

Basel II Pillar 3

September 2009

The following information is presented to meet the APRA Prudential Standard (APS330) under the Basel II Accord utilising the Standardised Approach to Capital Adequacy. This prudential standard fulfills the Pillar 3 requirements of Public Disclosure of Prudential Information to be published on a quarterly basis.

This following disclosures relate to ING Bank (Australia) Limited trading as ING Direct.

CAPITAL ADEQUACY

amount in millions of dollars	Risk Weighted Assets
Capital Requirements in Terms of Risk Weighted Assets	
Credit Risk	23,097.5
Retail	
- Residential Mortgages	18,379.7
- Commercial Property	3,332.2
Wholesale	
- Financial Institutions	1,172.8
- Governments	0.0
Other	106.2
Securitisation	106.6
Market Risk	0.0
Operational Risk	2,337.4
	Capital Ratios
Total Capital Ratio	12.5%
Tier 1 Capital Ratio	8.4%

CREDIT RISK

amount in millions of dollars	September 2009	3 rd Quarter Average
Total Gross Credit Risk Exposure	52,793.5	53,346.6
Loans	43,298.2	43,235.2
Bank Guarantee	29.7	33.8
Derivatives	383.7	378.2
Wholesale	8,966.3	9,586.9
Other	115.6	112.4
Portfolio	52,793.5	53,346.6
Residential Mortgage	39,995.7	39,882.0
Commercial	3,332.2	3,387.0
Wholesale	9,350.0	9,965.1
Other	115.6	112.4

Impaired and Past Due Facilities	
Retail Mortgages	
- Impaired Facilities	201.0
- Past Due Facilities	383.2
- Specific Provisions	14.4
- Write Offs during the Quarter	3.5
Commercial Property	
- Impaired Facilities	250.2
- Past Due Facilities	0.0
- Specific Provisions	27.3
- Write Offs during the Quarter	0.0
Wholesale	
- Impaired Facilities	0.0
- Past Due Facilities	0.0
- Specific Provisions	0.0
- Write Offs during the Quarter	0.0
General Reserve for Credit Losses	102.0

In this document, references to 'dollar amounts', '\$', 'AUD' or 'A\$' are to Australian dollars. Any discrepancies between totals and sums of components in these tables are due to rounding.