



Rabobank Australia Limited

Basel II Pillar 3 – Capital Adequacy and Risk Disclosures Quarterly Update as at 30 September 2008

Rabobank Australia Limited (the Bank) 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.

This update of the Bank's capital adequacy and risk disclosures has been prepared primarily in accordance with APRA Prudential Standard APS 330 which requires the Bank to report its assessment of capital adequacy.

This document is unaudited, however it has been prepared consistent with information otherwise published or supplied to APRA.

Capital Adequacy (Risk Weighted Equivalent)	
Subject to Standardised approach	\$AUD mln
Corporate	8,435.3
Government	-
Bank	7.8
Residential Mortgage	925.4
Other Retail	-
Other	-
Total capital requirement subject to standardised approach	9,368.5
Credit risk capital requirement relating to securitisation exposures	-
Market risk minimum capital requirement	0.1
Operational risk minimum capital requirement	568.4
Total RWA and capital requirement	9,937.0
Capital ratios (%)	
Total Capital Ratio	9.97%
Tier 1 Capital Ratio	8.79%

Credit Risk

Exposure Type	Gross credit exposure \$ AUD mln	Average gross credit exposure \$ AUD mln
Cash and liquid assets	35.1	27.7
Trading securities	-	-
Investment securities	-	-
Due from other financial institutions	1,272.6	1,217.3
Loans and advances	9,939.5	9,769.9
Acceptances	-	-
Derivatives	39.2	39.4
Contingent liabilities, commitments, and other off- balance sheet exposures	90.7	94.0
Other assets	-	-
Total exposures	11,377.1	11,148.3
Portfolios subject to Standardised approach	Gross credit exposure \$ AUD mln	Average gross credit exposure \$ AUD mln
Corporate	8,442.1	8,305.3
Government	35.1	27.7
Bank	1,297.8	1,242.2
Residential Mortgage	1,602.1	1,573.1
Other retail	-	-
Other	-	-
Total exposures	11,377.1	11,148.3

Portfolios subject to Standardised approach	Impaired loans \$ AUD mln	Past due loans >= 90 days \$ AUD mln	Specific provision balance \$ AUD mln	Charges for specific provision \$ AUD mln	Write-offs \$ AUD mln
Corporate	126.2	299.1	63.8	1.0	2.0
Government					
Bank					
Residential Mortgage		16.1			
Other retail					
Other					
Total	126.2	315.2	63.8	1.0	2.0

	Balance \$ AUD mln
General reserve for credit losses	38.1