

Items impacting CBA's financial reporting

Thursday, 1 February 2024 Sydney: Commonwealth Bank of Australia (CBA) today provides an update on changes to financial reporting impacting the 1H24 financial comparatives (refer to Attachment A for detailed comparatives tables).

1. Financial reporting changes in the 31 December 2023 half year profit announcement

Changes to classification of Asian Banking investments

During the half year ended 31 December 2023, the following changes have been made to Asian Banking investments:

- The Group announced the sale of our Indonesian subsidiary PT Bank Commonwealth, and will therefore reclassify the assets and liabilities as held for sale; and
- Revised the classification and measurement of our investment in Qilu Bank from investment in associate to fair value through other comprehensive income.

This will result in a change to the presentation of these Asian Banking investments, and retrospective changes to financial comparatives as outlined in the table below and included in Attachment A.

	Half Year Ended	
	31 Dec 2022	30 Jun 2023
Restatements to Financial Comparatives	\$M	\$M
Cash Profit from Continuing Operations	27	(119)
Assets Increase/ (Decrease)	(255)	(422)
Shareholder equity Increase/ (Decrease)	(222)	(372)

These classification changes have no impact on Common Equity Tier 1.

2. Impact to effective tax rate

The Group's effective tax rate on cash profit (continuing operations basis) will be 30.5% for the half year ended 31 December 2023. This is higher than the Australian corporate tax rate mainly due to:

- The divestment and reclassification of Asian Banking investments that were reported on a post-tax basis;
- An increase in fully franked hybrid capital distributions that are non-deductible for tax purposes; and
- The repeal of the offshore banking unit tax concession from 1 July 2023.



3. Changes to financial reporting arising from customer re-segmentation

Continued changes to classification of portfolios have been made during the current half which results in changes to comparative financial information. These changes have not impacted the Group's cash net profit after tax (NPAT), but result in changes to the presentation of the Divisional Income Statements and Balance Sheets of the affected divisions. The key changes are:

- The transfer of some customers between Retail Banking Services, Business Banking and Institutional Banking and Markets; and
- Refinements of the allocation of capital and support units costs.

A summary of the impacts of financial reporting changes on financial comparatives and restated financial comparatives is included in Attachment A.

4. Half year results announcement

Commonwealth Bank of Australia (CBA) is scheduled to announce its half year results on 14 February 2024. A virtual results briefing will be webcast with Chief Executive Officer, Matt Comyn, and Chief Financial Officer, Alan Docherty, at 10:30am (Australian Eastern Daylight Savings time) on 14 February 2024. This briefing will be available via webcast on the Commonwealth Bank Investor Centre (www.commbank.com.au/about-us/investors/results).

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The release of this announcement was authorised by the Continuous Disclosure Committee



Attachment A

Updated Financial Comparative Tables for the 2024 Interim Profit Announcement

Group Performance Summary

	Half Year Ended		
	("cash basis")		
	31 Dec 23	30 Jun 23	31 Dec 22
	\$M	\$M	\$M
Group Performance Summary			
Net interest income	-	11,419	11,637
Other operating income	-	2,093	1,986
Total operating income	-	13,512	13,623
Operating expenses	-	(6,085)	(5,773)
Operating performance	-	7,427	7,850
Loan impairment expense	-	(597)	(511)
Net profit before tax	-	6,830	7,339
Corporate tax expense	-	(1,938)	(2,159)
Net profit after tax from continuing operations	-	4,892	5,180
Net profit after tax from discontinued operations ¹	-	8	10
Net profit after tax	-	4,900	5,190
(Loss)/gain on acquisition, disposal, closure and demerger of businesses	-	(54)	(30)
Hedging and IFRS volatility	-	(20)	12
Net profit after tax ("statutory basis")	-	4,826	5,172
Cash net profit after tax, by division			
Retail Banking Services (excl. General Insurance)	-	2,666	2,915
General Insurance	-	-	(39)
Retail Banking Services	-	2,666	2,876
Business Banking	-	1,846	1,778
Institutional Banking and Markets	-	589	459
New Zealand	-	620	700
Corporate Centre and Other	-	(829)	(633)
Net profit after tax from continuing operations ("cash basis")	-	4,892	5,180

¹ The financial results of discontinued operations are excluded from the individual account lines of the Bank's performance and are reported as a single cash net profit after tax line item. Discontinued operations mainly relates to transitional service agreement activities for divested entities such as CFS.



Attachment A

Consolidated Balance Sheet

	As at		
	31 Dec 23	30 Jun 23	31 Dec 22
	\$M	\$M	\$M
Assets			
Cash and liquid assets	–	116,619	156,140
Receivables from financial institutions	–	6,079	7,598
Assets at fair value through Income Statement	–	67,627	24,885
Derivative assets	–	23,945	29,668
Investment securities:			
At amortised cost	–	2,032	2,581
At fair value through Other Comprehensive Income	–	84,671	80,858
Assets held for sale	–	5	3
Loans and other receivables	–	926,082	906,324
Property, plant and equipment	–	4,950	5,068
Investments in associates and joint ventures	–	1,827	1,840
Intangible assets	–	7,393	7,136
Deferred tax assets	–	3,811	3,283
Other assets	–	7,382	6,797
Total assets	–	1,252,423	1,232,181
Liabilities			
Deposits and other public borrowings	–	864,995	879,152
Payables to financial institutions	–	21,910	19,863
Liabilities at fair value through Income Statement	–	40,103	7,015
Derivative liabilities	–	25,347	33,194
Current tax liabilities	–	671	305
Deferred tax liabilities	–	88	104
Provisions	–	3,013	3,163
Term funding from central banks	–	54,220	56,011
Debt issues	–	122,267	118,843
Bills payable and other liabilities	–	15,578	13,314
	–	1,148,192	1,130,964
Loan capital	–	32,598	28,896
Total liabilities	–	1,180,790	1,159,860
Net assets	–	71,633	72,321
Shareholders' Equity			
Ordinary share capital	–	33,913	35,140
Reserves	–	(2,295)	(1,540)
Retained profits	–	40,010	38,716
Shareholders' Equity attributable to equity holders of the Bank	–	71,628	72,316
Non-controlling interests	–	5	5
Total Shareholders' Equity	–	71,633	72,321



Attachment A

Key Performance Indicators

Key Performance Indicators ¹	Half Year Ended		
	31 Dec 23	30 Jun 23	31 Dec 22
Retail Banking Services ²			
Cash net profit after tax (\$M)	–	2,666	2,915
Net interest margin (%)	–	2.62	2.79
Average interest earning assets (\$M) ³	–	438,780	426,880
Operating expenses to total operating income (%)	–	35.5	34.6
Risk weighted assets (\$M) ⁴	–	175,627	176,042
Business Banking			
Cash net profit after tax (\$M)	–	1,846	1,778
Net interest margin (%)	–	3.52	3.55
Average interest earning assets (\$M) ³	–	209,160	201,141
Operating expenses to total operating income (%)	–	31.1	31.9
Risk weighted assets (\$M)	–	133,239	151,480
Institutional Banking and Markets			
Cash net profit after tax (\$M)	–	589	459
Net interest margin (%)	–	0.91	0.87
Average interest earning assets (\$M)	–	160,437	163,881
Operating expenses to total operating income (%)	–	40.3	47.3
Risk weighted assets (\$M)	–	74,805	90,194
New Zealand			
Cash net profit after tax (A\$M)	–	620	700
Net interest margin (ASB) (%) ⁵	–	2.32	2.47
Average interest earning assets (ASB) (NZ\$M) ⁵	–	125,110	121,350
Operating expenses to total operating income (ASB) (%) ⁵	–	39.4	34.4
Risk weighted assets - APRA basis (A\$M) ⁶	–	61,958	58,471
Risk weighted assets - RBNZ basis (NZ\$M) ⁷	–	70,780	69,491
AUM - average (ASB) (NZ\$M) ⁵	–	20,876	20,353

1 Presented on a "cash basis".

2 Excludes General Insurance.

3 Net of average mortgage offset balances.

4 Includes General Insurance.

5 Key financial metrics represent ASB only and are calculated in New Zealand dollar terms.

6 Risk weighted assets (A\$M) calculated in accordance with APRA requirements.

7 Risk weighted assets (NZ\$M) calculated in accordance with RBNZ requirements.



Attachment A

Other Operating Income (continuing basis)

	Half Year Ended ¹		
	31 Dec 23	30 Jun 23	31 Dec 22
	\$M	\$M	\$M
Commissions	–	967	1,013
Lending fees	–	396	357
Trading income	–	582	513
Funds management and insurance income	–	54	28
Other income	–	94	75
Other operating income	–	2,093	1,986

Operating Expenses (continuing basis)

	Half Year Ended ¹		
	31 Dec 23	30 Jun 23	31 Dec 22
	\$M	\$M	\$M
Staff expenses	–	3,640	3,537
Occupancy and equipment expenses	–	471	479
Information technology services expenses	–	1,010	1,026
Other expenses	–	752	731
Underlying operating expenses	–	5,873	5,773
<i>Restructuring and one-off item ²</i>	–	212	–
Total operating expenses	–	6,085	5,773
Underlying operating expenses to underlying operating income (%)	–	43.5	42.4
Operating expenses to total operating income (%)	–	45.0	42.4
Average number of full-time equivalent staff (FTE)	–	49,219	48,942
Spot number of full-time equivalent staff (FTE)	–	49,454	48,538

¹ Presented on a cash basis.

² Relates to restructuring and one-off regulatory provision of \$212m in the prior half.



Attachment A

Retail Banking Services

	Half Year Ended		
	31 Dec 23	30 Jun 23	31 Dec 22
	\$M	\$M	\$M
Net interest income	–	5,701	5,996
Other operating income	–	749	724
Total operating income	–	6,450	6,720
Operating expenses	–	(2,289)	(2,326)
Loan impairment expense	–	(347)	(240)
Net profit before tax	–	3,814	4,154
Corporate tax expense	–	(1,148)	(1,239)
Cash net profit after tax	–	2,666	2,915
Cash net loss after tax from General Insurance	–	–	(39)
Total cash net profit after tax	–	2,666	2,876

	Half Year Ended		
	31 Dec 23	30 Jun 23	31 Dec 22
	\$M	\$M	\$M
Income analysis (excl. General Insurance)			
Net interest income			
Home loans	–	2,455	2,671
Consumer finance & other ¹	–	451	479
Deposits	–	2,795	2,846
Total net interest income	–	5,701	5,996
Other operating income			
Home loans	–	137	133
Consumer finance ²	–	153	175
Deposits	–	244	242
Distribution & other ³	–	215	174
Total other operating income	–	749	724
Total operating income	–	6,450	6,720

1 Consumer finance and other includes personal loans, credit cards, business lending and margin lending.

2 Consumer finance includes personal loans and credit cards.

3 Distribution includes income associated with the sale of foreign exchange and wealth products. Other includes merchants, business lending and Commsec brokerage.



Attachment A

Retail Banking Services (continued)

	As at		
	31 Dec 23	30 Jun 23	31 Dec 22
Balance Sheet (excluding General Insurance)	\$M	\$M	\$M
Home loans ¹	–	487,995	476,772
Consumer finance ²	–	11,969	11,679
Other interest earning assets	–	3,726	3,732
Total interest earning assets	–	503,690	492,183
Other assets	–	6,955	7,039
Total assets	–	510,645	499,222
Transaction deposits ³	–	56,311	57,025
Savings deposits ³	–	174,671	168,437
Investment deposits & other	–	81,059	74,631
Total interest bearing deposits	–	312,041	300,093
Non-interest bearing transaction deposits	–	50,473	55,481
Other non-interest bearing liabilities	–	6,763	5,831
Total liabilities	–	369,277	361,405

	Half Year Ended		
	31 Dec 23	30 Jun 23	31 Dec 22
Key Financial Metrics (excluding General Insurance)			
Performance indicators			
Net interest margin (%)	–	2.62	2.79
Return on assets (%)	–	1.1	1.2
Operating expenses to total operating income (%)	–	35.5	34.6
Impairment expense annualised as a % of average GLAAs (%)	–	0.14	0.10
Other information			
Average interest earning assets (\$M) ⁴	–	438,780	426,880
Risk weighted assets (\$M) ⁵	–	175,627	176,042
90+ days home loan arrears (%)	–	0.46	0.45
90+ days consumer finance arrears (%)	–	0.80	0.64
Spot number of full-time equivalent staff (FTE)	–	16,597	16,301

- 1 Home loans are presented gross of mortgage offset balances (30 June 2023: \$57,101 million; 31 December 2022: \$57,025 million). These balances are required to be grossed up under accounting standards but are netted down for the calculation of customer interest payments.
- 2 Consumer finance includes personal loans and credit cards.
- 3 Transaction and Savings deposits includes mortgage offset balances (30 June 2023: \$57,101 million; 31 December 2022: \$57,025 million).
- 4 Average interest earning assets are presented net of mortgage offset balances, which reduce customer interest payments. Average interest earning assets are also used in the calculation of divisional net interest margin.
- 5 Includes General Insurance.



Attachment A

Business Banking

	Half Year Ended		
	31 Dec 23	30 Jun 23	31 Dec 22
	\$M	\$M	\$M
Net interest income	-	3,653	3,595
Other operating income	-	513	516
Total operating income	-	4,166	4,111
Operating expenses	-	(1,296)	(1,310)
Loan impairment expense	-	(232)	(260)
Net profit before tax	-	2,638	2,541
Corporate tax expense	-	(792)	(763)
Cash net profit after tax	-	1,846	1,778
Income analysis			
Net interest income			
Small Business Banking	-	1,535	1,517
Commercial Banking	-	982	963
Regional and Agribusiness	-	503	497
Major Client Group	-	519	511
CommSec	-	114	107
Total net interest income	-	3,653	3,595
Other operating income			
Small Business Banking	-	180	184
Commercial Banking	-	124	120
Regional and Agribusiness	-	61	54
Major Client Group	-	89	88
CommSec	-	59	70
Total other operating income	-	513	516
Total operating income	-	4,166	4,111
Income by product			
Business products	-	2,906	2,769
Retail products	-	1,178	1,248
Equities and margin lending	-	82	94
Total operating income	-	4,166	4,111



Attachment A

Business Banking (continued)

	As at		
	31 Dec 23	30 Jun 23	31 Dec 22
Balance Sheet	\$M	\$M	\$M
Home loans ¹	–	95,823	93,652
Business loans ²	–	130,359	122,396
Margin loans	–	1,147	1,284
Consumer finance	–	1,658	1,690
Total lending interest earning assets	–	228,987	219,022
Non-lending interest earning assets	–	53	48
Other assets	–	1,161	1,063
Total assets	–	230,201	220,133
Transaction deposits ^{2,3}	–	35,385	34,999
Savings deposits ³	–	69,871	66,908
Investment deposits and other	–	51,637	47,342
Total interest bearing deposits	–	156,893	149,249
Non-interest bearing transaction deposits	–	57,982	63,267
Other non-interest bearing liabilities	–	2,361	2,028
Total liabilities	–	217,236	214,544

	Half Year Ended		
	31 Dec 23	30 Jun 23	31 Dec 22
Key Financial Metrics			
Performance indicators			
Net interest margin (%)	–	3.52	3.55
Return on assets (%)	–	1.6	1.6
Operating expenses to total operating income (%)	–	31.1	31.9
Impairment expense annualised as a % of average GLAAs (%)	–	0.21	0.24
Other information			
Average interest earning assets (\$M) ⁴	–	209,160	201,141
Risk weighted assets (\$M)	–	133,239	151,480
Troublesome and impaired assets (\$M) ⁵	–	4,151	3,629
Troublesome and impaired assets as a % of TCE (%) ⁵	–	2.48	2.30
Spot number of full-time equivalent staff (FTE)	–	5,563	5,611

1 Home loans are presented gross of mortgage offset balances (30 June 2023: \$12,032 million; 31 December 2022: \$13,161 million). These balances are required to be grossed up under accounting standards, but are netted down for the calculation of customer interest payments.

2 Business loans include Cash Management Pooling Facilities (CMPF) (30 June 2023: \$306 million; 31 December 2022: \$331 million). Transaction Deposits include CMPF liabilities (30 June 2023: \$1,273 million; 31 December 2022: \$904 million). These balances are required to be grossed up under accounting standards, but are netted down for the calculation of customer interest payments and risk weighted assets.

3 Transaction and Savings deposits include mortgage offset balances (30 June 2023: \$12,032 million; 31 December 2022: \$13,161 million).

4 Average interest earning assets are presented net of mortgage offset balances, which reduce customer interest payments. Average interest earning assets are also used in the calculation of divisional net interest margin.

5 Commercial troublesome and impaired assets only.



Attachment A

Institutional Banking and Markets

	Half Year Ended		
	31 Dec 23	30 Jun 23	31 Dec 22
	\$M	\$M	\$M
Net interest income	-	722	721
Other operating income	-	573	408
Total operating income	-	1,295	1,129
Operating expenses	-	(522)	(534)
Loan impairment (expense)/benefit	-	(3)	39
Net profit before tax	-	770	634
Corporate tax expense	-	(181)	(175)
Cash net profit after tax	-	589	459
Income analysis			
Net interest income			
Institutional Banking	-	709	702
Markets	-	13	19
Total net interest income	-	722	721
Other operating income			
Institutional Banking	-	257	207
Markets	-	316	201
Total other operating income	-	573	408
Total operating income	-	1,295	1,129
Income by product			
Institutional products	-	850	828
Asset leasing	-	116	81
Markets (excluding derivative valuation adjustments)	-	333	248
Total operating income excluding derivative valuation adjustments	-	1,299	1,157
Derivative valuation adjustments ¹	-	(4)	(28)
Total operating income	-	1,295	1,129

¹ Derivative valuation adjustments include both net interest income and other operating income adjustments.



Attachment A

Institutional Banking and Markets (continued)

Balance Sheet	As at		
	31 Dec 23	30 Jun 23	31 Dec 22
	\$M	\$M	\$M
Interest earning lending assets ¹	–	96,945	98,339
Non-lending interest earning assets	–	68,079	62,051
Other assets ²	–	25,603	28,007
Total assets	–	190,627	188,397
Transaction deposits ¹	–	97,188	93,161
Savings deposits	–	10,633	7,990
Investment deposits and other	–	56,288	53,255
Total interest bearing deposits	–	164,109	154,406
Due to other financial institutions	–	15,022	15,015
Other interest bearing liabilities ³	–	43,716	36,094
Non-interest bearing liabilities ²	–	21,934	26,257
Total liabilities	–	244,781	231,772

Key Financial Metrics	Half Year Ended		
	31 Dec 23	30 Jun 23	31 Dec 22
Performance indicators			
Net interest margin (%)	–	0.91	0.87
Net interest margin excl. markets (%)	–	1.47	1.37
Return on assets (%)	–	0.6	0.5
Operating expenses to total operating income (%)	–	40.3	47.3
Impairment expense annualised as a % of average GLAAs (%)	–	0.01	(0.08)
Other information			
Average interest earning assets (\$M)	–	160,437	163,881
Average interest earning assets excl. markets (\$M)	–	97,596	101,609
Risk weighted assets (\$M)	–	74,805	90,194
Troublesome and impaired assets (\$M)	–	198	187
Total committed exposures rated investment grade (%)	–	91.5	91.4
Spot number of full-time equivalent staff (FTE)	–	1,487	1,543

1 Interest earning lending assets include Cash Management Pooling Facilities (CMPF) (30 June 2023: \$22,105 million; 31 December 2022: \$18,324 million). Transaction deposits includes CMPF liabilities (30 June 2023: \$42,826 million; 31 December 2022: \$38,021 million). These balances are required to be grossed up under accounting standards, but are netted down for the calculation of customer interest payments and risk weighted assets.

2 Other assets include intangible assets and derivative assets. Non-interest bearing liabilities include derivative liabilities.

3 Other interest bearing liabilities include sale and repurchase agreements and liabilities at fair value.



Attachment A

New Zealand

New Zealand (A\$M)	Half Year Ended		
	31 Dec 23 A\$M	30 Jun 23 A\$M	31 Dec 22 A\$M
Net interest income	–	1,279	1,338
Other operating income ¹	–	193	231
Total operating income	–	1,472	1,569
Operating expenses	–	(599)	(555)
Loan impairment expense	–	(14)	(45)
Net profit before tax	–	859	969
Corporate tax expense	–	(239)	(269)
Cash net profit after tax	–	620	700

New Zealand (NZ\$M)	Half Year Ended		
	31 Dec 23 NZ\$M	30 Jun 23 NZ\$M	31 Dec 22 NZ\$M
Net interest income	–	1,390	1,464
Other operating income	–	213	263
Total operating income	–	1,603	1,727
Operating expenses	–	(650)	(611)
Loan impairment expense	–	(15)	(49)
Net profit before tax	–	938	1,067
Corporate tax expense	–	(261)	(299)
Cash net profit after tax	–	677	768
Represented by:			
ASB	–	710	803
Other ²	–	(33)	(35)
Cash net profit after tax	–	677	768

Key Financial Metrics ³	Half Year Ended		
	31 Dec 23	30 Jun 23	31 Dec 22
Performance indicator			
Operating expenses to total operating income (%)	–	40.5	35.4

1 Other operating income disclosed in AUD includes realised gains or losses associated with the hedging of New Zealand operations earnings. The hedging of the New Zealand operations has ceased, and the hedges were fully matured in February 2023.

2 Other includes ASB funding entities and elimination entries between New Zealand segment entities.

3 Key financial metrics are calculated in New Zealand dollar terms.



Attachment A

New Zealand (continued)

	Half Year Ended		
	31 Dec 23	30 Jun 23	31 Dec 22
ASB (NZ\$M)	NZ\$M	NZ\$M	NZ\$M
Net interest income	–	1,437	1,513
Other operating income	–	213	263
Total operating income	–	1,650	1,776
Operating expenses	–	(650)	(611)
Loan impairment expense	–	(15)	(49)
Net profit before tax	–	985	1,116
Corporate tax expense	–	(275)	(313)
Cash net profit after tax	–	710	803

	As at		
	31 Dec 23	30 Jun 23	31 Dec 22
ASB Balance Sheet (NZ\$M)	NZ\$M	NZ\$M	NZ\$M
Home loans	–	74,093	73,438
Business lending	–	21,484	21,068
Rural lending	–	11,695	10,976
Other interest earning assets	–	1,662	1,678
Total lending interest earning assets	–	108,934	107,160
Non-lending interest earning assets	–	16,099	15,922
Other assets	–	1,752	1,327
Total assets	–	126,785	124,409
Interest bearing customer deposits	–	67,876	65,062
Debt issues	–	21,186	20,216
Other deposits ¹	–	8,992	9,227
Other interest bearing liabilities	–	2,755	3,188
Total interest bearing liabilities	–	100,809	97,693
Non-interest bearing customer deposits	–	10,490	12,083
Other non-interest bearing liabilities	–	2,562	2,531
Total liabilities	–	113,861	112,307

¹ Other deposits include certificates of deposit, repurchase agreements and funding from RBNZ Funding for Lending Programme and Term Lending Facility.



Attachment A

New Zealand (continued)

ASB Key Financial Metrics ¹	Half Year Ended		
	31 Dec 23	30 Jun 23	31 Dec 22
Performance indicators			
Net interest margin (%)	–	2.32	2.47
Return on assets (%)	–	1.1	1.3
Operating expenses to total operating income (%)	–	39.4	34.4
Impairment expense annualised as a % of average GLAAs (%)	–	0.03	0.09
Other information			
Average interest earning assets (NZ\$M)	–	125,110	121,350
Risk weighted assets (NZ\$M) ²	–	70,780	69,491
Risk weighted assets (A\$M) ³	–	61,958	58,471
AUM - average (NZ\$M) ⁴	–	20,876	20,353
AUM - spot (NZ\$M) ⁴	–	21,307	20,212
90+ days home loan arrears (%)	–	0.34	0.22
90+ days consumer finance arrears (%)	–	0.49	0.51
Number of full-time equivalent staff (FTE)	–	6,016	5,898

1 Key financial metrics are calculated in New Zealand dollar terms unless otherwise stated.

2 Risk weighted assets calculated in accordance with RBNZ requirements.

3 Risk weighted assets (A\$M) calculated in accordance with APRA requirements.

4 On 11 February 2022, ASB sold the management rights of ASB Superannuation Master Trust ("SMT") to Smartshares Limited. The sale included a transition period where ASB continued to provide investment management and administration services until the transition was completed on 28 August 2023. The AUM balances related to SMT were included in the ASB AUM balance up until the transition date.



Attachment A

Corporate Centre and Other

Corporate Centre and Other (continuing operations, including eliminations)	Half Year Ended		
	31 Dec 23	30 Jun 23	31 Dec 22
	\$M	\$M	\$M
Net interest income	-	64	(13)
Other operating income	-	65	148
Total operating income	-	129	135
Underlying operating expenses	-	(1,167)	(1,034)
<i>Restructuring and one-off item</i>	-	(212)	-
Total operating expenses	-	(1,379)	(1,034)
Loan impairment expense	-	(1)	(5)
Net loss before tax	-	(1,251)	(904)
Corporate tax benefit	-	422	271
Cash net loss after tax	-	(829)	(633)



Attachment A

Consolidated Balance Sheet

The impact of the following change is presented below:

- Revised classification and measurement of the investment in Qilu Bank.

Balance Sheet	As at 30 June 2023			As at 31 December 2022		
	As published	Restatements in the current half	As restated	As published	Restatements in the current half	As restated
Assets						
Investment securities at fair value through Other Comprehensive Income	84,072	599	84,671	80,202	656	80,858
Investments in associates and joint ventures	2,848	(1,021)	1,827	2,751	(911)	1,840
Liabilities						
Deferred tax liabilities	138	(50)	88	137	(33)	104
Shareholders' Equity						
Reserves	(1,710)	(585)	(2,295)	(986)	(554)	(1,540)
Retained profits	39,797	213	40,010	38,384	332	38,716



Attachment A

Income Statement (Cash Basis)

The impact of the following change is presented below:

- Revised classification and measurement of the investment in Qilu Bank.

	Half Year Ended 30 June 2023 \$M	Half Year Ended 31 December 2022 \$M
Other operating income (continuing operations - cash basis)		
As published	2,225	1,956
Restatements in the current half:		
Revised classification and measurement of the investment in Qilu Bank	(132)	30
As restated	2,093	1,986

Statement of Comprehensive Income

The impact of the following change is presented below:

- Revised classification and measurement of the investment in Qilu Bank.

	Half Year Ended 30 June 2023 \$M	Half Year Ended 31 December 2022 \$M
Gains and (losses) on debt and equity investment securities at fair value through other comprehensive income net of tax		
As published	(88)	(406)
Restatements in the current half:		
Revised classification and measurement of the investment in Qilu Bank	(50)	(115)
As restated	(138)	(521)

	Half Year Ended 30 June 2023 \$M	Half Year Ended 31 December 2022 \$M
Foreign currency translation reserve net of tax		
As published	(104)	295
Restatements in the current half:		
Revised classification and measurement of the investment in Qilu Bank	19	19
As restated	(85)	314



Attachment A

Key Performance Indicators

The impact of the following change is presented below:

- Revised classification and measurement of the investment in Qilu Bank.

Key Performance Indicators	Half Year Ended 30 June 2023			Half Year Ended 31 December 2022		
	As published	Restatements in the current half	As restated	As published	Restatements in the current half	As restated
Shareholder Returns from continuing operations						
Earnings Per Share (EPS) (cents)						
Statutory basis - basic	295.1	(7.0)	288.1	307.8	1.6	309.4
Statutory basis - diluted	292.3	(6.7)	285.6	298.7	1.5	300.2
Cash basis - basic	297.5	(7.1)	290.4	304.1	1.6	305.7
Cash basis - diluted	294.5	(6.7)	287.8	295.2	1.5	296.7
Return on Equity (ROE) (%)						
Statutory basis	13.9	(0.3)	13.6	14.2	0.1	14.3
Cash basis	14.0	(0.3)	13.7	14.1	0.1	14.2

Key Performance Indicators	Half Year Ended 30 June 2023			Half Year Ended 31 December 2022		
	As published	Restatements in the current half	As restated	As published	Restatements in the current half	As restated
Shareholder Returns including discontinued operations						
Earnings Per Share (EPS) (cents)						
Statutory basis - basic	293.5	(7.0)	286.5	303.6	1.6	305.2
Statutory basis - diluted	290.7	(6.6)	284.1	294.8	1.5	296.3
Cash basis - basic	297.9	(7.0)	290.9	304.7	1.6	306.3
Cash basis - diluted	294.9	(6.7)	288.2	295.8	1.5	297.3
Return on Equity (ROE) (%)						
Statutory basis	13.8	(0.3)	13.5	14.0	0.2	14.2
Cash basis	14.0	(0.3)	13.7	14.1	0.1	14.2
Dividend payout ratio (%)						
Statutory basis	81.4	2.0	83.4	68.9	(0.3)	68.6
Cash basis	80.2	1.9	82.1	68.7	(0.4)	68.3
Net tangible assets per share (\$)	38.54	(0.22)	38.32	38.74	(0.14)	38.60



Attachment A

Divisional cash NPAT from continuing operations by income statement line items

The impact of the following change is presented below:

- Re-segmentations and allocations;
- Revised classification and measurement of the investment in Qilu Bank.

Half Year Ended 30 June 2023						
	Retail Banking Services	Business Banking	Institutional Banking and Markets	New Zealand	Corporate Centre and Other	Group
	\$M	\$M	\$M	\$M	\$M	\$M
Cash NPAT (continuing operations) - as published	2,467	2,001	578	638	(673)	5,011
Restatements:						
Increase/(decrease) in Operating income	296	(238)	20	(25)	(185)	(132)
(Increase)/decrease in Operating expenses	(9)	17	(5)	-	(3)	-
(Increase)/decrease in Loan impairment expense	(1)	1	-	-	-	-
(Increase)/decrease in Corporate tax expense	(87)	65	(4)	7	32	13
Total restatements	199	(155)	11	(18)	(156)	(119)
Cash NPAT (continuing operations) - as restated	2,666	1,846	589	620	(829)	4,892

Half Year Ended 31 December 2022						
	Retail Banking Services	Business Banking	Institutional Banking and Markets	New Zealand	Corporate Centre and Other	Group
	\$M	\$M	\$M	\$M	\$M	\$M
Cash NPAT (continuing operations) - as published	2,691	1,972	453	718	(681)	5,153
Restatements:						
Increase/(decrease) in Operating income	289	(308)	13	(26)	62	30
(Increase)/decrease in Operating expenses	(20)	30	(5)	-	(5)	-
(Increase)/decrease in Loan impairment expense	(3)	3	-	-	-	-
(Increase)/decrease in Corporate tax expense	(81)	81	(2)	8	(9)	(3)
Total restatements	185	(194)	6	(18)	48	27
Cash NPAT (continuing operations) - as restated	2,876	1,778	459	700	(633)	5,180



Attachment A

Divisional Cost to Income Ratios from continuing operations

The impact of the following is presented below:

- Re-segmentations and allocations;
- Revised classification and measurement of the investment in Qilu Bank.

	Half Year Ended 30 June 2023				
	Retail		Institutional	New	Group
	Banking	Business	Banking and	Zealand	
	Services ¹	Banking	Markets	(in NZD)	
%	%	%	%		
Operating expenses to total operating income (%) - as published	37.0	29.8	40.5	39.9	44.6
Operating expenses to total operating income (%) - as restated	35.5	31.1	40.3	40.5	45.0

	Half Year Ended 31 December 2022				
	Retail		Institutional	New	Group
	Banking	Business	Banking and	Zealand	
	Services ¹	Banking	Markets	(in NZD)	
%	%	%	%		
Operating expenses to total operating income (%) - as published	35.8	30.3	47.4	34.8	42.5
Operating expenses to total operating income (%) - as restated	34.6	31.9	47.3	35.4	42.4

¹ Excludes General Insurance.

