

Summary of Key Disclosure Statement

For the Financial Year Ended 30 September 2020

Introductory Statement

- ✓ The purpose of this disclosure statement is to provide customers and potential customers with a summary of important information relating to the financial condition of Westpac Banking Corporation, Fiji Branch.
- ✓ The explanation of the terms used in the Key Disclosure Statement is explained in the Reserve Bank publication "Your Bank's Disclosure Statement: What's In It For You", which can be obtained from the Reserve Bank of Fiji. Other information can be viewed at the bank's branches and offices.

Corporate Information

- ✓ The full name of the bank is Westpac Banking Corporation, Fiji Branch.
- ✓ The full name of the ultimate parent bank of Westpac Banking Corporation, Fiji Branch is Westpac Banking Corporation, which is domiciled in Australia.

	Audited Current Year \$'000's	Audited Prior Year \$'000's
Profitability		
Banking Operations in Fiji:		
Net operating profit/(loss) after tax (\$'000)	(732)	44,641
As a percentage of average total assets	-0.03%	1.99%
Size as at end of financial year		
Banking Operations in Fiji:		
Total assets (\$'000)	2,363,084	2,251,657
The percentage change in total assets over 12 months	4.95%	0.48%
Capital Adequacy as at end of financial year		
Banking Operations in Fiji:		
Tier 1 Capital (\$'000)	239,179	278,073
Tier 1 Capital to total risk-weighted assets ratio	15.89%	19.38%
Total Capital (\$'000)	259,843	287,550
Capital adequacy ratio	17.26%	20.04%
Balance Sheet		
The Balance Sheet for the Fiji Operations as prepared under IFRS should be reported here and should include, but should not be limited to, the following:		
Cash and liquid assets	67,919	71,300
Balance with the Reserve Bank of Fiji	483,522	418,393
Receivables due from other financial institutions	167,871	42,095
Securities held	-	34,816
Loans (including advances to customers and similar facilities)	1,596,521	1,626,251
Provision for doubtful debts	(35,859)	(11,000)
Fixed assets	32,769	32,335
Intangible assets	3,189	5,216
Accrued receivables and other assets	47,152	32,251
Total Assets	2,363,084	2,251,657
Payables due to other financial institutions	53,208	51,061
Deposits and borrowings	1,962,199	1,843,870
Other borrowed funds and liabilities	46,217	36,134
Issued and paid up or assigned capital	12,525	12,525
General reserves for credit losses	25,831	11,846
Retained earnings	263,104	296,221
Income Statement		
The Income Statement for the Fiji Operations as prepared under IFRS should be reported here and should include, but should not be limited to, the following:		
Interest and similar income	90,123	90,009
Interest and similar expense	(28,251)	(27,195)
Fee and commission revenue	28,402	29,088
Gains less losses arising from dealing securities	20,654	30,653
Other operating revenue	7	9
Bad and doubtful debts (including provisions for impairment)	(40,855)	(6,980)
Recoveries of bad and doubtful debts	55	62
Other operating expense	(73,330)	(59,835)
Net profit or loss before tax	(3,195)	55,811
Net profit or loss after tax	(732)	44,641

Impact of COVID-19

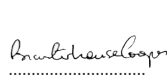
- ✓ Earnings as of 30 September 2020 largely resulted from conservatively assessed loan provisioning expense of FJD\$38m, which is an accounting adjustment, rather than an actual cash loss.
- ✓ Current year revenue shows a decrease of 12% which was largely driven by foreign card acquiring activity decreases, in addition to lower associated foreign exchange flows.
- ✓ Furthermore, direct expense increase was driven by conservative accounting adjustments and reclassifications.
- ✓ Despite the above, Westpac Banking Corporation, Fiji Branch retains a healthy balance sheet and large reserves of surplus capital.

Availability of Disclosure Statements

- ✓ Additional information on the bank's financial condition is available for inspection at our main branch (1 Thomson Street, Suva) other branches and offices located throughout Fiji.
- ✓ Westpac Banking Corporation, Fiji Branch's most recent General Disclosure Statement is available for inspection at all our branches and offices, copies of which may be obtained.
- ✓ Westpac Banking Corporation's most recent global balance sheet and profit and loss statements and other publicly available disclosure statements are available for inspection at all our branches and offices.
- ✓ Westpac Banking Corporation has presented its Financial Statements in accordance with International Financial Reporting Standards ("IFRS") and as per RBF's Prudential Requirements.
- ✓ Westpac Banking Corporation has as per RBF requirements disclosed General Reserve for Credit Losses in its audited key disclosure statement.
- ✓ Where necessary, comparative figures have been adjusted to conform to changes in the presentation in the current year.


 Chief Executive,
 Fiji Islands


 Chief Financial Officer,
 Fiji Islands


 Auditor

