

ANZ CAPITAL MANAGEMENT

OVERVIEW

- For ANZ, Level 1 in the context of APRA supervision, primarily comprises “ANZBGL” (including offshore branches) but excludes banking subsidiaries.
- For ANZ, Level 2 in the context of APRA supervision, is the consolidated ANZ Bank HoldCo excluding associates, insurance and funds management entities, commercial non-financial entities and certain securitisation vehicles.
- Consequently, the primary difference between Level 1 and Level 2 is ANZBGL’s banking subsidiaries (such as ANZ New Zealand Bank Limited and Suncorp Bank) which are part of the Level 2 regulatory consolidation but excluded from Level 1.
- ANZ reports to APRA on a Level 1 and Level 2 basis and measures capital adequacy on a Level 1 and Level 2 basis. Since the inception of the ANZ Group non-operating holding company (NOHC) structure in Jan-23, APRA also requires the quantity and quality of Level 3 (“ANZGHL”) capital to be equivalent to, or greater than, the quality and quantity of the sum of total capital of the ANZ Bank Group and the ANZ Non-Bank Group.

