that may apply under APS 120.

Market risk

Market risk risk-weighted assets

The following table provides a breakdown of market risk RWA by approach.

| | As at | |
|--|---------------|---------------|
| | 31 Mar 26 | 30 Sep 25 |
| | \$m | \$m |
| Market risk RWA under the internal model approach | 11,435 | 10,882 |
| Market risk RWA under the standard method | | |
| Interest rate risk | 1,106 | 839 |
| Equity position risk | 14 | 11 |
| Total market risk RWA under the standard method | 1,120 | 850 |
| Total | 12,555 | 11,732 |

Internal model approach value at risk and stressed value at risk

The following table provides information on the mean, minimum and maximum value at risk (VaR) and stressed value at risk (SVaR) over the reporting period and at period end. VaR and SVaR provided are based on a 10-day holding period.

| | 6 months ended 31 Mar 26 | | | As at |
|----------------------------------|--------------------------|---------------|---------------|-----------|
| | Mean value | Minimum value | Maximum value | 31 Mar 26 |
| | \$m | \$m | \$m | \$m |
| At a 99% confidence level | | | | |
| VaR | 29.8 | 17.1 | 52.6 | 25.4 |
| SVaR | 135.6 | 70.7 | 228.9 | 90.8 |
| | 6 months ended 30 Sep 25 | | | As at |
| | Mean value | Minimum value | Maximum value | 30 Sep 25 |
| | \$m | \$m | \$m | \$m |
| At a 99% confidence level | | | | |
| VaR | 29.4 | 18.8 | 50.2 | 27.3 |
| SVaR | 108.1 | 57.8 | 270.2 | 111.2 |

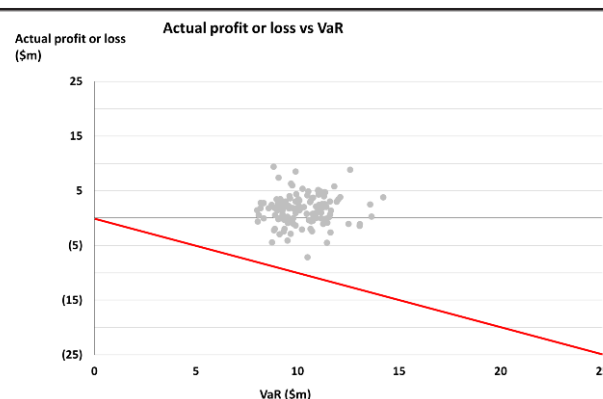
Back-testing results

The following graphs compare the Group's daily VaR estimates against actual profit or loss. Actual trading outcomes are adjusted to remove the impact of intra-day trading and factors other than market movements. The red line represents a one-to-one relationship between negative actual profit or loss and VaR, which is an indicator of the VaR model's performance.

Results for the six months ended 31 March 2026



Results for the six months ended 30 September 2025



Back-testing, carried out by comparing the Group's daily VaR estimate against actual profit or loss, identified no exceptions during the six months ended 31 March 2026 (nil for the six months ended 30 September 2025). This indicates acceptable operation of the VaR model within APRA's guidelines.

Liquidity

9.1 Regulatory liquidity ratios

Liquidity coverage ratio

The LCR measures the adequacy of HQLA available to meet net cash outflows over a 30-day period during a severe liquidity stress scenario. The Board sets LCR targets above regulatory minimums and the Group manages its LCR position daily across the legal entity structure, major currencies and jurisdictions in which business activities are undertaken. The APRA minimum LCR is 100%.

The Group's funding strategy seeks to ensure appropriate diversification and limit maturity concentrations. This approach is designed to provide a relatively stable LCR profile over time.

The Group's mix of liquid assets primarily consists of HQLA, such as cash, deposits with central banks, Australian government and semi-government securities, and securities issued by foreign sovereigns. The currency mix of these holdings is set with reference to the currency of the underlying liquidity risk to support all regulatory and internal requirements being met. Liquid assets held by material banking subsidiaries surplus to APRA minimums are not included in LCR for the Level 2 Group, reflecting assumed constraints on transferability. The currency mismatch of liquidity risk is managed through the LCR, as well as via other internal metrics, and informs the currency, composition, and location of HQLA held.

The LCR for the three months ended 31 March 2026 and 31 December 2025 is presented in LIQ1: *Liquidity coverage ratio*, and is based on a simple average of daily LCR outcomes excluding non-business days. There were 62 daily LCR data points used in calculating the average for the most recent quarter and 64 observations in the previous quarter.

Net stable funding ratio

The NSFR measures the extent to which assets are funded with stable sources of funding in order to mitigate the risk of future funding stress. ASF is calculated by applying weightings to capital and liabilities to reflect the portion that is expected to be available over a one-year time horizon. The maturity of funding is taken as being the earliest date at which the funding can be withdrawn. RSF reflects the liquidity characteristics of the assets and the expectation that these assets and off-balance sheet exposures will require funding over the next year. The maturity of assets is taken as being the latest possible date at which the asset may mature. The APRA minimum NSFR is 100%.

The NSFR as at 31 March 2026 and 31 December 2025 is presented in LIQ2: *Net stable funding ratio*, and is based on spot balances.

Regulatory liquidity ratios (cont.)

LIQ1: Liquidity coverage ratio

| | | 3 months ended | | | |
|----------------------|---|---|--------------------------------|---|--------------------------------|
| | | 31 Mar 26 | | 31 Dec 25 | |
| | | Total unweighted value (average) ⁽¹⁾ | Total weighted value (average) | Total unweighted value (average) ⁽¹⁾ | Total weighted value (average) |
| | | \$m | \$m | \$m | \$m |
| HQLA | | | | | |
| 1 | Total HQLA ⁽²⁾⁽³⁾⁽⁴⁾ | | 200,027 | | 210,361 |
| - | of which: alternative liquid assets ⁽³⁾ | | 3,369 | | 3,023 |
| - | of which: RBNZ eligible securities ⁽³⁾⁽⁴⁾ | | 3,369 | | 3,023 |
| Cash outflows | | | | | |
| 2 | Retail deposits and deposits from small business customers | 314,882 | 32,925 | 309,951 | 32,220 |
| 3 | of which: stable deposits | 139,342 | 6,967 | 138,648 | 6,932 |
| 4 | of which: less stable deposits | 175,540 | 25,958 | 171,303 | 25,288 |
| 5 | Unsecured wholesale funding | 191,562 | 89,760 | 192,884 | 90,558 |
| 6 | of which: operational deposits (all counterparties) and deposits in networks of cooperative banks | 89,665 | 22,492 | 90,713 | 22,678 |
| 7 | of which: non-operational deposits (all counterparties) | 90,586 | 55,957 | 89,348 | 55,057 |
| 8 | of which: unsecured debt | 11,311 | 11,311 | 12,823 | 12,823 |
| 9 | Secured wholesale funding ⁽³⁾ | | 8,886 | | 11,343 |
| 10 | Additional requirements | 212,479 | 35,177 | 213,042 | 35,424 |
| 11 | of which: outflows related to derivative exposures and other collateral requirements | 6,462 | 6,457 | 6,151 | 6,145 |
| 12 | of which: outflows related to loss of funding on debt products | - | - | - | - |
| 13 | of which: credit and liquidity facilities | 206,017 | 28,720 | 206,891 | 29,279 |
| 14 | Other contractual funding obligations | 1,521 | 1,521 | 1,977 | 1,771 |
| 15 | Other contingent funding obligations | 91,818 | 5,987 | 89,263 | 5,690 |
| 16 | Total cash outflows | | 174,256 | | 177,006 |
| Cash inflows | | | | | |
| 17 | Secured lending (e.g. reverse repos) | 56,280 | 4,069 | 54,477 | 5,437 |
| 18 | Inflows from fully performing exposures | 22,609 | 14,241 | 21,511 | 14,026 |
| 19 | Other cash inflows | 3,582 | 3,840 | 2,748 | 3,346 |
| 20 | Total cash inflows | 82,471 | 22,150 | 78,736 | 22,809 |
| | | | Total adjusted value | | Total adjusted value |
| | | | \$m | | \$m |
| 21 | Total HQLA⁽²⁾ | | 200,027 | | 210,361 |
| 22 | Total net cash outflows | | 152,106 | | 154,197 |
| 23 | LCR (%)⁽⁵⁾ | | 132% | | 136% |

(1) Unweighted inflow and outflow values are outstanding balances maturing or callable within 30 days.

(2) Total HQLA represents liquid assets, including assets qualifying under alternative liquidity approaches.

(3) Disclosed on a weighted basis only, consistent with the disclosure template prescribed by APS 330.

(4) Weighted values exclude liquid asset holdings in excess of an LCR of 100% for material banking subsidiaries, reflecting liquidity transferability considerations. The average amount excluded during the three months to 31 March 2026 and 31 December 2025 was \$5.6 billion and \$5.8 billion, respectively.

(5) Average of daily LCR outcomes, excluding non-business days, during the quarter, rather than a function of average HQLA and average net cash outflows.

Regulatory liquidity ratios (cont.)

LIQ2: Net stable funding ratio

| | | As at 31 Mar 26 | | | | |
|-----------------|--|---------------------------------------|------------|----------------------|----------|----------------|
| | | Unweighted value by residual maturity | | | | Weighted value |
| | | No maturity | < 6 months | 6 months to < 1 year | ≥ 1 year | |
| | | \$m | \$m | \$m | \$m | \$m |
| ASF item | | | | | | |
| 1 | Capital, comprising: | 62,507 | - | - | 36,644 | 99,151 |
| 2 | Regulatory capital | 62,507 | - | - | 36,644 | 99,151 |
| 3 | Other capital instruments | - | - | - | - | - |
| 4 | Retail deposits and deposits from small business customers, comprising: | 297,235 | 99,465 | 764 | 56 | 365,405 |
| 5 | Stable deposits | 133,882 | 18,752 | - | - | 145,003 |
| 6 | Less stable deposits | 163,353 | 80,713 | 764 | 56 | 220,402 |
| 7 | Wholesale funding, comprising: | 147,273 | 264,268 | 67,272 | 115,963 | 255,447 |
| 8 | Operational deposits | 89,214 | - | - | - | 44,607 |
| 9 | Other wholesale funding | 58,059 | 264,268 | 67,272 | 115,963 | 210,840 |
| 10 | Liabilities with matching interdependent assets | - | - | - | - | - |
| 11 | Other liabilities, comprising: | - | 16,628 | - | 5,129 | 5,129 |
| 12 | NSFR derivative liabilities ⁽¹⁾ | - | - | 6,888 | - | - |
| 13 | All other liabilities and equity not included in the above categories | - | 9,740 | - | 5,129 | 5,129 |
| 14 | Total ASF | | | | | 725,132 |
| RSF item | | | | | | |
| 15 | Total NSFR HQLA | | | | | 4,887 |
| - | of which: alternative liquid assets | | | | | 209 |
| - | of which: RBNZ eligible securities | | | | | 209 |
| 16 | Deposits held at other financial institutions for operational purposes | - | - | - | - | - |
| 17 | Performing loans and securities, comprising: | 24,466 | 198,179 | 76,196 | 602,452 | 575,520 |
| 18 | Performing loans to financial institutions secured by Level 1 HQLA | - | 63,736 | 5,209 | - | 8,978 |
| 19 | Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions | 1,031 | 50,098 | 16,079 | 32,581 | 49,166 |
| 20 | Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and public sector entities | 15,825 | 75,032 | 48,974 | 149,144 | 200,444 |
| 21 | of which: with a risk weight of less than or equal to 35% under APS 112 ⁽²⁾ | 1,028 | 1,751 | 938 | 3,472 | 4,270 |
| 22 | Performing residential mortgages | 7,597 | 4,588 | 4,858 | 415,532 | 308,006 |
| - | of which: standard loans to individuals with an LVR of 80% or below ⁽³⁾ | 5,202 | - | - | 280,602 | 185,773 |
| 24 | Securities that are not in default and do not qualify as HQLA, including exchange-traded equities | 13 | 4,725 | 1,076 | 5,195 | 8,926 |
| 25 | Assets with matching interdependent liabilities | - | - | - | - | - |
| 26 | Other assets, comprising: | 12,445 | 7,724 | 146 | 35,526 | 35,547 |
| 27 | Physical traded commodities, including gold | 1,120 | | | | 952 |
| 28 | Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs ⁽¹⁾ | | | 4,124 | | 3,505 |
| 29 | NSFR derivative assets ⁽¹⁾ | | | 6,362 | | - |
| 30 | NSFR derivative liabilities before deduction of variation margin posted ⁽¹⁾ | | | 11,043 | | 2,209 |
| 31 | All other assets not included in the above categories | 11,325 | 7,724 | 146 | 13,997 | 28,881 |
| 32 | Off-balance sheet items ⁽¹⁾ | | | 222,411 | | 10,666 |
| 33 | Total RSF | | | | | 626,620 |
| 34 | NSFR (%) | | | | | 116% |

(1) Disclosed in total and not by maturity bucket, consistent with the disclosure template prescribed by APS 330.

(2) The description of row 21 has been modified from that set out in the BCBS *Disclosure Requirements* standard to align with APS 210.

(3) Comprises performing, unencumbered standard residential property loans to individuals with a residual maturity of one year or more, or no defined maturity, and an LVR of 80% or below, as defined under APS 112.

Regulatory liquidity ratios (cont.)

| | | As at 31 Dec 25 | | | | Weighted value \$m |
|-----------------|--|---------------------------------------|------------|----------------------|----------|-----------------------|
| | | Unweighted value by residual maturity | | | | |
| | | No maturity | < 6 months | 6 months to < 1 year | ≥ 1 year | |
| | | \$m | \$m | \$m | \$m | \$m |
| ASF item | | | | | | |
| 1 | Capital, comprising: | 63,331 | - | - | 35,647 | 98,978 |
| 2 | Regulatory capital | 63,331 | - | - | 35,647 | 98,978 |
| 3 | Other capital instruments | - | - | - | - | - |
| 4 | Retail deposits and deposits from small business customers, comprising: | 295,357 | 98,067 | 820 | 74 | 362,526 |
| 5 | Stable deposits | 134,268 | 18,376 | - | - | 145,012 |
| 6 | Less stable deposits | 161,089 | 79,691 | 820 | 74 | 217,514 |
| 7 | Wholesale funding, comprising: | 145,943 | 265,144 | 49,910 | 124,585 | 252,643 |
| 8 | Operational deposits | 90,512 | - | - | - | 45,256 |
| 9 | Other wholesale funding | 55,431 | 265,144 | 49,910 | 124,585 | 207,387 |
| 10 | Liabilities with matching interdependent assets | - | - | - | - | - |
| 11 | Other liabilities, comprising: | - | 13,637 | - | 4,654 | 4,654 |
| 12 | NSFR derivative liabilities ⁽¹⁾ | | | 6,494 | | |
| 13 | All other liabilities and equity not included in the above categories | - | 7,143 | - | 4,654 | 4,654 |
| 14 | Total ASF | | | | | 718,801 |
| RSF item | | | | | | |
| 15 | Total NSFR HQLA | | | | | 4,967 |
| - | of which: alternative liquid assets | | | | | 114 |
| - | of which: RBNZ eligible securities | | | | | 114 |
| 16 | Deposits held at other financial institutions for operational purposes | - | - | - | - | - |
| 17 | Performing loans and securities, comprising: | 24,197 | 189,955 | 82,401 | 589,487 | 560,184 |
| 18 | Performing loans to financial institutions secured by Level 1 HQLA | - | 67,224 | 3,337 | - | 8,391 |
| 19 | Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions | 992 | 48,767 | 16,532 | 23,898 | 40,471 |
| 20 | Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and public sector entities | 14,846 | 64,745 | 56,157 | 148,660 | 196,697 |
| 21 | of which: with a risk weight of less than or equal to 35% under APS 112 ⁽²⁾ | - | 2,345 | 1,255 | 4,565 | 4,768 |
| 22 | Performing residential mortgages | 7,717 | 5,249 | 5,405 | 412,556 | 306,462 |
| - | of which: standard loans to individuals with an LVR of 80% or below ⁽³⁾ | 5,314 | - | - | 279,807 | 185,329 |
| 24 | Securities that are not in default and do not qualify as HQLA, including exchange-traded equities | 642 | 3,970 | 970 | 4,373 | 8,163 |
| 25 | Assets with matching interdependent liabilities | - | - | - | - | - |
| 26 | Other assets, comprising: | 14,808 | 2,205 | 127 | 35,937 | 37,230 |
| 27 | Physical traded commodities, including gold | 1,598 | | | | 1,358 |
| 28 | Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs ⁽¹⁾ | | | 3,735 | | 3,175 |
| 29 | NSFR derivative assets ⁽¹⁾ | | | 5,728 | | - |
| 30 | NSFR derivative liabilities before deduction of variation margin posted ⁽¹⁾ | | | 10,896 | | 2,179 |
| 31 | All other assets not included in the above categories | 13,210 | 2,205 | 127 | 15,578 | 30,518 |
| 32 | Off-balance sheet items ⁽¹⁾ | | | 226,107 | | 10,863 |
| 33 | Total RSF | | | | | 613,244 |
| 34 | NSFR (%) | | | | | 117% |

(1) Disclosed in total and not by maturity bucket, consistent with the disclosure template prescribed by APS 330.

(2) The description of row 21 has been modified from that set out in the BCBS *Disclosure Requirements* standard to align with APS 210.

(3) Comprises performing, unencumbered standard residential property loans to individuals with a residual maturity of one year or more, or no defined maturity, and an LVR of 80% or below, as defined under APS 112.

Asset encumbrance

ENC: Asset encumbrance

The table below provides the carrying value of encumbered and unencumbered assets of the Group. The difference between assets of the Group and the Level 2 Group is detailed in CC2: *Reconciliation of regulatory capital to balance sheet*, and mainly relates to securitisation SPVs to which residential mortgages have been transferred in accordance with the requirements for regulatory capital relief in APS 120.

For the purposes of this disclosure, encumbered assets are assets that the Group is restricted or prevented from liquidating, selling, transferring or assigning due to legal, regulatory, contractual or other limitations. This definition differs to that used for the purposes of the LCR.

Assets are encumbered to access funding via repurchase agreements and covered bonds, and to meet collateral obligations under derivative transactions and repurchase agreements. Where assets held are pledged under derivative transactions or repurchase agreements, the Group retains substantially all of the risks and rewards of ownership of the assets and consequently the assets are not derecognised from the balance sheet.

March 2026 v September 2025

Encumbered assets decreased by \$5.7 billion or 4.5%. The primary drivers were a reduction in the minimum asset pool requirement for covered bonds following a decrease in the amount of covered bonds on issue, and matured repurchase agreements which reduced pledges of residential mortgages in New Zealand. In addition, there were lower pledges of debt securities, primarily under repurchase agreements.

| Assets | As at 31 Mar 26 | | |
|--|-------------------|---------------------|------------------|
| | Encumbered assets | Unencumbered assets | Total |
| | \$m | \$m | \$m |
| Cash and liquid assets | - | 1,773 | 1,773 |
| Due from other banks ⁽¹⁾ | 4,682 | 79,042 | 83,724 |
| Collateral placed ⁽²⁾ | 6,217 | - | 6,217 |
| Trading assets and debt instruments ⁽³⁾ | 68,463 | 136,177 | 204,640 |
| of which: government and semi-government bonds, notes and securities | 7,457 | 79,997 | 87,454 |
| of which: other debt and equity securities | 3,279 | 11,337 | 14,616 |
| of which: reverse repurchase agreements | 57,727 | 43,723 | 101,450 |
| Derivative assets | - | 28,001 | 28,001 |
| Other financial assets | - | 663 | 663 |
| Loans and advances | 41,742 | 756,840 | 798,582 |
| of which: residential mortgages (gross of provision for credit impairment) ⁽⁴⁾⁽⁵⁾ | 41,742 | 403,919 | 445,661 |
| All other assets | - | 19,053 | 19,053 |
| Total assets | 121,104 | 1,021,549 | 1,142,653 |

(1) Encumbered amounts due from other banks comprise regulatory minimum deposits placed with certain central and other banks and certain reverse repurchase agreements. Unencumbered amounts due from other banks include exchange settlement accounts with the RBA and RBNZ.

(2) Encumbered collateral placed comprises initial and variation margin posted in the form of cash, primarily under derivative margining agreements.

(3) Encumbered trading assets and debt instruments primarily comprise debt securities encumbered under repurchase agreements for trading or short-term funding and liquidity purposes. Debt securities are also pledged under derivative margining agreements.

(4) Encumbered residential mortgages include \$37.7 billion encumbered based on minimum asset pool requirements for NAB and BNZ covered bond programmes, where Group originated residential mortgages are allocated to the cover asset pool as remote specific securities backing covered bond issuances.

(5) Unencumbered assets include RMBS eligible as collateral for repurchase agreements. Under Prudential Practice Guide APG 210 *Liquidity*, the Level 2 Group holds self-securitised assets free from encumbrance to a minimum of 30% of Australian dollar net cash outflows in the LCR as contingency for periods of stress.

Asset encumbrance (cont.)

| Assets | As at 30 Sep 25 | | |
|--|-------------------|---------------------|------------------|
| | Encumbered assets | Unencumbered assets | Total |
| | \$m | \$m | \$m |
| Cash and liquid assets | - | 2,604 | 2,604 |
| Due from other banks ⁽¹⁾ | 5,683 | 86,263 | 91,946 |
| Collateral placed ⁽²⁾ | 5,763 | - | 5,763 |
| Trading assets and debt instruments ⁽³⁾⁽⁴⁾ | 70,579 | 120,939 | 191,518 |
| of which: government and semi-government bonds, notes and securities | 6,861 | 76,852 | 83,713 |
| of which: other debt and equity securities | 3,745 | 8,369 | 12,114 |
| of which: reverse repurchase agreements | 59,973 | 34,069 | 94,042 |
| Derivative assets | - | 21,826 | 21,826 |
| Other financial assets | - | 688 | 688 |
| Loans and advances | 44,767 | 731,359 | 776,126 |
| of which: residential mortgages (gross of provision for credit impairment) ⁽⁵⁾⁽⁶⁾ | 44,767 | 391,846 | 436,613 |
| All other assets | - | 18,591 | 18,591 |
| Total assets | 126,792 | 982,270 | 1,109,062 |

(1) Encumbered amounts due from other banks comprise regulatory minimum deposits placed with certain central and other banks and certain reverse repurchase agreements. Unencumbered amounts due from other banks include exchange settlement accounts with the RBA and RBNZ.

(2) Encumbered collateral placed comprises initial and variation margin posted in the form of cash, primarily under derivative margining agreements.

(3) Encumbered trading assets and debt instruments primarily comprise debt securities encumbered under repurchase agreements for trading or short-term funding and liquidity purposes. Debt securities are also pledged under derivative margining agreements.

(4) Encumbered trading assets and debt instruments have been restated from that previously disclosed.

(5) Encumbered residential mortgages include \$39.7 billion encumbered based on minimum asset pool requirements for NAB and BNZ covered bond programmes, where Group originated residential mortgages are allocated to the cover asset pool as remote specific securities backing covered bond issuances.

(6) Unencumbered assets include RMBS eligible as collateral for repurchase agreements. Under APG 210, the Level 2 Group holds self-securitised assets free from encumbrance to a minimum of 30% of Australian dollar net cash outflows in the LCR as contingency for periods of stress.

Accountable Person attestation

The Group Chief Financial Officer, an Accountable Person of National Australia Bank Limited, attests that the March 2026 Pillar 3 Report has been prepared in accordance with NAB's Group External Reporting Policy.



Inder Singh
Group Chief Financial Officer and Group Executive, Strategy
4 May 2026

Disclosure requirements index

The following table sets out the disclosure requirements of the BCBS *Disclosure Requirements* standard, including the reporting frequency, and where the disclosure is made if included in this report.

| BCBS <i>Disclosure Requirements</i> standard tables and templates | | | Reporting frequency | Pillar 3 report section |
|---|-------|---|--|---|
| DIS20: Overview of risk management, key prudential metrics and risk-weighted assets (RWA) | KM1 | Key metrics (at consolidated group level) | Quarterly | Section 2 <i>Overview of key metrics and RWA</i> |
| | KM2 | Key metrics - total loss-absorbing capacity (TLAC) requirements (at resolution group level) | N/A as only required for global systemically important banks (G-SIBs) | |
| | OVA | Bank risk management approach | Annual | - |
| | OV1 | Overview of RWA | Quarterly | Section 2 <i>Overview of key metrics and RWA</i> |
| DIS21: Comparison of modelled and standardised RWA | CMS1 | Comparison of modelled and standardised RWA at risk level | Quarterly | Section 2 <i>Overview of key metrics and RWA</i> |
| | CMS2 | Comparison of modelled and standardised RWA for credit risk at asset class level | Semi-annual | Section 2 <i>Overview of key metrics and RWA</i> |
| DIS25: Composition of capital and TLAC | CCA | Main features of regulatory capital instruments and of other TLAC-eligible instruments | Semi-annual ⁽¹⁾ | Available at nab.com.au/about-us/shareholder-centre/regulatory-disclosures |
| | CC1 | Composition of regulatory capital | Semi-annual | Section 3 <i>Capital</i> |
| | CC2 | Reconciliation of regulatory capital to balance sheet | Semi-annual | Section 3 <i>Capital</i> |
| | TLAC1 | TLAC composition for G-SIBs (at resolution group level) | N/A as only required for G-SIBs | |
| | TLAC2 | Material subgroup entity - creditor ranking at legal entity level | N/A as only required for G-SIBs | |
| | TLAC3 | Resolution entity - creditor ranking at legal entity level | N/A as only required for G-SIBs | |
| DIS26: Capital distribution constraints | CDC | Capital distribution constraints | APRA has not required this disclosure which is at the discretion of national supervisors | |
| DIS30: Links between financial statements and regulatory exposures | LIA | Explanations of differences between accounting and regulatory exposure amounts | Annual | - |
| | LI1 | Differences between accounting and regulatory scopes of consolidation and mapping of financial statement categories with regulatory risk categories | Annual ⁽²⁾ | Section 4 <i>Links between financial statements and regulatory exposures</i> |
| | LI2 | Main sources of differences between regulatory exposure amounts and carrying values in financial statements | Annual | - |
| | PV1 | Prudent valuation adjustments (PVAs) | Not required under APS 330 | |
| DIS31: Asset encumbrance | ENC | Asset encumbrance | Semi-annual | Section 10 <i>Asset encumbrance</i> |
| DIS35: Remuneration ⁽³⁾ | REMA | Remuneration policy | Not required under APS 330 | |
| | REM1 | Remuneration awarded during financial year | Not required under APS 330 | |
| | REM2 | Special payments | Not required under APS 330 | |
| | REM3 | Deferred remuneration | Not required under APS 330 | |
| DIS40: Credit risk | CRA | General qualitative information about credit risk | Annual | - |
| | CR1 | Credit quality of assets | Semi-annual | Section 5 <i>Credit risk</i> |
| | CR2 | Changes in stock of defaulted loans and debt securities | Semi-annual | Section 5 <i>Credit risk</i> |
| | CRB | Additional disclosure related to the credit quality of assets | Annual | - |
| | CRB-A | Additional disclosure related to prudential treatment of problem assets | APRA has not required this disclosure which is at the discretion of national supervisors | |
| | CRC | Qualitative disclosure related to credit risk mitigation (CRM) techniques | Annual | - |
| | CR3 | CRM techniques - overview | Semi-annual | Section 5 <i>Credit risk</i> |

(1) Disclosed quarterly to provide information on a more timely basis.

(2) Disclosed as additional information semi-annually to facilitate understanding of how carrying values in other disclosures correspond to amounts on the Group's balance sheet.

(3) Disclosure is made separately of the requirements set out in Prudential Standard CPS 511 *Remuneration* on an annual basis.

Disclosure requirements index (cont.)

| BCBS <i>Disclosure Requirements</i> standard tables and templates | | | Reporting frequency | Pillar 3 report section |
|---|---------------------------------------|---|---------------------------------------|--|
| DIS40: Credit risk (cont.) | CRD | Qualitative disclosure on banks' use of external credit ratings under the standardised approach for credit risk | Annual | - |
| | CR4 | Standardised approach - credit risk exposure and CRM effects | Semi-annual | Section 5 <i>Credit risk</i> |
| | CR5 | Standardised approach - exposures by asset classes and risk weights | Semi-annual | Section 5 <i>Credit risk</i> |
| | CRE | Qualitative disclosure related to internal ratings-based (IRB) models | Annual | - |
| | CR6 | IRB - credit risk exposures by portfolio and probability of default (PD) range | Semi-annual | Section 5 <i>Credit risk</i> |
| | CR7 | IRB - effect on RWA of credit derivatives used as CRM techniques | Semi-annual | No credit derivatives are held for credit mitigation purposes at the current or comparative reporting date |
| | CR8 | RWA flow statements of credit risk exposures under IRB | Quarterly | Section 5 <i>Credit risk</i> |
| | CR9 | IRB - backtesting of PD per portfolio | Annual | - |
| | CR10 | IRB - specialised lending under the slotting approach | Semi-annual | Section 5 <i>Credit risk</i> |
| | DIS42: Counterparty credit risk (CCR) | CCRA | Qualitative disclosure related to CCR | Annual |
| CCR1 | | Analysis of CCR exposures by approach | Semi-annual | Section 6 <i>Counterparty credit risk</i> |
| CCR3 | | Standardised approach - CCR exposures by regulatory portfolio and risk weights | Semi-annual | Section 6 <i>Counterparty credit risk</i> |
| CCR4 | | IRB - CCR exposures by portfolio and PD scale | Semi-annual | Section 6 <i>Counterparty credit risk</i> |
| CCR5 | | Composition of collateral for CCR exposure | Semi-annual | Section 6 <i>Counterparty credit risk</i> |
| CCR6 | | Credit derivatives exposures | Semi-annual | Section 6 <i>Counterparty credit risk</i> |
| CCR7 | | RWA flow statements of CCR exposures under internal model method (IMM) | | Not required under APS 330 |
| CCR8 | | Exposures to central counterparties | Semi-annual | Section 6 <i>Counterparty credit risk</i> |
| DIS43: Securitisation | SECA | Qualitative disclosure requirements related to securitisation exposures | Annual | - |
| | SEC1 | Securitisation exposures in the banking book | Semi-annual | Section 7 <i>Securitisation</i> |
| | SEC2 | Securitisation exposures in the trading book | Semi-annual | Section 7 <i>Securitisation</i> |
| | SEC3 | Securitisation exposures in the banking book and associated regulatory capital requirements - bank acting as originator or as sponsor | Semi-annual | Section 7 <i>Securitisation</i> |
| | SEC4 | Securitisation exposures in the banking book and associated capital requirements - bank acting as investor | Semi-annual | Section 7 <i>Securitisation</i> |
| DIS45: Sovereign exposures | SOV1 | Exposures to sovereign entities - country | | APRA has not required this disclosure which is at the discretion of national supervisors |
| | SOV2 | Exposures to sovereign entities - currency denomination breakdown | | APRA has not required this disclosure which is at the discretion of national supervisors |
| | SOV3 | Exposures to sovereign entities - accounting classification breakdown | | APRA has not required this disclosure which is at the discretion of national supervisors |
| DIS50: Market risk ⁽¹⁾ | MRA | General qualitative disclosure requirements related to market risk | | Not required under APS 330 |
| | MR1 | Market risk under the standardised approach | | Not required under APS 330 |
| | MRB | Qualitative disclosures for banks using the internal models approach (IMA) | | Not required under APS 330 |
| | MR2 | Market risk for banks using the IMA | | Not required under APS 330 |
| | MR3 | Market risk under the simplified standardised approach | | Not required under APS 330 |

(1) Disclosure is made of the quantitative and qualitative requirements set out in APS 330 Attachment A paragraph 32 on a semi-annual and annual basis, respectively. Quantitative disclosures are in Section 8 *Market risk*.

Disclosure requirements index (cont.)

| BCBS Disclosure Requirements standard tables and templates | | | Reporting frequency | Pillar 3 report section |
|--|--------|--|-----------------------|--|
| DIS51: Credit valuation adjustment (CVA) risk | CVAA | General qualitative disclosure requirements related to CVA | Annual | - |
| | CVA1 | The reduced basic approach for CVA (BA-CVA) | | Not required under APS 330 |
| | CVA2 | The full BA-CVA | | Not required under APS 330 |
| | CVAB | Qualitative disclosures for banks using the standardised approach (SA-CVA) | | N/A as only required for banks using the SA-CVA |
| | CVA3 | The SA-CVA | | Not required under APS 330 |
| | CVA4 | RWA flow statements of CVA risk exposures under SA-CVA | | Not required under APS 330 |
| DIS55: Cryptoasset exposures | CAEA | Qualitative disclosure on a bank's activities related to cryptoassets and the approach used in assessing the classification conditions | Annual | - |
| | CAE1 | Cryptoasset exposures and capital requirements | Semi-annual | No cryptoasset exposures are held at the reporting date |
| | CAE2 | Accounting classification of exposures to cryptoassets and cryptoliabilities | Semi-annual | No cryptoasset or cryptoliability exposures are held at the reporting date |
| | CAE3 | Liquidity requirements for exposures to cryptoassets and cryptoliabilities | Semi-annual | No cryptoasset or cryptoliability exposures are held at the reporting date |
| DIS60: Operational risk | ORA | General qualitative information on a bank's operational risk framework | Annual | - |
| | OR1 | Historical losses | Annual | - |
| | OR2 | Business indicator and subcomponents | Annual ⁽¹⁾ | - |
| | OR3 | Minimum required operational risk capital | Annual ⁽¹⁾ | - |
| DIS70: Interest rate risk in the banking book (IRRBB) | IRRBBA | IRRBB risk management objectives and policies | Annual | - |
| | IRRBB1 | Quantitative information on IRRBB | Annual | - |
| DIS75: Macroprudential supervisory measures | GSIB1 | Disclosure of G-SIB indicators | Annual | G-SIB indicators are available at nab.com.au/about-us/shareholder-centre/regulatory-disclosures |
| | CCyB1 | Geographical distribution of credit exposures used in the calculation of the bank-specific countercyclical capital buffer requirement | Semi-annual | Section 3 <i>Capital</i> |
| DIS80: Leverage ratio | LR1 | Summary comparison of accounting assets vs leverage ratio exposure measure | Semi-annual | Section 3 <i>Capital</i> |
| | LR2 | Leverage ratio common disclosure template | Quarterly | Section 3 <i>Capital</i> |
| DIS85: Liquidity | LIQA | Liquidity risk management | Annual | - |
| | LIQ1 | Liquidity coverage ratio (LCR) | Quarterly | Section 9 <i>Liquidity</i> |
| | LIQ2 | Net stable funding ratio (NSFR) | Semi-annual | Section 9 <i>Liquidity</i> |

(1) Disclosed as additional information in the first quarter Pillar 3 report to provide information on a more timely basis. The business indicator component of operational risk capital is updated as part of 31 December reporting following finalisation of the year-end financial report.

Glossary

AASB

Australian Accounting Standards Board

Accountable Person

An accountable person for the purposes of the Banking Act 1959 (Cth).

Additional Tier 1 capital

Comprises high quality components of capital that provide a permanent and unrestricted commitment of funds, are freely available to absorb losses, rank behind the claims of depositors and other more senior creditors in the event of winding-up of the issuer, and provide for fully discretionary capital distributions.

ADI

Authorised deposit-taking institution

Advanced internal ratings-based (A-IRB) approach

The approach used by the Group, under approval from APRA, to calculate the capital requirement for credit risk, which utilises the outputs of internally developed models for probability of default, loss given default and exposure at default.

ANZSIC

Australian and New Zealand Standard Industrial Classification

APRA

Australian Prudential Regulation Authority

APS

Prudential standards issued by APRA applicable to ADIs.

Available stable funding (ASF)

The portion of an ADI's capital and liabilities expected to be reliably provided over a one-year time horizon.

Banking book

Exposures not contained in the trading book.

BCBS

Basel Committee on Banking Supervision

BNZ

Bank of New Zealand, a banking subsidiary regulated by the Reserve Bank of New Zealand.

Carrying value

The value of assets and liabilities reported on the balance sheet under accounting standards and interpretations issued by the Australian Accounting Standards Board. Information on how the requirements of the Australian Accounting Standards Board have been applied through the Group's accounting policies is contained in the 2025 Annual Report.

CCF

Credit conversion factor

CCR

Counterparty credit risk

CCyB

Countercyclical capital buffer

Central counterparty (CCP)

A clearing house which interposes itself, directly or indirectly, between counterparties to contracts traded in one or more financial markets, thereby insuring the future performance of open contracts.

Citi consumer business

Citigroup's Australian consumer business, acquired by the Group in June 2022.

Citigroup

Citigroup Pty Limited and Citigroup Overseas Investment Corporation.

Common Equity Tier 1 (CET1) capital

The highest quality component of capital. CET1 capital ranks behind the claims of depositors and other creditors in the event of winding-up of the issuer, absorbs losses as and when they occur, has full flexibility of dividend payments and has no maturity date. CET1 capital consists of paid-up ordinary share capital, retained profits and certain other items as defined in APS 111 'Capital Adequacy: Measurement of Capital'.

Common Equity Tier 1 capital ratio

Common Equity Tier 1 capital divided by risk-weighted assets.

Company

National Australia Bank Limited ABN 12 004 044 937

CPS

Prudential standards issued by APRA applicable to regulated entities, including ADIs.

Credit valuation adjustment (CVA)

A capital charge to reflect potential mark-to-market losses due to counterparty migration risk for bilateral over-the-counter derivative contracts.

CRM

Credit risk mitigation

D-SIB

Domestic systemically important bank

Default

Default occurs when a loan obligation is contractually 90 days or more past due, or when it is considered unlikely that the credit obligation to the Group will be paid in full without remedial action, such as realisation of security.

Default fund

Clearing members' funded or unfunded contributions towards, or underwriting of, a central counterparty's mutualised loss sharing arrangements.

Expected loss

Expected loss for non-defaulted exposures is a function of long-run probability of default and stressed loss given default. Expected loss for defaulted exposures:

- is the best estimate of expected loss for A-IRB exposures.
- is a function of EaD and supervisory estimates of LGD for F-IRB exposures.
- is a supervisory prescribed percentage of EaD for specialised lending exposures.

Expected loss is not required to be calculated for exposures subject to the standardised approach.

Exposure at default (EaD)

An estimate of the credit exposure amount outstanding if a customer defaults.

Extended Licensed Entity

The ADI and any APRA-approved subsidiaries assessed as effectively part of a single 'stand-alone' entity, as defined in APS 222 'Associations with Related Entities'.

External ratings-based approach (ERBA)

An approach to calculate the capital requirements for credit risk on securitisation exposures within the scope of APS 120 'Securitisation', which utilises risk weights based on external credit ratings issued by recognised External Credit Assessment Institutions.

Foundation internal ratings-based (F-IRB) approach

An approach to calculate the capital requirement for credit risk, which utilises the outputs of internally developed models for probability of default, and supervisory estimates for loss given default and exposure at default.

G-SIB

Global systemically important bank

Group

NAB and its controlled entities.

High-quality liquid assets (HQLA)

Consists primarily of cash, deposits with central banks, Australian government and semi-government securities, and securities issued by foreign sovereigns as defined in APS 210 'Liquidity'.

Individually assessed provision for credit impairment

The provision assessed on an individual basis in accordance with Australian Accounting Standard AASB 9 'Financial Instruments'.

Internal model approach (IMA) - non-traded market risk

The approach used by the Group, under approval from APRA, to calculate the capital requirement for non-traded market risk. The IMA is used to calculate interest rate risk in the banking book for transactions in the banking book.

Internal model approach (IMA) - traded market risk

The approach used by the Group, under approval from APRA, to calculate the capital requirement for traded market risk. The IMA is used to calculate general market risk for transactions in the trading book, other than those covered by the standard method.

Leverage ratio

Tier 1 capital divided by exposures as defined in APS 110 'Capital Adequacy'. Exposures include on-balance sheet exposures, derivative exposures, securities financing transaction exposures and other off-balance sheet exposures.

Liquidity coverage ratio (LCR)

A metric that measures the adequacy of high-quality liquid assets available to meet net cash outflows over a 30-day period during a severe liquidity stress scenario.

Loss given default (LGD)

An estimate of the expected severity of loss for a credit exposure following a default event. Regulatory LGDs reflect a stressed economic condition at the time of default.

LVR

Loan-to-valuation ratio

NAB

National Australia Bank Limited ABN 12 004 044 937

NAB Europe

National Australia Bank Europe S.A.

Net stable funding ratio (NSFR)

A ratio of the amount of available stable funding to the amount of required stable funding.

Net write-offs

A reduction in the carrying amount of loans and advances where there is no reasonable expectation of recovery of a portion or the entire exposure, net of recoveries.

Non-performing exposures

Exposures which are in default aligned to the definition in APS 220 'Credit Risk Management'.

Probability of default (PD)

An estimate of the likelihood of a customer defaulting or not repaying their borrowings and other obligations in the next 12 months.

Qualifying central counterparty (QCCP)

An entity licensed to operate as a central counterparty, and permitted to operate as such with respect to products offered. The entity must be based and prudentially supervised in a jurisdiction where the relevant regulator or overseer has established that it applies domestic rules and regulations consistent with the 'Principles for Financial Market Infrastructures' issued by the Committee on Payments and Market Infrastructures and International Organization of Securities Commissions.

RBA

Reserve Bank of Australia

RBNZ

Reserve Bank of New Zealand

Required stable funding (RSF)

The amount of stable funding an ADI is required to hold measured as a function of the liquidity characteristics and residual maturities of the various assets held by an ADI, including off-balance sheet exposures.

Risk-weighted assets (RWA)

A quantitative measure of risk required by the APRA risk-based capital adequacy framework, covering credit risk for on- and off-balance sheet exposures, market risk, operational risk and interest rate risk in the banking book.

RMBS

Residential mortgage-backed securities

SA-CCR

Standardised approach for measuring counterparty credit risk exposures

Securities financing transaction (SFT)

A transaction such as a repurchase agreement, reverse repurchase agreement or a securities lending and borrowing transaction where the value of the transaction depends on the market valuation of securities and the transaction is typically subject to margin agreements.

SME

Small and medium-sized enterprises

SPV

Special purpose vehicle

Standard method

An alternative approach to calculate the capital requirement for traded market risk, which applies supervisory risk weights to positions arising from trading activities.

Standardised approach (SA)

An approach to calculate the capital requirement for credit risk, which utilises supervisory risk weights based on external ratings and/or the application of specific regulator defined metrics to determine risk-weighted assets.

Standardised measurement approach (SMA)

An approach to calculate the capital requirement for operational risk based on a business indicator, a financial statement proxy of operational risk exposure.

Supervisory formula approach (SFA)

An approach to calculate the capital requirements for credit risk on securitisation exposures within the scope of APS 120 'Securitisation' that lack eligible external ratings or do not meet the operational criteria for the external ratings-based approach. The SFA uses structural features of the securitisation exposure and specific parameters of the underlying asset pool to determine the capital requirement.

SVaR

Stressed value at risk

Tier 1 capital

Common Equity Tier 1 capital plus Additional Tier 1 capital.

Tier 1 capital ratio

Tier 1 capital divided by risk-weighted assets.

Tier 2 capital

Includes components of capital that, to varying degrees, fall short of the quality of Tier 1 capital but nonetheless contribute to the overall strength of an ADI and its capacity to absorb losses.

Total capital

Tier 1 capital plus Tier 2 capital.

Total capital ratio

Total capital divided by risk-weighted assets.

Trading book

Positions in financial instruments, including derivatives and other off-balance sheet instruments, that are held either with a trading intent or to hedge other elements of the trading book.

Value at risk (VaR)

A mathematical technique that uses statistical analysis of historical data to estimate a portfolio's potential losses for a given holding period and likelihood.

