

Liquidity

	Half Year Average			Movement	
	Mar 25	Sep 24	Mar 24	Mar 25 v. Sep 24	Mar 25 v. Mar 24
Total liquid assets (\$B)	306.0	266.2	281.7	15%	9%
Liquidity Coverage Ratio (%)	132%	132%	134%	0%	-2%

The Group holds a portfolio of high-quality unencumbered liquid assets in order to protect the Group's liquidity position in a severely stressed environment, as well as to meet regulatory requirements. High Quality Liquid Assets comprise three categories, with the definitions consistent with Basel 3 Liquidity Coverage Ratio (LCR):

- Highest-quality liquid assets (HQLA1): cash, highest credit quality government, central bank or public sector securities eligible for repurchase with central banks to provide same-day liquidity.
- High-quality liquid assets (HQLA2): high credit quality government, central bank or public sector securities, high quality corporate debt securities and high-quality covered bonds eligible for repurchase with central banks to provide same-day liquidity.
- Alternative liquid assets (ALA): Eligible securities listed by the Reserve Bank of New Zealand (RBNZ).

The Group monitors and manages the size and composition of its liquid assets portfolio on an ongoing basis in line with regulatory requirements and the risk appetite set by the Board. The LCR remained above the regulatory minimum thresholds throughout the periods.

Funding

	As at			Movement	
	Mar 25 \$B	Sep 24 \$B	Mar 24 \$B	Mar 25 v. Sep 24	Mar 25 v. Mar 24
Wholesale funding instruments	273.3	248.9	222.9	10%	23%
Customer deposits	757.8	716.6	641.3	6%	18%
Other liabilities	201.2	195.4	155.6	3%	29%
Shareholders' equity	70.7	68.8	70.2	3%	1%
Total liabilities and shareholders' equity	1,303.0	1,229.7	1,090.0	6%	20%
Net Stable Funding Ratio (%)	117%	116%	118%	1%	-1%

The Group targets a diversified funding base, avoiding undue concentration by investor type, maturity, market source and currency.

During the March 2025 half, the ANZ Bank Group issued \$21.8 billion of term wholesale funding (excluding unsubordinated debt with shorter tenors of 12 to 18 months).

Net Stable Funding Ratio remained above the regulatory minimum of 100% throughout this period.

Capital Management (Level 2)

	As at			Movement	
	Mar 25	Sep 24	Mar 24	Mar 25 v. Sep 24	Mar 25 v. Mar 24
Common Equity Tier 1					
- APRA	11.8%	12.2%	13.5%		
- Basel Harmonised	17.0%	17.6%	19.7%		
Credit risk weighted assets (\$B)	378.1	361.2	348.4	5%	9%
Total risk weighted assets (\$B)	469.0	446.6	432.8	5%	8%
APRA Leverage Ratio	4.4%	4.7%	5.4%		

APRA, under the authority of the *Banking Act 1959*, sets minimum regulatory requirements for banks including what is acceptable as regulatory capital and provides methods of measuring the risks incurred by the Bank.

The Group's APRA Common Equity Tier 1 ratio was 11.8% at 31 March 2025 which is above APRA's minimum requirements. The decrease of 42 bps during the March 2025 half was driven by the impact of the 2024 final dividend paid during the period, growth in risk weighted assets, including the capital floor adjustment, and an increase in capital deductions, partially offset by current period earnings.