2015 | BASEL III PILLAR 3 DISCLOSURE

AS AT 30 JUNE 2015

APS 330: PUBLIC DISCLOSURE

Important notice

This document has been prepared by Australia and New Zealand Banking Group Limited (ANZ) to meet its disclosure obligations under the Australian Prudential Regulation Authority (APRA) ADI Prudential Standard (APS) 330: Public Disclosure.

This disclosure was prepared as at 30 June 2015. ANZ has a continuous disclosure policy, under which ANZ will immediately notify the market of any material price sensitive information concerning the Group, in accordance with legislative and regulatory disclosure requirements.

Table 3 Capital adequacy - Capital ratios and Risk Weighted Assets

Risk weighted assets (RWA)	Jun-15 $M	Mar-15 $M	Dec-14 $M
Subject to Advanced Internal Rating Based (IRB) approach			
Corporate	142,900	140,451	136,776
Sovereign	6,453	5,385	5,216
Bank	18,831	22,078	21,893
Residential Mortgage	53,474	53,501	50,952
Qualifying Revolving Retail	7,846	7,775	7,595
Other Retail	31,429	31,664	30,866
Credit risk weighted assets subject to Advanced IRB approach	**260,933**	**260,854**	**253,298**
Credit risk Specialised Lending exposures subject to slotting approach[1]	**31,364**	**31,442**	**31,852**
Subject to Standardised approach			
Corporate	25,206	27,033	26,154
Residential Mortgage	2,645	2,603	2,463
Qualifying Revolving Retail	2,110	2,080	1,998
Other Retail	1,235	1,191	1,130
Credit risk weighted assets subject to Standardised approach	**31,196**	**32,907**	**31,745**
Credit Valuation Adjustment and Qualifying Central Counterparties	**8,854**	**9,630**	**8,686**
Credit risk weighted assets relating to securitisation exposures	1,072	1,067	1,011
Other assets	3,761	3,797	3,711
Total credit risk weighted assets	**337,180**	**339,697**	**330,303**
Market risk weighted assets	6,874	6,042	6,217
Operational risk weighted assets	32,894	33,434	32,862
Interest rate risk in the banking book (IRRBB) risk weighted assets	7,010	7,690	9,521
Total risk weighted assets	**383,958**	**386,863**	**378,903**
Capital ratios (%)			
Level 2 Common Equity Tier 1 capital ratio	**8.6%**	**8.7%**	**8.4%**
Level 2 Tier 1 capital ratio	**10.5%**	**10.6%**	**9.9%**
Level 2 Total capital ratio	**12.5%**	**12.6%**	**11.8%**

Credit Risk Weighted Assets (CRWA)
Total CRWA decreased $2.5 billion (1%) from March 15 to $337.2 billion at June 2015, including a $6.1 billion decrease due to foreign currency translation movements, mainly the weakening NZD. The foreign currency impact was partially offset by portfolio growth in the AIRB Corporate and IRB Residential Mortgages Asset Classes mainly in our Australia and New Zealand businesses, and updates to loss estimates impacting the AIRB Sovereign asset class.

The CRWA decrease in AIRB Bank was mainly driven by contraction in the Institutional business and the Standardised decrease includes exposures moving to AIRB Corporate treatment.

Market Risk, Operational Risk and IRRBB Risk Weighted Assets (RWA)
Traded Market Risk RWA increased 14% over the quarter due to short term peaks in risk held. This is in line with increases in risk for the same quarter in the previous financial years.
IRRBB RWA decreased $0.7 billion (9%) primarily due to a reduction in repricing and yield curve risk.
The $0.5 billion (2%) decrease in Operational Risk RWA was mainly due to foreign currency movements.

[1] Specialised Lending exposures subject to supervisory slotting approach are those where the main servicing and repayment is from the asset being financed, and includes specified commercial property development/investment lending and project finance.

Table 4 Credit risk exposures

Table 4(a) part (i): Period end and average Exposure at Default [2] [3]

	Jun 15				
Advanced IRB approach	Risk Weighted Assets $M	Exposure at Default $M	Average Exposure at Default for three months $M	Individual provision charge for three months $M	Write-offs for three months $M
Corporate	142,900	269,847	270,707	56	62
Sovereign	6,453	121,593	117,288	-	-
Bank	18,831	108,814	115,704	-	-
Residential Mortgage	53,474	312,154	311,477	7	9
Qualifying Revolving Retail	7,846	22,214	22,074	53	74
Other Retail	31,429	45,508	45,814	137	134
Total Advanced IRB approach	**260,933**	**880,130**	**883,064**	**253**	**279**
Specialised Lending	**31,364**	**37,239**	**37,382**	**4**	**10**
Standardised approach					
Corporate	25,206	28,947	29,574	5	28
Residential Mortgage	2,645	7,402	7,346	-	2
Qualifying Revolving Retail	2,110	2,099	2,085	9	13
Other Retail	1,235	1,258	1,235	23	27
Total Standardised approach	**31,196**	**39,706**	**40,240**	**37**	**70**
Credit Valuation Adjustment and Qualifying Central Counterparties	**8,854**	**24,552**	**25,420**	**-**	**-**
Total	**332,347**	**981,627**	**986,106**	**294**	**359**

[2] Exposure at Default in Table 4 includes Advanced IRB, Specialised Lending and Standardised exposures, however does not include Securitisation, Equities or Other Assets exposures. Exposure at Default in Table 4 is gross of credit risk mitigation such as guarantees, credit derivatives, netting and financial collateral.

[3] Average Exposure at Default for quarter is calculated as the simple average of the balances at the start and the end of each three month period.

Advanced IRB approach	Mar 15 Risk Weighted Assets $M	Exposure at Default $M	Average Exposure at Default for three months $M	Individual provision charge for three months $M	Write-offs for three months $M
Corporate	140,451	271,567	267,014	86	95
Sovereign	5,385	112,983	116,125	1	-
Bank	22,078	122,594	125,530	-	-
Residential Mortgage	53,501	310,799	305,762	-	11
Qualifying Revolving Retail	7,775	21,934	21,845	45	63
Other Retail	31,664	46,120	45,719	105	83
Total Advanced IRB approach	**260,854**	**885,997**	**881,995**	**237**	**252**
Specialised Lending	**31,442**	**37,525**	**37,715**	**5**	**13**
Standardised approach					
Corporate	27,033	30,201	28,653	3	15
Residential Mortgage	2,603	7,289	7,089	-	4
Qualifying Revolving Retail	2,080	2,071	2,030	(25)	13
Other Retail	1,191	1,212	1,186	9	25
Total Standardised approach	**32,907**	**40,773**	**38,958**	**(13)**	**57**
Credit Valuation Adjustment and Qualifying Central Counterparties	**9,630**	**26,287**	**22,046**	**-**	**-**
Total	**334,833**	**990,582**	**980,714**	**229**	**322**

Advanced IRB approach	Dec 14 Risk Weighted Assets $M	Exposure at Default $M	Average Exposure at Default for three months $M	Individual provision charge for three months $M	Write-offs for three months $M
Corporate	136,776	262,461	255,604	58	47
Sovereign	5,216	119,267	103,306	-	-
Bank	21,893	128,466	123,678	-	-
Residential Mortgage	50,952	300,724	297,565	4	10
Qualifying Revolving Retail	7,595	21,755	21,613	44	66
Other Retail	30,866	45,317	42,381	85	123
Total Advanced IRB approach	**253,298**	**877,990**	**844,147**	**191**	**246**
Specialised Lending	**31,852**	**37,904**	**36,427**	**11**	**8**
Standardised approach					
Corporate	26,154	27,104	26,291	1	1
Residential Mortgage	2,463	6,889	6,724	-	-
Qualifying Revolving Retail	1,998	1,990	1,945	7	12
Other Retail	1,130	1,159	1,136	16	20
Total Standardised approach	**31,745**	**37,142**	**36,096**	**24**	**33**
Credit Valuation Adjustment and Qualifying Central Counterparties	**8,686**	**17,805**	**14,125**	**-**	**-**
Total	**325,581**	**970,841**	**930,795**	**226**	**287**

Table 4(a) part (ii): Exposure at Default by portfolio type

Portfolio Type	Jun-15 $M	Mar-15 $M	Dec-14 $M	Average for the quarter ended Jun-15 $M
Cash	33,985	33,045	26,816	33,515
Contingents liabilities, commitments, and other off-balance sheet exposures	160,641	158,355	154,653	159,498
Derivatives	114,225	133,552	119,465	123,889
Settlement Balances	34,615	35,358	37,394	34,987
Investment Securities	34,440	32,411	30,306	33,426
Net Loans, Advances & Acceptances	550,601	551,854	544,800	551,227
Other assets	17,739	9,717	17,899	13,728
Trading Securities	35,381	36,290	39,508	35,836
Total exposures	**981,627**	**990,582**	**970,841**	**986,106**

Table 4(b): Impaired asset[4] [5] [6], Past due loans[7] [8], Provisions and Write-offs

	Jun 15					
	Impaired derivatives $M	Impaired loans/ facilities $M	Past due loans ≥ 90 days $M	Individual provision balance $M	Individual provision charge for three months $M	Write-offs for three months $M
Portfolios subject to Advanced IRB approach						
Corporate	-	1,363	254	543	56	62
Sovereign	-	2	-	4	-	-
Bank	-	-	-	-	-	-
Residential Mortgage	-	263	1,577	91	7	9
Qualifying Revolving Retail	-	96	-	-	53	74
Other Retail	-	597	327	323	137	134
Total Advanced IRB approach	**-**	**2,321**	**2,158**	**961**	**253**	**279**
Specialised Lending	**23**	**378**	**47**	**86**	**4**	**10**
Portfolios subject to Standardised approach						
Corporate	-	70	49	21	5	28
Residential Mortgage	-	37	14	13	-	2
Qualifying Revolving Retail	-	70	-	-	9	13
Other Retail	-	94	7	2	23	27
Total Standardised approach	**-**	**271**	**70**	**36**	**37**	**70**
Qualifying Central Counterparties	**-**	**-**	**-**	**-**	**-**	**-**
Total	**23**	**2,970**	**2,275**	**1,083**	**294**	**359**

[4] Impaired derivatives is net of credit valuation adjustment (CVA) of $64 million, being a market value based assessment of the credit risk of the relevant counterparties (March 2015: $64 million; Dec 2014: $63 million).

[5] Impaired loans / facilities include restructured items of $270 million for customer facilities in which the original contractual terms have been modified for reasons related to the financial difficulties of the customer. Restructuring may consist of reduction of interest, principal or other payments legally due, or an extension in maturity materially beyond those typically offered to new facilities with similar risk (March 2015: $146 million; December 2014: $73 million).

[6] ~$100m of impaired loans / facilities were reclassified from Advanced IRB Corporate to Advanced IRB Other Retail based on revised segmentation pooling.

[7] Includes a change to the management and reporting of the 90 days past due mortgages book in Australia - effective from September 2014. Once payments have recommenced, the performance period for consecutive repayments has increased from 3 to 6 months before the loan can be reclassified as productive. This has the effect of increasing the period the customer remains within the 90 days past due category. In the June quarter this accounted for ~36% of the increase in the Australia Mortgages 90 day past due.

[8] Not well secured portfolio managed retail exposures have been reclassified from past due loans ≥ 90 days to impaired loans / facilities.

	Mar 15					
	Impaired derivatives $M	Impaired loans/ facilities $M	Past due loans ≥ 90 days $M	Individual provision balance $M	Individual provision charge for three months $M	Write-offs for three months $M
Portfolios subject to Advanced IRB approach						
Corporate	-	1,265	288	570	86	95
Sovereign	-	1	1	4	1	-
Bank	-	-	-	-	-	-
Residential Mortgage	-	284	1,376	99	-	11
Qualifying Revolving Retail	-	88	-	-	45	63
Other Retail	-	494	314	285	105	83
Total Advanced IRB approach	**-**	**2,132**	**1,979**	**958**	**237**	**252**
Specialised Lending	**27**	**436**	**42**	**96**	**5**	**13**
Portfolios subject to Standardised approach						
Corporate	-	96	33	45	3	15
Residential Mortgage	-	42	10	14	-	4
Qualifying Revolving Retail	-	71	-	-	(25)	13
Other Retail	-	83	5	1	9	25
Total Standardised approach	**-**	**292**	**48**	**60**	**(13)**	**57**
Qualifying Central Counterparties	**-**	**-**	**-**	**-**	**-**	**-**
Total	**27**	**2,860**	**2,069**	**1,114**	**229**	**322**

	Dec 14					
	Impaired Derivatives $M	Impaired loans/ facilities $M	Past due loans ≥ 90 days $M	Individual provision balance $M	Individual provision charge for three months $M	Write-offs for three months $M
Portfolios subject to Advanced IRB approach						
Corporate	-	1,334	283	573	58	47
Sovereign	-	2	1	2	-	-
Bank	-	-	-	-	-	-
Residential Mortgage	-	317	1,194	112	4	10
Qualifying Revolving Retail	-	77	-	-	44	66
Other Retail	-	422	308	257	85	123
Total Advanced IRB approach	**-**	**2,152**	**1,786**	**944**	**191**	**246**
Specialised Lending	**29**	**437**	**96**	**99**	**11**	**8**
Portfolios subject to Standardised approach						
Corporate	-	98	41	55	1	1
Residential Mortgage	-	48	10	17	-	-
Qualifying Revolving Retail	-	68	-	34	7	12
Other Retail	-	71	5	15	16	20
Total Standardised approach	**-**	**285**	**56**	**121**	**24**	**33**
Total	**29**	**2,874**	**1,938**	**1,164**	**226**	**287**

Table 4(c): Specific Provision Balance and General Reserve for Credit Losses [9]

	Jun 15		
	Specific Provision Balance $M	General Reserve for Credit Losses $M	Total $M
Collective Provision	331	2,606	2,937
Individual Provision	1,083	-	1,083
Total Provision for Credit Impairment	**1,414**	**2,606**	**4,020**

	Mar 15		
	Specific Provision Balance $M	General Reserve for Credit Losses $M	Total $M
Collective Provision	304	2,610	2,914
Individual Provision	1,114	-	1,114
Total Provision for Credit Impairment	**1,418**	**2,610**	**4,028**

	Dec 14		
	Specific Provision Balance $M	General Reserve for Credit Losses $M	Total $M
Collective Provision	286	2,535	2,821
Individual Provision	1,164	-	1,164
Total Provision for Credit Impairment	**1,450**	**2,535**	**3,985**

[9] Due to definitional differences, there is a variation in the split between ANZ's Individual Provision and Collective Provision for accounting purposes and the Specific Provision and General Reserve for Credit Losses (GRCL) for regulatory purposes. This does not impact total provisions, and essentially relates to the classification of collectively assessed provisions on defaulted accounts. The disclosures in this document are based on Individual Provision and Collective Provision, for ease of comparison with other published results.

Table 5 Securitisation

Table 5(a) part (i): Banking Book - Summary of current period's activity by underlying asset type and facility [10]

Jun-15	Original value securitised			
Securitisation activity by underlying asset type	ANZ Originated $M	ANZ Self Securitised $M	ANZ Sponsored $M	Recognized gain or loss on sale $M
Residential mortgage	-	(274)	-	-
Credit cards and other personal loans	-	-	-	-
Auto and equipment finance	-	-	-	-
Commercial loans	-	-	-	-
Other	-	-	-	-
Total	**-**	**(274)**	**-**	**-**

Securitisation activity by facility provided				Notional amount $M
Liquidity facilities	-	-	-	-
Funding facilities	-	-	-	47
Underwriting facilities	-	-	-	-
Lending facilities	-	-	-	-
Credit enhancements	-	-	-	-
Holdings of securities (excluding trading book)	-	-	-	9
Other	-	-	-	-
Total	**-**	**-**	**-**	**56**

Mar-15	Original value securitised			
Securitisation activity by underlying asset type	ANZ Originated $M	ANZ Self Securitised $M	ANZ Sponsored $M	Recognised gain or loss on sale $M
Residential mortgage	-	835	-	-
Credit cards and other personal loans	-	-	-	-
Auto and equipment finance	-	-	-	-
Commercial loans	-	-	-	-
Other	-	-	-	-
Total	**-**	**835**	**-**	**-**

Securitisation activity by facility provided				Notional amount $M
Liquidity facilities	-	-	-	-
Funding facilities	-	-	-	12
Underwriting facilities	-	-	-	-
Lending facilities	-	-	-	-
Credit enhancements	-	-	-	-
Holdings of securities (excluding trading book)	-	-	-	875
Other	-	-	-	30
Total	**-**	**-**	**-**	**917**

[10] Activity represents net movement in outstandings.

	Dec-14			
	Original value securitised			
Securitisation activity by underlying asset type	ANZ Originated $M	ANZ Self Securitised $M	ANZ Sponsored $M	Recognised gain or loss on sale $M
Residential mortgage	-	(69)	-	-
Credit cards and other personal loans	-	-	-	-
Auto and equipment finance	-	-	-	-
Commercial loans	-	-	-	-
Other	-	-	-	-
Total	**-**	**(69)**	**-**	**-**

Securitisation activity by facility provided				Notional amount $M
Liquidity facilities	-	-	-	-
Funding facilities	-	-	-	(30)
Underwriting facilities	-	-	-	-
Lending facilities	-	-	-	-
Credit enhancements	-	-	-	-
Holdings of securities (excluding trading book)	-	-	-	621
Other	-	-	-	9
Total	**-**	**-**	**-**	**600**

Table 5(a) part (ii): Trading Book - Summary of current period's activity by underlying asset type and facility

No assets from ANZ's Trading Book were securitised during the reporting period.

Securitisation activities:

ANZ’s key securitisation activities are:

• Securitisation of ANZ originated assets (including self-securitisation) – use of securitisation as a funding, liquidity and capital management tool which may or may not involve the transfer of credit risk i.e. may or may not provide regulatory capital relief.

• Securitisation of third-party originated assets.

• Provision of facilities and services to securitisations or resecuritisations (where the underlying assets may be ANZ or third-party originated) e.g. liquidity, funding derivatives and/or credit support, structuring and arranging services, conduit management and (via ANZ Capel Court Limited) trust management services.

• Investment in securities - ANZ may purchase notes issued by securitisation programmes.

Table 5(b) part (i): Banking Book – Exposure at Default by exposure type

Securitisation exposure type - On balance sheet	Jun-15 $M	Mar-15 $M	Dec14 $M
Liquidity facilities	5	6	-
Funding facilities	4,991	4,789	4,398
Underwriting facilities	-	-	-
Lending facilities	-	-	-
Credit enhancements	-	-	-
Holdings of securities (excluding trading book)	4,846	4,836	4,583
Protection provided	-	-	-
Other	264	315	323
Total	**10,106**	**9,946**	**9,304**

Securitisation exposure type - Off Balance Sheet	Jun-15 $M	Mar-15 $M	Dec14 $M
Liquidity facilities	70	76	81
Funding facilities	-	-	-
Underwriting facilities	-	-	-
Lending facilities	-	-	-
Credit enhancements	-	-	-
Holdings of securities (excluding trading book)	-	-	-
Protection provided	-	-	-
Other	-	-	-
Total	**70**	**76**	**81**

Total Securitisation exposure type	Jun-15 $M	Mar-15 $M	Dec14 $M
Liquidity facilities	75	82	81
Funding facilities	4,991	4,789	4,398
Underwriting facilities	-	-	-
Lending facilities	-	-	-
Credit enhancements	-	-	-
Holdings of securities (excluding trading book)	4,846	4,836	4,583
Protection provided	-	-	-
Other	264	315	323
Total	**10,176**	**10,022**	**9,385**

Table 5(b) part (ii): Trading Book - Exposure at Default by exposure type

Securitisation exposure type - On balance sheet	Jun-15 $M	Mar-15 $M	Dec-14 $M
Liquidity facilities	-	-	-
Funding facilities	-	-	-
Underwriting facilities	-	-	-
Lending facilities	-	-	-
Credit enhancements	-	-	-
Holdings of securities	-	-	39
Protection provided	-	-	-
Other	-	-	-
Total	**-**	**-**	**39**

Securitisation exposure type - Off Balance Sheet	Jun-15 $M	Sep 14 $M	Jun14 $M
Liquidity facilities	-	-	-
Funding facilities	-	-	-
Underwriting facilities	-	-	-
Lending facilities	-	-	-
Credit enhancements	-	-	-
Holdings of securities	-	-	-
Protection provided	-	-	-
Other	-	-	-
Total	**-**	**-**	**-**

Total Securitisation exposure type	Jun-15 $M	Sep 14 $M	Jun14 $M
Liquidity facilities	-	-	-
Funding facilities	-	-	-
Underwriting facilities	-	-	-
Lending facilities	-	-	-
Credit enhancements	-	-	-
Holdings of securities	-	-	39
Protection provided	-	-	-
Other	-	-	-
Total	**-**	**-**	**39**

Glossary

Basel III Credit Valuation Adjustment (CVA) capital charge	CVA charge is an additional capital requirement under Basel III for bilateral derivative exposures. Derivatives not cleared through a central exchange/counterparty are subject to this additional capital charge and also receive normal CRWA treatment under Basel II principles.
Collective provision (CP)	Collective provision is the provision for credit losses that are inherent in the portfolio but not able to be individually identified. A collective provision may only be recognised when a loss event has already occurred. Losses expected as a result of future events, no matter how likely, are not recognised.
Credit exposure	The aggregate of all claims, commitments and contingent liabilities arising from on- and off-balance sheet transactions (in the banking book and trading book) with the counterparty or group of related counterparties.
Credit risk	The risk of financial loss resulting from the failure of ANZ’s customers and counterparties to honour or perform fully the terms of a loan or contract.
Credit Valuation Adjustment (CVA)	Over the life of a derivative instrument, ANZ uses a CVA model to adjust fair value to take into account the impact of counterparty credit quality. The methodology calculates the present value of expected losses over the life of the financial instrument as a function of probability of default, loss given default, expected credit risk exposure and an asset correlation factor. Impaired derivatives are also subject to a CVA.
Days past due	The number of days a credit obligation is overdue, commencing on the date that the arrears or excess occurs and accruing for each completed calendar day thereafter.
Exposure at Default (EAD)	Exposure At Default is defined as the expected facility exposure at the date of default.
Impaired assets (IA)	Facilities are classified as impaired when there is doubt as to whether the contractual amounts due, including interest and other payments, will be met in a timely manner. Impaired assets include impaired facilities, and impaired derivatives. Impaired derivatives have a credit valuation adjustment (CVA), which is a market assessment of the credit risk of the relevant counterparties.
Impaired loans (IL)	Impaired loans comprise of drawn facilities where the customer’s status is defined as impaired.
Individual provision charge (IPC)	Impaired provision charge is the amount of expected credit losses on financial instruments assessed for impairment on an individual basis (as opposed to on a collective basis). It takes into account expected cash flows over the lives of those financial instruments.
Individual provisions (IP)	Individual provisions are assessed on a case-by-case basis for all individually managed impaired assets taking into consideration factors such as the realisable value of security (or other credit mitigants), the likely return available upon liquidation or bankruptcy, legal uncertainties, estimated costs involved in recovery, the market price of the exposure in secondary markets and the amount and timing of expected receipts and recoveries.

Market risk	The risk to ANZ's earnings arising from changes in interest rates, currency exchange rates and credit spreads, or from fluctuations in bond, commodity or equity prices. ANZ has grouped market risk into two broad categories to facilitate the measurement, reporting and control of market risk: Traded market risk - the risk of loss from changes in the value of financial instruments due to movements in price factors for physical and derivative trading positions. Trading positions arise from transactions where ANZ acts as principal with clients or with the market. Non-traded market risk (or balance sheet risk) - comprises interest rate risk in the banking book and the risk to the AUD denominated value of ANZ's capital and earnings due to foreign exchange rate movements.
Operational risk	The risk of loss resulting from inadequate or failed internal controls or from external events, including legal risk but excluding reputation risk.
Past due facilities	Facilities where a contractual payment has not been met or the customer is outside of contractual arrangements are deemed past due. Past due facilities include those operating in excess of approved arrangements or where scheduled repayments are outstanding but do not include impaired assets.
Qualifying Central Counterparties (QCCP)	QCCP is a central counterparty which is an entity that interposes itself between counterparties to derivative contracts. Trades with QCCP attract a more favorable risk weight calculation.
Recoveries	Payments received and taken to profit for the current period for the amounts written off in prior financial periods.
Restructured items	Restructured items comprise facilities in which the original contractual terms have been modified for reasons related to the financial difficulties of the customer. Restructuring may consist of reduction of interest, principal or other payments legally due, or an extension in maturity materially beyond those typically offered to new facilities with similar risk.
Risk Weighted Assets (RWA)	Assets which are weighted for credit risk according to a set formula (APS 112/113).
Securitisation risk	The risk of credit related losses greater than expected due to a securitisation failing to operate as anticipated, or of the values and risks accepted or transferred, not emerging as expected.
Write-Offs	Facilities are written off against the related provision for impairment when they are assessed as partially or fully uncollectable, and after proceeds from the realisation of any collateral have been received. Where individual provisions recognised in previous periods have subsequently decreased or are no longer required, such impairment losses are reversed in the current period income statement.

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