

Capital Adequacy as at 30 September 2022

	Risk-Weighted Assets (A\$m)
Capital Requirements	
Credit Risk	
Corporate	0.0
Government	0.0
ADIs	399.1
Residential Mortgage	3,161.7
Other Retail	307.4
Other	85.1
Off Balance Sheet	144.1
	4,097.4
Securitisation	40.9
Equity Exposures	0.0
Market Risk	0.0
Operational Risk	703.1
	4,841.4
Common Equity Tier 1	13.61%
Tier 1	13.61%
Total Capital Ratio	14.90%

Credit Risk as at 30 September 2022

	Gross Credit Exposure (A\$m)	Average Gross Credit Exposure for Quarter (A\$m)
Exposure Type		
Cash and Investment Securities	2,537.8	2,630.2
Loans and Advances	9,002.6	9,009.1
Other Assets	174.2	169.4
Total On Balance Sheet Exposures	11,714.6	11,808.7
Loans Approved not yet Advanced	269.8	299.5
Other Off Balance Sheet	2,204.7	2,284.8
Total Off Balance Sheet Exposures	2,474.5	2,584.3
Total Exposures	14,189.1	14,393.0
Exposure by Portfolio		
Corporate	0.0	0.0
Government	1,174.6	1,240.7
ADIs	1,363.3	1,389.5
Residential Mortgage	10,098.3	10,137.0
Other Retail	531.6	519.5
Other	1,021.3	1,106.3
	14,189.1	14,393.0

Credit Risk as at 30 September 2022

	Impaired Loans*	Past Due Loans	Specific Provision Balance	Charges for Specific Provision	Write-Offs
	(A\$m)	(A\$m)	(A\$m)	(A\$m)	(A\$m)
Exposure by Portfolio					
Corporate	0.0	0.0	0.0	0.0	0.0
Government	0.0	0.0	0.0	0.0	0.0
ADIs	0.0	0.0	0.0	0.0	0.0
Residential Mortgage	6.9	41.0	3.9	1.7	0.0
Other Retail	2.2	1.0	1.5	0.1	0.1
Other	1.0	0.0	0.4	0.0	0.0
Total	10.1	42.0	5.8	1.8	0.1

*From 1 January 2022 Heritage has adopted APRA's revised APS 220 *Credit Risk Management*. The revised standard no longer includes requirements in relation to impaired assets. Heritage will continue to disclose impaired assets until such time as the requirements of APS 330 are changed to retire the former standard's disclosure requirements relating to impaired assets.

Securitisation Exposures as at 30 September 2022

	Total Exposures Securitized	Recognised Gain or Loss on Sale
	(A\$m)	(A\$m)
Securitisation Activity for Quarter		
Residential Mortgage	0.0	0.0
Total Exposures	0.0	0.0

	On Balance Sheet	Off Balance Sheet	Total Exposures
	(A\$m)	(A\$m)	(A\$m)
Securitisation Exposure Types			
Liquidity Facilities	0.0	0.0	0.0
Funding Facilities	0.0	0.0	0.0
Swaps	0.0	1.2	1.2
Holdings of Securities	0.0	0.0	0.0
	0.0	1.2	1.2