

**Commonwealth Bank of Australia**  
**U.S. Disclosure Document**  
**For the half year ended 31 December 2025**

**Results for announcement to the market****Report for the half year ended 31 December 2025**

|   | \$M    |                  |
|---|--------|------------------|
| Revenue from ordinary activities <sup>1</sup>                                   | 15,000 | up 6%            |
| Profit/(loss) from ordinary activities after tax attributable to Equity holders | 5,367  | up 5%            |
| Net profit/(loss) for the period attributable to Equity holders                 | 5,367  | up 5%            |
| Dividends (distributions)   |        |                  |
| Interim dividend - fully franked (cents per share)                              |        | 235              |
| Record date for determining entitlements to the dividend                        |        | 19 February 2026 |

1 The financial results of discontinued operations are excluded from the individual account lines of the Bank's performance and are reported as a single cash net profit after tax line item. Discontinued operations mainly includes Colonial First State (CFS) and associated transitional service agreements.

This Report (this "Document") should be read in conjunction with:

- The Commonwealth Bank of Australia Annual U.S. Disclosure Document – Year Ended 30 June 2025 (the "2025 Annual U.S. Disclosure Document");
- The Commonwealth Bank of Australia Financial Report (U.S. Version) – Year Ended 30 June 2025 which contains the Financial Statements for the years ended 30 June 2023, 2024 and 2025 and as at 30 June 2023, 2024 and 2025 (the "2025 Financial Report");
- The Commonwealth Bank of Australia Financial Report (U.S. Version) – Year Ended 30 June 2024 which contains the Financial Statements for the years ended 30 June 2022, 2023 and 2024 and as at 30 June 2022, 2023 and 2024 (the "2024 Financial Report");
- The Commonwealth Bank of Australia Basel III Pillar 3 Capital Adequacy and Risk Disclosures as at 31 December 2025 (the "December 2025 Capital Disclosure Report"); and
- The Commonwealth Bank of Australia Basel III Pillar 3 Capital Adequacy and Risk Disclosures as at 30 June 2025 (the "June 2025 Capital Disclosure Report", and, together with the December 2025 Capital Disclosure Report, the "Capital Disclosure Reports").

In each case, these are found on the U.S. Investor Website located at [www.commbank.com.au/usinvestors](http://www.commbank.com.au/usinvestors) (the "U.S. Investor Website").

The terms "Bank" and "CBA" refer to the Commonwealth Bank of Australia and the terms "Group", "we" and "our" refer to the Bank and its consolidated subsidiaries. Certain other terms used in this Document are defined in Appendix 4.6 to this Document.

This Document, the 2025 Annual U.S. Disclosure Document, the 2025 Financial Report, the Capital Disclosure Reports and the 2024 Financial Report are each presented in Australian dollars unless stated otherwise.

The Group's financial year ends on June 30 of each year. References to the 2025 Financial Year are to the year ended 30 June 2025 and prior financial years are referred to in a similar manner.

Except where otherwise stated, all figures in this Document relate to the half year ended 31 December 2025. The terms "prior comparative period" and "1H25" refer to the half year ended 31 December 2024, while the terms "prior half" and "2H25" refer to the half year ended 30 June 2025 and the terms "current period", "current half" and "1H26" refer to the half year ended 31 December 2025.

Except where otherwise indicated, references to "Notes" or a "Note" are to Notes or a Note, as the case may be, to the Financial Statements for the half years ended December 31, 2025, June 30, 2025 and December 31, 2024 contained in this Document (the "Financial Statements").

Except otherwise stated, commentary in this Document are prepared on a cash basis.

**Segment Disclosure**

The Group conducts its businesses through five segments: Retail Banking Services; Business Banking; Institutional Banking and Markets; New Zealand; and Corporate Centre and Other. Balances disclosed in the "Divisional Performance" are spot balances, unless otherwise stated.

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## **1** Disclosures

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# Disclosures

## Special Note Regarding Forward-Looking Statements

Certain statements under the captions “Highlights”, “Risk Factors”, “Group Performance Analysis”, “Divisional Performance”, “Retail Banking Services”, “Business Banking”, “Institutional Banking and Markets”, “New Zealand”, “Corporate Centre and Other”, “Group Operations and Business Settings” and elsewhere in this Document constitute or could be deemed to constitute “forward-looking statements” within the meaning of the U.S. Private Securities Litigation Reform Act of 1995, with respect to the financial condition, operations and business of the Group and certain plans and objectives of the management of the Group. Forward-looking statements can generally be identified by the use of forward-looking words such as “may”, “will”, “would”, “could”, “expect”, “intend”, “plan”, “aim”, “estimate”, “target”, “anticipate”, “believe”, “continue”, “objectives”, “outlook”, “guidance” or other similar words. Such forward looking statements, including economic forecasts and assumptions and business and financial projections, involve known and unknown risks, uncertainties and other factors that may cause the actual results, performance or achievements of the Group to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements.

Such factors include strategic risk arising from changes in the Group’s external and internal operating environment, a downturn in the macroeconomic environment, particularly in the Australian or New Zealand economies, declines in the residential and commercial property sectors, being subject to extensive regulation and operating in an environment that is subject to political scrutiny, competition and digital disruption, environmental and social risks, organisational capability and culture risks, failure to maintain capital adequacy requirements, reputational risk, sub-optimal investment allocation and delivery risks, including through acquisitions or divestments of businesses, credit risk, operational risk associated with being a large financial institution, cyber security risk, technology risk, data management risk, third party risk, transaction processing risk, non-technology business disruption risk, artificial intelligence risk, modelling risk, fraud risk, employment risk, accounting and taxation risk, compliance risk, the possibility of incurring substantial legal liability or regulatory action being taken against the Group, inappropriate staff conduct, financial crime legislation compliance risk, privacy legislation compliance risk, liquidity and funding risks, inability to access international debt markets due to financial and credit market conditions, failure to maintain adequate levels of liquidity and funding, failure to maintain credit ratings, failure to hedge effectively against market risks (including adverse fluctuations in exchange rates) and various other factors, many of which may be beyond the Group’s control. Given these risks, uncertainties and other factors, potential investors are cautioned not to place undue reliance on such forward-looking statements.

Risk factors applicable to the Group, including those referred to above, are detailed on page 8 of this Document and pages 13 to 23 of the 2025 Annual U.S. Disclosure Document.

# Disclosures (continued)

## Financial Information Definitions

### Basis of Preparation

The consolidated interim Financial Statements of the Group for the half years ended 31 December 2025, 30 June 2025 and 31 December 2024 comply with International Accounting Standards ("IAS") IAS 34 Interim Financial Reporting.

This Document, the 2025 Annual U.S. Disclosure Document, the 2025 Financial Report, the 2024 Financial Report and the Capital Disclosure Reports are each presented in Australian dollars, unless otherwise stated.

This Document does not include all Notes of the type included in the 2025 Financial Report and therefore cannot be expected to provide as full an understanding of the financial position and financial performance of the Group as that given by the 2025 Financial Report. As a result, this Document should be read in conjunction with the 2025 Annual U.S. Disclosure Document, the 2025 Financial Report and the 2024 Financial Report.

The accounting policies adopted in the preparation of the Financial Statements are consistent with those adopted and disclosed in the 2025 Financial Report.

### Business divestments and assets held for sale

#### Bank of Hangzhou

On 24 January 2025, the Group announced that it entered into a binding agreement to sell its remaining 5.45% shareholding in Bank of Hangzhou (HZB) to New China Life Insurance Co., Ltd (NCL), a Beijing headquartered life insurance company dual listed on the Shanghai Stock Exchange and the Hong Kong Stock Exchange. The completion of the sale was announced on 10 June 2025, resulting in a total post-tax loss of \$156 million.

#### Vietnam International Commercial Joint Stock Bank

On 5 March 2025, the Group announced that it completed the sale of its remaining 4.4% shareholding in Vietnam International Commercial Joint Stock Bank via the Ho Chi Minh Stock Exchange. The Group recognised a post-tax gain of \$39 million on the sale of its investment, including a post-tax gain of \$43 million on the partial sale and reclassification of the holding from an investment in associate to an investment measured at fair value through other comprehensive income.

### Non-GAAP Financial Measures

In addition to its statutory financial results reported in this Document, the 2025 Financial Report and the 2024 Financial Report which are prepared in accordance with International Financial Reporting Standards ("IFRS"), the Group reports and describes certain "non-GAAP financial measures" (as defined by the U.S. Securities and Exchange Commission's Regulation G) of the financial performance and results of the Group. These non-GAAP financial measures are not calculated in accordance with IFRS. This Document and the 2025 Annual U.S. Disclosure Document contain reconciliations of these non-GAAP financial measures to the Group's financial results prepared in accordance with IFRS.

### Net Profit after Tax

The management discussion and analysis in this Document presents Net profit after tax on both a "statutory basis" and a "cash basis".

Net profit after tax ("statutory basis") is prepared in accordance with the Corporations Act 2001 (Cth) (the "Corporations Act") and the Australian Accounting Standards, which comply with IFRS. References to "statutory profit", "statutory net profit after tax" or "statutory earnings" in this Document have the same meaning as "Net profit after tax ("statutory basis)".

Net profit after tax ("cash basis") is a non-GAAP financial measure that is defined by management as net profit after tax and non-controlling interests, before non-cash items including hedging and IFRS volatility, and gains or losses on acquisitions, disposal, closure, capital repatriation and demerger of controlled businesses, or associates that are not discontinued operations. Net profit after tax ("cash basis") is management's preferred measure of the Group's financial performance. This measure is used by management to present what it believes to be a clear view of the Group's underlying operating results, excluding certain items that the Group believes introduce volatility and/or one-off distortions of the Group's performance. These items, such as hedging and IFRS volatility, are calculated consistently period on period and do not discriminate between positive and negative adjustments. A reconciliation of the Group's net profit after tax from "cash basis" to "statutory basis" is set out in Appendix 4.3 to this Document. A reconciliation of the Net profit after tax ("cash basis") to Net profit after tax ("statutory basis") by business segment is provided in Note 2.4 to the Financial Statements included in this Document. A list of items excluded from Net profit after tax ("cash basis") and their description is set out on page 11 of this Document. References to "cash profit" or "cash earnings" in this Document have the same meaning as "Net profit after tax ("cash basis)".

### Prior period restatements

During the half year ended 31 December 2025, the Group implemented certain changes discussed below that were applied retrospectively. Where necessary, comparative information has been restated to conform to the presentation in the current half. Such restatements have been footnoted throughout the Financial Statements and in this Document. Refer to Note 1.1 to the Financial Statements included in this Document and Appendix 4.7 of this Document for further detail on the prior period restatements.

### Re-segmentation

The Group made a number of allocations and reclassifications including the transfer of some customers between Retail Banking Services, Business Banking and Institutional Banking and Markets segments, and refinements to the allocation of support unit costs. These changes have not impacted the Group's net profit but have resulted in changes to the presentation of the Income Statement and Balance Sheet of the affected segments. These changes have been applied retrospectively. Refer to Appendix 4.7 for further information.

# Disclosures (continued)

## Financial Information Definitions (continued)

### Other Non-GAAP Financial Measures

Other non-GAAP financial measures included in this Document are:

- Earnings per share (“cash basis”) – the Group presents its earnings per share on both a statutory and a cash basis. Earnings per share (“cash basis”) is defined by management as Net profit after tax (“cash basis”) as described above, divided by the weighted average number of the Group’s ordinary shares (“cash basis”) over the relevant period. The weighted average number of shares (“cash basis”) incorporates an adjustment for the bonus element of any rights issue and excludes treasury shares related to investments in the Bank’s shares held to settle employee share schemes; and

- The dividend payout ratio and dividend cover are presented on both a statutory and cash basis. The dividend payout ratio (“statutory basis”) is calculated by dividing the dividends paid on the Group’s ordinary shares by the net profit after tax (“statutory basis”), net of dividends on other equity instruments. The dividend payout ratio (“cash basis”) is calculated by dividing the dividends paid on the Group’s ordinary shares by net profit after tax (“cash basis”). “Dividend cover – statutory” is calculated as net profit after tax (“statutory basis”) net of dividends on other equity instruments, divided by dividends on the Group’s ordinary shares for the applicable period. “Dividend cover – cash” is calculated as net profit after tax (“cash basis”), divided by dividends on the Group’s ordinary shares for the applicable period. These ratios are provided on both a statutory and cash basis because net profit after tax, the primary component of these ratios, is also presented on a statutory and cash basis, for the reasons described above.

# Disclosures (continued)

## Impact of Foreign Currency Movements

The Group's consolidated financial results are presented in Australian dollars. In order to prepare the Group's consolidated financial results, the financial results of any reporting entities of the Group with a functional currency other than Australian dollars are translated into Australian dollars for each reporting period. As foreign exchange rates are subject to change, the Group's financial results can be affected by the prevailing rate of the

Australian dollar at the time of such translations. The effects of these translations on various segments of the Group's business are noted throughout this Document.

The movement of the Australian dollar against the following currencies is highlighted in the table below. Unless noted otherwise, rates are sourced from Reuters.

| Exchange Rates Utilised <sup>1</sup> | Currency | As at           |           |           |
|--------------------------------------|----------|-----------------|-----------|-----------|
|                                      |          | 31 Dec 25       | 30 Jun 25 | 31 Dec 24 |
| AUD 1.00 =                           | USD      | <b>0.6690</b>   | 0.6545    | 0.6219    |
|                                      | EUR      | <b>0.5701</b>   | 0.5576    | 0.5978    |
|                                      | GBP      | <b>0.4970</b>   | 0.4766    | 0.4954    |
|                                      | NZD      | <b>1.1590</b>   | 1.0766    | 1.1042    |
|                                      | JPY      | <b>104.7646</b> | 94.2042   | 97.2314   |

| Average Exchange Rates Utilised <sup>2</sup> | Currency | Half Year Ended |           |           |
|--|----------|-----------------|-----------|-----------|
|  |          | 31 Dec 25       | 30 Jun 25 | 31 Dec 24 |
| AUD 1.00 =                                   | USD      | <b>0.6555</b>   | 0.6341    | 0.6613    |
|  | EUR      | <b>0.5620</b>   | 0.5810    | 0.6109    |
|  | GBP      | <b>0.4893</b>   | 0.4891    | 0.5124    |
|  | NZD      | <b>1.1237</b>   | 1.0929    | 1.0998    |
|  | JPY      | <b>98.7977</b>  | 94.1920   | 99.7786   |

1 End of day, Sydney time.

2 Rates are the six month period average of End of day, Sydney time.

The Group hedges foreign currency exposures on debt issues and significant foreign currency earnings exposures in offshore locations.

For further information regarding the composition of the Group's income by location please refer to Note 2.4 to the Financial Statements included in this Document.

# Disclosures (continued)

## Critical Accounting Policies, Judgements and Estimates

The application of the Group's accounting policies requires the use of judgement, estimates and assumptions. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant, and are reviewed on an ongoing basis. Actual results may differ from these estimates, which could impact the Group's net assets and profit.

Where applicable, each note in the 2025 Financial Report discloses the accounting policy for the transactions and balances, which provides information to assist in the understanding of how the numbers are measured, recognised and disclosed. An explanation of these policies and the related critical accounting judgements and estimates applied by the Group is set out below. For further information regarding the Group's accounting policies, see Notes 1.1 to 7.4 to the Financial Statements included in this Document and Notes 1.1 to 12.4 to the 2025 Financial Report.

## Provisions for Impairment of Financial Assets

The Group makes key judgements in determining the expected credit loss (ECL) which include assessing when a significant increase in credit risk (SICR) has occurred, selecting and forecasting forward-looking macroeconomic scenarios, assigning probability weightings to those scenarios, and applying experienced credit judgement. Additional judgments impacting the provision include the segmentation of products and portfolios, the assessment of collateral realisability, the development and calibration of credit loss models, and the selection of inputs, estimates, and assumptions used in those models. Refer to Note 3.2 to the Financial Statements included in this Document for further information.

### Sensitivity of provisions for impairment to changes in forward looking assumptions

The Group applies four alternative macro-economic scenarios (Central, Upside, Downside and Severe downside scenarios) to reflect an unbiased probability-weighted range of possible future outcomes in estimating ECL for significant portfolios.

The table below provides approximate levels of provisions for impairment under the Central and Downside scenarios assuming 100% weighting was applied to each scenario and holding all other assumptions constant. These scenarios and their associated weights have been selected based on the expected range of potential future loss outcomes.

|                                   | 31 Dec 25 | 30 Jun 25 | 31 Dec 24 |
|-----------------------------------|-----------|-----------|-----------|
|                                   | \$M       | \$M       | \$M       |
| Reported probability weighted ECL | 6,335     | 6,377     | 6,227     |
| 100% Central scenario             | 3,567     | 3,800     | 3,873     |
| 100% Downside scenario            | 8,493     | 8,517     | 8,145     |

### Sensitivity of provisions for impairment to SICR assessment criteria

If 1% of Stage 1 credit exposures as at 31 December 2025 was included in Stage 2, provisions for impairment would increase by approximately \$147 million (30 June 2025: \$140 million; 31 December 2024: \$118 million).

If 1% of Stage 2 credit exposures as at 31 December 2025 was included in Stage 1, provisions for impairment would decrease by approximately \$25 million (30 June 2025: \$27 million; 31 December 2024: \$25 million).

## Provisions (Other than Impairment of Financial Assets)

Provisions are recognised for present obligations arising from past events where a payment to settle the obligation is probable and can be reliably estimated. Where the effect of the time value of money is material, the amount of the provision is measured as the present value of expenditures required to settle the obligation, based on a market observable rate. Where a payment to settle an obligation is not probable or cannot be reliably estimated, no provision is recognised. Such obligations are disclosed as contingent liabilities. Refer to Notes 7.1 and 7.2 to the Financial Statements included in this Document for further information.

## Consolidation of Structured Entities

The Group exercises judgement at inception and periodically thereafter, to assess whether a structured entity should be consolidated based on the Bank's power over the relevant activities of the entity and the significance of its exposure to variable returns of the structured entity. Such assessments are predominantly required for the Group's securitisation program, structured transactions and involvement with investment funds.

# Disclosures (continued)

## Critical Accounting Policies and Estimates (continued)

### Financial Instruments at Fair Value

Fair value is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. On initial recognition, the transaction price generally represents the fair value of the financial instrument, unless there is observable information from an active market that provides a more appropriate fair value.

The fair value for financial instruments traded in active markets at the reporting date is based on their quoted market price or dealer price quotations, without any deduction for transaction costs. Assets and long positions are measured at a quoted bid price. Liabilities and short positions are measured at a quoted asking price. Where the Group has positions with offsetting market risks, mid-market prices are used to measure the offsetting risk positions and a quoted bid or asking price adjustment is applied only to the net open position as appropriate.

Non-market quoted financial instruments are mostly valued using valuation techniques based on observable inputs except where observable market data is unavailable. Where market data is unavailable the financial instrument is initially recognised at the transaction price, which is generally the best indicator of fair value. This may differ from the value obtained from the valuation model. The timing of the recognition in the Income Statement of this initial difference in fair value depends on the individual facts and circumstances of each transaction, but is never later than when the market data becomes observable. The difference may be either amortised over the life of the transaction, recognised when the inputs become observable or on de-recognition of the instrument, as appropriate.

The fair value of Over-the-Counter (“OTC”) derivatives includes credit valuation adjustments (“CVA”) for derivative assets to reflect the credit worthiness of the counterparty. Fair value of uncollateralised derivative assets and uncollateralised derivatives liabilities incorporate funding valuation adjustments (“FVA”) to reflect funding costs and benefits to the Group. These adjustments are applied after considering any relevant collateral or master netting arrangements.

Valuation techniques are used to estimate the fair value of securities. When using valuation techniques the Group makes maximum use of market inputs and relies as little as possible on entity specific inputs. It incorporates all factors that the Group believes market participants would consider in setting a price and is consistent with accepted economic methodologies for pricing financial instruments. Data inputs that the Group relies upon when valuing financial instruments relate to counterparty credit risk, volatility, correlation and extrapolation.

Periodically, the Group calibrates its valuation techniques and tests them for validity using prices from any observable current market transaction in the same instruments (i.e. without modification or repackaging) and any other available observable market data. Refer to Note 6.1 to the Financial Statements included in this Document for further information.

### Goodwill

Goodwill is allocated to cash generating units whose recoverable amount is calculated for the purpose of impairment testing. The recoverable amount calculation relies primarily on publicly available earnings multiples.

### Taxation

Provisions for taxation require significant judgement with respect to outcomes that are uncertain. For such uncertainties, the Group has estimated the tax provisions based on the expected outcomes. A deferred tax asset is only recognised to the extent that it is probable that future taxable profits will be available for it to be used against. Refer to Note 2.5 to the Financial Statements included in this Document for further information.

### Superannuation Obligations

Actuarial valuations of the Group's defined benefit superannuation plans' obligations and fair value of the plans' assets are performed semi-annually.

The actuarial valuations of plan obligations are dependent on a series of assumptions, including inflation rates, discount rates, and salary growth rates. Changes in these assumptions impact the fair value of the plans' obligations, assets, superannuation expense and actuarial gains and losses recognised in Other Comprehensive Income. Refer to Note 2.3 to the Financial Statements included in this Document for further information.

### Trail Commission Liabilities

The measurement of trail commission liabilities is dependent on assumptions about the behavioural life and future outstanding balances of the underlying transactions. A provision for trail commissions is only recognised to the extent that the Group can reliably estimate the future cash flows arising from a past event.

### Effective Interest Rate

When applying the effective interest method the Group has estimated the behavioural term of each loan portfolio by reference to historical prepayment rates and the contractual maturities. Refer to Note 3.1 to the Financial Statements included in this Document for further information.

# Disclosures (continued)

## Risk Factors

Details of principal risk factors that could materially affect the Group's businesses, revenues, operating income, net income, net assets, liquidity, funding, reputation and capital resources are set forth under the section entitled "Risk Factors" on pages 13 to 23 of the 2025 Annual U.S. Disclosure Document and supplemented by the section entitled "Reforms to Australia's Anti-Money Laundering and Counter-Terrorism Financing (AML/CTF) laws" below. These risk factors should not be regarded as a complete and comprehensive statement of all the potential risks and uncertainties that the Group faces. Additional risks that may emerge in the future, or that the Group currently considers to be immaterial, may also become important risks that affect the Group. If any of the listed or unlisted risks eventuate, the Group's business, financial condition, liquidity, operations, prospects or reputation could be materially and adversely affected.

The Group is subject to a range of financial, non-financial and strategic risks through the products and services it offers. The risk factors described in the 2025 Annual U.S. Disclosure Document and below are in addition to, and should be read in conjunction with, the "Special Note Regarding Forward-Looking Statements" on page 2 of this Document, Appendices 2.1 and 2.2 to this Document (which describes the Group's approach to managing its credit, market, funding and liquidity risks, and counterparty and other credit risk exposures), and Notes 9.1 to 9.4 of the 2025 Financial Report.

In addition, the risk factors should be read in conjunction with the updates provided in the rest of this Document, in particular Note 7.2 "Customer remediation, litigation, investigations and reviews, other matters" on pages 116 to 120 of this Document.

### **Reforms to Australia's Anti-Money Laundering and Counter-Terrorism Financing (AML/CTF) laws**

Significant reforms to Australia's AML/CTF laws have been introduced under the *Anti-Money Laundering and Counter-Terrorism Financing Amendment Act 2024* (Cth), resulting in changes to legal requirements including those relating to AML/CTF programs, risk assessments, customer due diligence, reporting of suspicious matters, threshold transaction reports and value transfers (currently known as international funds transfer instructions). A substantial number of requirements commence on March 31, 2026, including provisions that will apply to CBA and its subsidiaries, including in relation to designated services provided offshore. Given the scale and complexity of these reforms, the Group will not be compliant with all new requirements by March 31, 2026. Australian Transaction Reports and Analysis Centre (AUSTRAC) acknowledged there are industry-wide compliance challenges given the timeframe to comply and the complexity of the reforms, and has published its regulatory expectations noting that entities should have a documented implementation plan where they are unable to meet new or changed obligations within the required timeframes. AUSTRAC has indicated that it expects reporting entities to show sustained effort and reasonable progress against an implementation plan and that money laundering and terrorism financing risks are being effectively managed. The Australian Government has also stated its intention to adopt transitional rules to allow additional periods of time for reporting entities to comply with some of the new obligations (Transitional rules). It is not yet known when the Transitional rules will be finalised. The Group is developing and implementing a large-scale implementation plan across multiple years to seek to achieve compliance with these reforms. The Group continues to engage with AUSTRAC on the reforms. Risks associated with the reforms include that the Group's implementation plan (in whole or in part) may not align with AUSTRAC's expectations and the foreshadowed transitional rules, including with regard to timeframes, that implementation of the Group's implementation plan may be delayed or not achieve the intended compliance outcomes, and that the Group may be subject to regulatory scrutiny or enforcement action and penalties in relation to inadequate compliance with the amended AML/CTF laws. A failure to adequately update the Group's systems and processes to address the evolving complexity of financial crime risk could result in breach of financial crime laws, including AML/CTF laws, which may result in substantial financial penalties or reputational damage or materially adversely impact the Group. Refer to Note 7.2 "Customer Remediation, Litigation, Investigations and reviews, other matters" on pages 116 to 120 of this Document.

## 2 Highlights

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# Highlights

## Group Performance Summary

| Group Performance Summary   | Half Year Ended<br>("statutory basis") |                  |                       | Half Year Ended <sup>1</sup><br>("cash basis") |                  |                  |                       |                       |
|---|--|------------------|-----------------------|--|------------------|------------------|-----------------------|-----------------------|
|   | 31 Dec 25<br>\$M                       | 31 Dec 24<br>\$M | Dec 25 vs<br>Dec 24 % | 31 Dec 25<br>\$M                               | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Net interest income   | 12,695                                 | 11,934           | 6                     | 12,695   | 12,089           | 11,934           | 5                     | 6                     |
| Other operating income  | 2,305                                  | 2,164            | 7                     | 2,326  | 2,279            | 2,163            | 2                     | 8                     |
| <b>Total operating income</b>   | <b>15,000</b>                          | <b>14,098</b>    | <b>6</b>              | <b>15,021</b>                                  | <b>14,368</b>    | <b>14,097</b>    | <b>5</b>              | <b>7</b>              |
| Operating expenses  | (6,916)                                | (6,372)          | 9                     | (6,890)  | (6,624)          | (6,372)          | 4                     | 8                     |
| <b>Operating performance</b>  | <b>8,084</b>                           | <b>7,726</b>     | <b>5</b>              | <b>8,131</b>                                   | <b>7,744</b>     | <b>7,725</b>     | <b>5</b>              | <b>5</b>              |
| Loan impairment expense   | (319)                                  | (320)            | –                     | (319)  | (406)            | (320)            | (21)                  | –                     |
| <b>Net profit before tax</b>  | <b>7,765</b>                           | <b>7,406</b>     | <b>5</b>              | <b>7,812</b>                                   | <b>7,338</b>     | <b>7,405</b>     | <b>6</b>              | <b>5</b>              |
| Corporate tax expense   | (2,353)                                | (2,264)          | 4                     | (2,367)  | (2,218)          | (2,273)          | 7                     | 4                     |
| <b>Net profit after tax from continuing operations</b>                | <b>5,412</b>                           | <b>5,142</b>     | <b>5</b>              | <b>5,445</b>                                   | <b>5,120</b>     | <b>5,132</b>     | <b>6</b>              | <b>6</b>              |
| Net (loss)/profit after tax from discontinued operations <sup>2</sup> | (45)                                   | (8)              | (large)               | –  | –                | 1                | –                     | (large)               |
| <b>Net profit after tax</b>   | <b>5,367</b>                           | <b>5,134</b>     | <b>5</b>              | <b>5,445</b>                                   | <b>5,120</b>     | <b>5,133</b>     | <b>6</b>              | <b>6</b>              |
| Loss on acquisition, disposal, closure and demerger of businesses     | n/a                                    | n/a              | n/a                   | (63)   | (190)            | –                | 67                    | n/a                   |
| Hedging and IFRS volatility   | n/a                                    | n/a              | n/a                   | (15)   | 52               | 1                | (large)               | (large)               |
| <b>Net profit after tax ("statutory basis")</b>                       | <b>5,367</b>                           | <b>5,134</b>     | <b>5</b>              | <b>5,367</b>                                   | <b>4,982</b>     | <b>5,134</b>     | <b>8</b>              | <b>5</b>              |
| <b>Statutory net profit after tax, by division</b>                    |  |                  |                       |  |                  |                  |                       |                       |
| Retail Banking Services   |  |                  |                       | 2,727  | 2,647            | 2,690            | 3                     | 1                     |
| Business Banking  |  |                  |                       | 2,272  | 2,110            | 2,001            | 8                     | 14                    |
| Institutional Banking and Markets                                     |  |                  |                       | 650  | 598              | 597              | 9                     | 9                     |
| New Zealand   |  |                  |                       | 592  | 664              | 751              | (11)                  | (21)                  |
| Corporate Centre and Other  |  |                  |                       | (874)  | (1,037)          | (905)            | 16                    | 3                     |
| <b>Net profit after tax ("statutory basis")</b>                       |  |                  |                       | <b>5,367</b>                                   | <b>4,982</b>     | <b>5,134</b>     | <b>8</b>              | <b>5</b>              |

1 Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for further details.

2 The financial results of discontinued operations are excluded from the individual account lines of the Bank's performance and are reported as a single cash net profit after tax line item. Discontinued operations mainly includes Colonial First State ("CFS") and associated transitional service agreements.

## Highlights (continued)

### Non-Cash Items Included in Statutory Profit

This document discloses the net profit after tax on both a statutory and cash basis. The statutory basis is prepared in accordance with the Corporations Act and the Australian Accounting Standards, which comply with IFRS. The cash basis is used by management to present what it believes to be a clear view of the Bank's operating results. It is not a measure based on cash accounting or cash flows. The items excluded from cash profit, such as hedging and IFRS volatility and gains or losses on acquisition, disposal, closure, capital repatriation and demerger of businesses are calculated consistently with the prior year and prior half disclosures and do not discriminate between positive and negative adjustments. A list of items excluded from cash profit is provided in the table below. A reconciliation of the Group's net profit after tax from "cash basis" to "statutory basis" is set out in Appendix 4.3 to this Document. A reconciliation of the Net profit after tax ("cash basis") to Net profit after tax ("statutory basis") by business segment is provided in Note 2.4 to the Financial Statements included in this Document.

|   | Half Year Ended |              |            |                    |                    |
|---|-----------------|--------------|------------|--------------------|--------------------|
|   | 31 Dec 25       | 30 Jun 25    | 31 Dec 24  | Dec 25 vs Jun 25 % | Dec 25 vs Dec 24 % |
| <b>Non-Cash Items Included in Statutory Profit</b>                | <b>\$M</b>      | <b>\$M</b>   | <b>\$M</b> |                    |                    |
| Loss on acquisition, disposal, closure and demerger of businesses | (63)            | (190)        | –          | 67                 | n/a                |
| Hedging and IFRS volatility                                       | (15)            | 52           | 1          | (large)            | (large)            |
| <b>Total non-cash items (after tax)</b>                           | <b>(78)</b>     | <b>(138)</b> | <b>1</b>   | <b>43</b>          | <b>(large)</b>     |

Non-cash items attributable to continuing and discontinued operations are set out below:

|   | Half Year Ended |              |            |                    |                    |
|---|-----------------|--------------|------------|--------------------|--------------------|
|   | 31 Dec 25       | 30 Jun 25    | 31 Dec 24  | Dec 25 vs Jun 25 % | Dec 25 vs Dec 24 % |
| <b>Non-Cash Items Included in Statutory Profit</b>                                    | <b>\$M</b>      | <b>\$M</b>   | <b>\$M</b> |                    |                    |
| (Loss)/gain on acquisition, disposal, closure and demerger of businesses <sup>1</sup> | (18)            | (181)        | 9          | 90                 | (large)            |
| Hedging and IFRS volatility   | (15)            | 52           | 1          | (large)            | (large)            |
| <b>Non-cash items (after tax) from continuing operations</b>                          | <b>(33)</b>     | <b>(129)</b> | <b>10</b>  | <b>74</b>          | <b>(large)</b>     |
| Loss on acquisition, disposal, closure and demerger of businesses <sup>2</sup>        | (45)            | (9)          | (9)        | (large)            | (large)            |
| <b>Non-cash items (after tax) from discontinued operations</b>                        | <b>(45)</b>     | <b>(9)</b>   | <b>(9)</b> | <b>(large)</b>     | <b>(large)</b>     |
| <b>Total non-cash items (after tax)</b>   | <b>(78)</b>     | <b>(138)</b> | <b>1</b>   | <b>43</b>          | <b>(large)</b>     |

<sup>1</sup> Includes gains and losses net of transaction and separation costs associated with the sale of investment in Bank of Hangzhou Co., Ltd and other businesses. Economic hedges relating to divestments completed are also presented in the "(Loss)/gain on acquisition, disposal, closure and demerger of businesses" line item.

<sup>2</sup> Includes costs associated with the disposal of CFS.

# Highlights (continued)

## Key Performance Indicators

| Key Performance Indicators <sup>1</sup>                    | Half Year Ended |           |           |                       |                       |
|--|-----------------|-----------|-----------|-----------------------|-----------------------|
|  | 31 Dec 25       | 30 Jun 25 | 31 Dec 24 | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| <b>Group Performance from continuing operations</b>        |                 |           |           |                       |                       |
| Statutory net profit after tax (\$M)                       | 5,412           | 4,991     | 5,142     | 8                     | 5                     |
| Cash net profit after tax (\$M)                            | 5,445           | 5,120     | 5,132     | 6                     | 6                     |
| Net interest margin (%)                                    | 2.04            | 2.08      | 2.08      | (4)bpts               | (4)bpts               |
| Operating expenses to total operating income (%)           | 45.9            | 46.1      | 45.2      | (20)bpts              | 70 bpts               |
| Spot number of full-time equivalent staff (FTE)            | 51,617          | 51,346    | 49,682    | 1                     | 4                     |
| Average number of FTE                                      | 51,755          | 50,639    | 49,307    | 2                     | 5                     |
| Effective corporate tax rate (%)                           | 30.3            | 30.2      | 30.7      | 10 bpts               | (40)bpts              |
| Average interest earning assets (\$M) <sup>2</sup>         | 1,232,326       | 1,171,804 | 1,135,859 | 5                     | 8                     |
| Assets under management (AUM) - average (\$M)              | 22,313          | 21,159    | 20,280    | 5                     | 10                    |
| <b>Group Performance including discontinued operations</b> |                 |           |           |                       |                       |
| Statutory net profit after tax (\$M)                       | 5,367           | 4,982     | 5,134     | 8                     | 5                     |
| Cash net profit after tax (\$M)                            | 5,445           | 5,120     | 5,133     | 6                     | 6                     |
| Net interest margin (%)                                    | 2.04            | 2.08      | 2.08      | (4)bpts               | (4)bpts               |
| Operating expenses to total operating income (%)           | 45.9            | 46.1      | 45.2      | (20)bpts              | 70 bpts               |
| Spot number of full-time equivalent staff (FTE)            | 51,617          | 51,346    | 49,682    | 1                     | 4                     |
| Effective corporate tax rate (%)                           | 30.3            | 30.2      | 30.7      | 10 bpts               | (40)bpts              |

<sup>1</sup> Presented on a "cash basis" unless stated otherwise.

<sup>2</sup> Average interest earning assets are net of average mortgage offset balances.

# Highlights (continued)

## Key Performance Indicators (continued)

| Key Performance Indicators   | Half Year Ended |           |           |                    |                    |
|--|-----------------|-----------|-----------|--------------------|--------------------|
|  | 31 Dec 25       | 30 Jun 25 | 31 Dec 24 | Dec 25 vs Jun 25 % | Dec 25 vs Dec 24 % |
| <b>Shareholder Returns from continuing operations</b>                  |                 |           |           |                    |                    |
| Earnings Per Share (EPS) (cents) <sup>1</sup>                          |                 |           |           |                    |                    |
| Statutory basis - basic  | 323.7           | 298.5     | 307.5     | 8                  | 5                  |
| Cash basis - basic   | 325.7           | 306.2     | 306.9     | 6                  | 6                  |
| Return on equity (ROE) (%) <sup>1</sup>                                |                 |           |           |                    |                    |
| Statutory basis  | 13.8            | 13.1      | 13.8      | 70 bpts            | –                  |
| Cash basis   | 13.8            | 13.4      | 13.7      | 40 bpts            | 10 bpts            |
| <b>Shareholder Returns including discontinued operations</b>           |                 |           |           |                    |                    |
| Earnings Per Share (EPS) (cents) <sup>1</sup>                          |                 |           |           |                    |                    |
| Statutory basis - basic  | 321.0           | 298.0     | 307.0     | 8                  | 5                  |
| Cash basis - basic   | 325.7           | 306.2     | 307.0     | 6                  | 6                  |
| Return on equity (ROE) (%) <sup>1</sup>                                |                 |           |           |                    |                    |
| Statutory basis  | 13.6            | 13.0      | 13.7      | 60 bpts            | (10)bpts           |
| Cash basis   | 13.8            | 13.4      | 13.7      | 40 bpts            | 10 bpts            |
| Dividends per share - fully franked (cents)                            | 235             | 260       | 225       | (10)               | 4                  |
| Dividend cover - "statutory basis" (times)                             | 1.4             | 1.1       | 1.4       | 27                 | –                  |
| Dividend cover - "cash basis" (times)                                  | 1.4             | 1.2       | 1.4       | 17                 | –                  |
| Dividend payout ratio (%) <sup>1</sup>                                 |                 |           |           |                    |                    |
| Statutory basis  | 73              | 87        | 73        | (large)            | –                  |
| Cash basis   | 72              | 85        | 73        | (large)            | (100)bpts          |
| <b>Capital including discontinued operations</b>                       |                 |           |           |                    |                    |
| Common Equity Tier 1 (APRA) (%)  | 12.3            | 12.3      | 12.2      | –                  | 10 bpts            |
| Risk weighted assets (RWA) (\$M)                                       | 505,310         | 496,145   | 482,369   | 2                  | 5                  |
| Leverage Ratio (APRA) (%)  | 4.7             | 4.7       | 4.9       | –                  | (20)bpts           |
| <b>Funding and Liquidity Metrics including discontinued operations</b> |                 |           |           |                    |                    |
| Liquidity Coverage Ratio (%) <sup>2</sup>                              | 132             | 130       | 127       | 200 bpts           | large              |
| Weighted Average Maturity of Long-Term Debt (years) <sup>3</sup>       | 5.2             | 5.1       | 5.1       | 0.1 years          | 0.1 years          |
| Customer Deposit Funding Ratio (%)                                     | 79              | 78        | 77        | 100 bpts           | 200 bpts           |
| Net Stable Funding Ratio (%)   | 117             | 115       | 116       | 200 bpts           | 100 bpts           |
| <b>Credit Quality Metrics including discontinued operations</b>        |                 |           |           |                    |                    |
| Loan impairment expense annualised as a % of average GLAAs             | 0.06            | 0.08      | 0.07      | (2)bpts            | (1)bpt             |
| Gross non-performing exposures as a % of TCE                           | 0.67            | 0.73      | 0.72      | (6)bpts            | (5)bpts            |
| Credit risk weighted assets (RWA) (\$M)                                | 409,119         | 398,928   | 385,117   | 3                  | 6                  |

<sup>1</sup> For definitions refer to Appendix 4.6 of this Document.

<sup>2</sup> Quarterly average.

<sup>3</sup> Represents the weighted average maturity (WAM) of outstanding long-term wholesale debt with a residual maturity greater than 12 months as at the reporting date. Includes drawdowns of RBNZ Term Lending Facilities.

# Highlights (continued)

## Key Performance Indicators (continued)

| Key Performance Indicators  | Half Year Ended <sup>1</sup> |           |           |                       |                       |
|---|------------------------------|-----------|-----------|-----------------------|-----------------------|
|   | 31 Dec 25                    | 30 Jun 25 | 31 Dec 24 | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| <b>Retail Banking Services</b>  |                              |           |           |                       |                       |
| Statutory net profit after tax (\$M)  | 2,727                        | 2,647     | 2,690     | 3                     | 1                     |
| Net interest margin (%)   | 2.50                         | 2.51      | 2.50      | (1)bpt                | –                     |
| Average interest earning assets (\$M) <sup>2</sup>                            | 472,762                      | 458,783   | 448,489   | 3                     | 5                     |
| Statutory operating expenses to total operating income (%)                    | 39.9                         | 39.2      | 39.5      | 70 bpts               | 40 bpts               |
| Risk weighted assets (\$M)  | 185,715                      | 178,806   | 175,577   | 4                     | 6                     |
| <b>Business Banking</b>   |                              |           |           |                       |                       |
| Statutory net profit after tax (\$M)  | 2,272                        | 2,110     | 2,001     | 8                     | 14                    |
| Net interest margin (%)   | 3.36                         | 3.31      | 3.33      | 5 bpts                | 3 bpts                |
| Average interest earning assets (\$M) <sup>2</sup>                            | 258,663                      | 247,084   | 236,889   | 5                     | 9                     |
| Statutory operating expenses to total operating income (%)                    | 32.2                         | 32.2      | 32.3      | –                     | (10)bpts              |
| Risk weighted assets (\$M)  | 160,368                      | 153,289   | 146,280   | 5                     | 10                    |
| <b>Institutional Banking and Markets</b>                                      |                              |           |           |                       |                       |
| Statutory net profit after tax (\$M)  | 650                          | 598       | 597       | 9                     | 9                     |
| Net interest margin (%)   | 0.84                         | 0.92      | 0.94      | (8)bpts               | (10)bpts              |
| Average interest earning assets (\$M)   | 194,390                      | 172,791   | 167,586   | 13                    | 16                    |
| Statutory operating expenses to total operating income (%)                    | 40.2                         | 42.0      | 41.8      | (180)bpts             | (160)bpts             |
| Risk weighted assets (\$M)  | 88,038                       | 86,137    | 82,600    | 2                     | 7                     |
| <b>New Zealand</b>  |                              |           |           |                       |                       |
| Statutory net profit after tax (A\$M)   | 592                          | 664       | 751       | (11)                  | (21)                  |
| Net interest margin (ASB) (%) <sup>3</sup>                                    | 2.35                         | 2.24      | 2.29      | 11 bpts               | 6 bpts                |
| Average interest earning assets (ASB) (NZ\$M) <sup>3</sup>                    | 135,281                      | 130,262   | 127,398   | 4                     | 6                     |
| Statutory operating expenses to total operating income (ASB) (%) <sup>3</sup> | 45.5                         | 44.0      | 41.0      | 150 bpts              | 450 bpts              |
| Risk weighted assets - APRA basis (A\$M) <sup>4</sup>                         | 56,285                       | 60,276    | 57,774    | (7)                   | (3)                   |
| Risk weighted assets - RBNZ basis (NZ\$M) <sup>5</sup>                        | 79,178                       | 75,257    | 73,761    | 5                     | 7                     |
| AUM - average (ASB) (NZ\$M) <sup>3</sup>                                      | 25,059                       | 23,116    | 22,234    | 8                     | 13                    |

<sup>1</sup> Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for further details.

<sup>2</sup> Net of average mortgage offset balances.

<sup>3</sup> Key financial metrics represent ASB only and are calculated in New Zealand dollar terms.

<sup>4</sup> Risk weighted assets (A\$M) calculated in accordance with APRA requirements.

<sup>5</sup> Risk weighted assets (NZ\$M) calculated in accordance with RBNZ requirements.

# Highlights (continued)

## Market Share

| Market Share                                  | As at <sup>1</sup> |                |                |                     |                     |
|---|--------------------|----------------|----------------|---------------------|---------------------|
|   | 31 Dec 25<br>%     | 30 Jun 25<br>% | 31 Dec 24<br>% | Dec 25 vs<br>Jun 25 | Dec 25 vs<br>Dec 24 |
| Home loans - RBA <sup>2</sup>                 | 24.6               | 24.6           | 24.6           | –                   | –                   |
| Home loans - APRA <sup>3</sup>                | 25.4               | 25.3           | 25.4           | 10 bpts             | –                   |
| Credit cards - APRA <sup>3</sup>              | 28.1               | 28.2           | 27.7           | (10)bpts            | 40 bpts             |
| Other household lending - APRA <sup>3 4</sup> | 23.9               | 23.7           | 22.9           | 20 bpts             | 100 bpts            |
| Household deposits - APRA <sup>3</sup>        | 26.6               | 26.4           | 26.5           | 20 bpts             | 10 bpts             |
| Business lending - RBA <sup>2</sup>           | 17.6               | 17.6           | 17.2           | –                   | 40 bpts             |
| Business lending - APRA <sup>3 5</sup>        | 19.1               | 18.9           | 18.7           | 20 bpts             | 40 bpts             |
| Business deposits - APRA <sup>3 5</sup>       | 22.1               | 21.9           | 21.9           | 20 bpts             | 20 bpts             |
| Equities trading <sup>6</sup>                 | 3.5                | 3.3            | 3.3            | 20 bpts             | 20 bpts             |
| NZ home loans                                 | 21.4               | 21.2           | 21.1           | 20 bpts             | 30 bpts             |
| NZ customer deposits                          | 18.8               | 18.8           | 18.6           | –                   | 20 bpts             |
| NZ business and rural lending                 | 17.3               | 17.4           | 17.2           | (10)bpts            | 10 bpts             |

1 Comparatives have been updated to reflect market restatements. Refer to Market share Definitions section in Appendix 4.6 to this Document for further information, including source materials.

2 System source: RBA Lending and Credit Aggregates.

3 System source: APRA's Monthly Authorised Deposit-taking Institutions Statistics (MADIS) publication.

4 Other Household Lending market share includes personal loans, margin loans and other forms of lending to individuals.

5 Represents business lending to and business deposits by non-financial businesses under APRA definitions.

6 Represents CommSec traded value as a percentage of total Australian Equities markets, on a 12 month rolling average basis.

## CBA growth against System <sup>1</sup>

### Balance growth - 12 months to December 2025



1 System and CBA Source: RBA/APRA/RBNZ.

2 System source: RBA Lending and Credit Aggregates.

3 CBA Domestic Business lending growth (including Institutional Lending).

4 System and CBA Source: APRA Deposits by non-financial businesses.

## Credit Ratings <sup>1</sup>

| Credit Ratings            | Long-term | Short-term | Outlook  |
|---------------------------|-----------|------------|----------|
| Fitch Ratings             | AA-       | F1+        | Positive |
| Moody's Investors Service | Aa2       | P-1        | Stable   |
| S&P Global Ratings        | AA-       | A-1+       | Stable   |

1 A credit rating is not a recommendation to buy, sell or hold any securities and may be changed, suspended or withdrawn at any time by the applicable credit ratings agency. Each credit rating should be evaluated independently of any other credit rating.

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### **3** Group Performance Analysis

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# Group Performance Analysis

## Financial Performance and Business Review

Comments are versus prior comparative period unless stated otherwise (continuing operations basis<sup>1</sup>).

The Bank's statutory net profit after tax (NPAT) from continuing operations for the half year ended 31 December 2025 increased \$270 million or 5% on the prior comparative period to \$5,412 million. The Bank's statutory NPAT (including discontinued operations) increased \$233 million or 5% on the prior comparative period to \$5,367 million.

Cash net profit after tax ("cash NPAT" or "cash profit") from continuing operations increased \$313 million or 6% on the prior comparative period to \$5,445 million. The result was driven by a 7% increase in operating income, a 5% increase in operating expenses<sup>2</sup>, and a \$1 million decrease in loan impairment expense.

Operating income increased 7% on the prior comparative period. Key movements included:

- Net Interest Income (NII) increased 6%, primarily driven by a \$96 billion or 8% increase in Average Interest Earning Assets (AIEA), partly offset by a 4 basis point decrease in Net Interest Margin (NIM). Excluding the impact of liquid assets and institutional reverse sale and repurchase agreements, the underlying NIM was unchanged. Average lending assets increased by \$61 billion or 7% due to growth in home, business and institutional lending. Underlying NIM was primarily driven by higher earnings from the replicating portfolio and equity hedges, and favourable funding mix from strong growth in at-call deposits, offset by Treasury and Markets, the impact of declining interest rates, and increased deposit and lending price competition.
- Other operating income increased 8% with higher trading income from Markets including favourable derivative valuation adjustments, growth in equities volumes, higher insurance income including a milestone payment recognised in relation to the sale of Commonwealth Insurance Limited (Commlinsure General Insurance), and higher syndication and institutional lending fee income, partly offset by lower Structured Asset Finance revenue following the sale of the aircraft lease portfolio, and lower Treasury income from liquid asset sales.

Operating expenses<sup>2</sup> increased 5%, mainly driven by higher staff expenses due to inflation and an increase in full-time equivalent staff (FTE), and additional technology spend to support investment in infrastructure, resilience and AI capabilities, as well as higher cloud computing volumes and software licensing, partly offset by productivity initiatives.

Loan impairment expense (LIE) decreased \$1 million, primarily driven by improvements in business credit quality and easing conditions for households, partly offset by elevated geopolitical tensions and global macroeconomic uncertainty. Home loan 90+ day arrears were 0.63%, a decrease of 7 basis points on the prior half, supported by interest rate reductions and tax refunds. Credit cards and Personal loans arrears were 0.66% and 1.41%, a decrease of 3 basis points and 10 basis points respectively on the prior half, in line with seasonal trends. Total provisions to credit risk weighted assets is 1.55%, down 5 basis points on the prior half, reflecting volume growth in Credit RWA.

CET1 was 12.3% as at 31 December 2025, in line with 30 June 2025, well above APRA's regulatory requirements. The movement was driven by capital generated from earnings, partly offset by payment of the 2025 final dividend and higher total RWA. The increase in Credit Risk, Traded Market Risk and Operational Risk RWA was partly offset by lower IRRBB RWA which includes the impact of the revised APS 117 framework, effective 1 October 2025.

Earnings per share ("statutory basis") increased 5% on the prior comparative period to 323.7 cents per share, driven by an increase in statutory profit.

Return on equity ("statutory basis") was flat on the prior comparative period at 13.8% due to higher statutory profit being offset by higher net assets.

The interim dividend determined was \$2.35 per share, which is equivalent to 73% of the Bank's statutory profit.

Balance sheet strength and resilience is a key priority for the Bank. The Bank has managed key balance sheet risks in what it believes to be a sustainable and conservative manner, and has made strategic decisions to maintain strength in capital, funding and liquidity settings. In particular, the Bank has:

- Fulfilled a significant proportion of its funding requirements with customer deposits, accounting for 79% of total funding at 31 December 2025 (up 2% from 77% at 31 December 2024);
- Issued new long-term wholesale funding of \$17 billion during the half year ended 31 December 2025, bringing the portfolio Weighted Average Maturity (WAM) to 5.2 years (up from 5.1 years at 30 June 2025);
- Maintained its strong funding position, with long-term wholesale funding accounting for 68% of total wholesale funding (in line with 31 December 2024); and
- Appropriately managed the level of liquid assets and customer deposit growth to maintain our strong funding and liquidity positions, as illustrated by the Liquidity Coverage Ratio (LCR) and Net Stable Funding Ratio (NSFR) being well above the regulatory minimum.

1 The financial results of discontinued operations are excluded from the individual account lines of the Bank's performance and are reported as a single cash net profit after tax line item. Discontinued operations mainly includes transitional service agreement activities for divested entities such as CFS.

2 Reflects underlying performance within operating expenses, excluding the impacts of restructuring and notable items. Current half relates to provisions for the settlement of legal proceedings in NZ; an additional goodwill payment made to certain customers as a result of ASIC's Better Banking review; and domestic customer remediation.

# Group Performance Analysis (continued)

## Financial Performance and Business Review (continued)

In order to present a transparent view of the business' performance, operating expenses is shown both on an underlying and headline basis.

| Group Performance Summary  | Half Year Ended<br>("cash basis") |                  |                  |                       |                       |
|--|-----------------------------------|------------------|------------------|-----------------------|-----------------------|
|  | 31 Dec 25<br>\$M                  | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| <b>Total operating income</b>  | <b>15,021</b>                     | 14,368           | 14,097           | 5                     | 7                     |
| <b>Underlying operating expenses</b>                                       | <b>(6,720)</b>                    | (6,494)          | (6,372)          | 3                     | 5                     |
| <i>Restructuring and notable items</i> <sup>1</sup>                        | <b>(170)</b>                      | (130)            | –                | 31                    | n/a                   |
| <b>Total operating expenses</b>  | <b>(6,890)</b>                    | (6,624)          | (6,372)          | 4                     | 8                     |
| <b>Operating performance</b>   | <b>8,131</b>                      | 7,744            | 7,725            | 5                     | 5                     |
| Loan impairment expense  | <b>(319)</b>                      | (406)            | (320)            | (21)                  | –                     |
| <b>Net profit before tax</b>   | <b>7,812</b>                      | 7,338            | 7,405            | 6                     | 5                     |
| Corporate tax expense  | <b>(2,367)</b>                    | (2,218)          | (2,273)          | 7                     | 4                     |
| <b>Net profit after tax from continuing operations ("cash basis")</b>      | <b>5,445</b>                      | 5,120            | 5,132            | 6                     | 6                     |
| Non-cash items - continuing operations <sup>2</sup>                        | <b>(33)</b>                       | (129)            | 10               | 74                    | (large)               |
| <b>Net profit after tax from continuing operations ("statutory basis")</b> | <b>5,412</b>                      | 4,991            | 5,142            | 8                     | 5                     |
| Net profit after tax from discontinued operations ("cash basis")           | <b>–</b>                          | –                | 1                | –                     | (large)               |
| Non-cash items - discontinued operations <sup>2</sup>                      | <b>(45)</b>                       | (9)              | (9)              | (large)               | (large)               |
| <b>Net profit after tax ("statutory basis")</b>                            | <b>5,367</b>                      | 4,982            | 5,134            | 8                     | 5                     |

1 Current half relates to provisions for the settlement of legal proceedings in NZ; an additional goodwill payment made to certain customers as a result of ASIC's Better Banking review; and domestic customer remediation. Prior half related to domestic and NZ customer remediation as well as a Bankwest restructuring provision.

2 Refer to page 11 for further information.

# Group Performance Analysis (continued)

## Net Interest Income (continuing operations basis)

|  | Half Year Ended  |           |           |                    |                    |
|--|------------------|-----------|-----------|--------------------|--------------------|
|  | 31 Dec 25        | 30 Jun 25 | 31 Dec 24 | Dec 25 vs Jun 25 % | Dec 25 vs Dec 24 % |
|  | \$M              | \$M       | \$M       |                    |                    |
| <b>Net interest income ("statutory basis")</b>                     | <b>12,695</b>    | 12,089    | 11,934    | 5                  | 6                  |
| <b>Average interest earning assets</b>                             |                  |           |           |                    |                    |
| Home loans <sup>1</sup>  | <b>622,058</b>   | 604,882   | 590,609   | 3                  | 5                  |
| Consumer finance   | <b>16,985</b>    | 16,928    | 16,657    | –                  | 2                  |
| Business and corporate loans                                       | <b>293,300</b>   | 279,588   | 264,323   | 5                  | 11                 |
| Total average lending interest earning assets                      | <b>932,343</b>   | 901,398   | 871,589   | 3                  | 7                  |
| Non-lending interest earning assets (excl. liquid assets)          | <b>111,212</b>   | 94,681    | 95,835    | 17                 | 16                 |
| <b>Total average interest earning assets (excl. liquid assets)</b> | <b>1,043,555</b> | 996,079   | 967,424   | 5                  | 8                  |
| Liquid assets <sup>2</sup>   | <b>188,771</b>   | 175,725   | 168,435   | 7                  | 12                 |
| <b>Total average interest earning assets</b>                       | <b>1,232,326</b> | 1,171,804 | 1,135,859 | 5                  | 8                  |
| Net interest margin (%) ("statutory basis")                        | <b>2.04</b>      | 2.08      | 2.08      | (4)bpts            | (4)bpts            |

1 Net of average mortgage offset balances of \$92,454 million (half year ended 30 June 2025: \$86,934 million; half year ended 31 December 2024: \$81,358 million). While these balances are required to be grossed up under accounting standards, they are netted down for the calculation of customer interest payments and the Group's net interest margin.

2 Average non-lending interest earning assets held by the Group for liquidity purposes and included in LCR liquid assets.

## Half Year Ended December 2025 versus December 2024

Net interest income ("statutory basis") was \$12,695 million, an increase of \$761 million or 6% on the prior comparative period. The result was driven by a \$96 billion or 8% increase in average interest earning assets to \$1,232 billion, partly offset by a 4 basis point decrease in net interest margin to 2.04%. Average lending interest earning assets increased by \$61 billion or 7%.

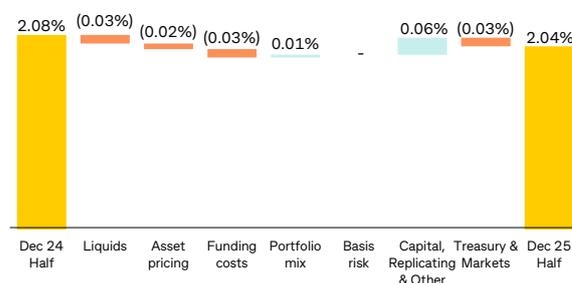
### Average Interest Earning Assets

Average interest earning assets increased \$96 billion or 8% on the prior comparative period. The key drivers of this movement were:

- Home loan average balances increased \$31 billion or 5% on the prior comparative period to \$622 billion. Proprietary mix for CBA and Unloan branded home loans increased from 66% to 67% of new business flows;
- Consumer finance average balances increased by 2% on the prior comparative period to \$17 billion driven by growth in personal loans;
- Business and corporate loan average balances increased \$29 billion or 11% on the prior comparative period to \$293 billion, driven by growth in Business Banking lending across a number of industries as well as growth in the institutional and structured lending portfolios in Institutional Banking and Markets;
- Non-lending interest earning asset (excl. liquids) average balances increased \$15 billion or 16% on the prior comparative period to \$111 billion, primarily driven by higher reverse sale and repurchase agreement balances and trading assets mainly in the fixed income portfolio in Institutional Banking and Markets; and
- Liquid asset average balances increased \$20 billion or 12% on the prior comparative period to \$189 billion.

For further details on the balance sheet movements refer to the 'Group Assets and Liabilities' on page 28.

## NIM movement since December 2024



### Net Interest Margin

The Bank's net interest margin decreased 4 basis points on the prior comparative period to 2.04%. Excluding growth in liquid assets, which have broadly neutral impacts on net interest income, net interest margin decreased by 1 basis point. The key drivers of the movement were:

**Asset pricing:** Decreased margin by 2 basis points driven by home lending pricing (down 2 basis points) and business lending pricing (down 1 basis point) reflecting the impact of elevated competition, partly offset by higher consumer finance margins (up 1 basis point).

**Funding costs:** Decreased margin by 3 basis points driven by declining interest rates, unfavourable deposit mix and increased deposit price competition.

**Portfolio mix:** Increased margin by 1 basis point driven by favourable funding mix from strong growth in at-call deposits.

**Basis risk:** Flat.

**Capital, Replicating and Other:** Increased margin by 6 basis points driven by the impact of the replicating portfolio due to changes in portfolio rate and volume (up 5 basis points) and higher earnings on capital hedges (up 1 basis point).

# Group Performance Analysis (continued)

## Net Interest Income (continued)

**Treasury and Markets:** Decreased margin by 3 basis points due to higher funding costs in Carbon and Commodities and Global Markets (offset in other operating income), and an increase in reverse sale and repurchase agreement balances.

### Half Year Ended December 2025 versus June 2025

Net interest income (“statutory basis”) increased \$606 million or 5% on the prior half. The result was driven by a \$61 billion or 5% increase in average interest earning assets and the benefit of three additional calendar days in the current half, partly offset by a 4 basis point decrease in net interest margin. Average lending interest earning assets increased by \$31 billion or 3%.

### Average Interest Earning Assets

Average interest earning assets increased \$61 billion or 5% on the prior half. The key drivers of this movement were:

- Home loan average balances increased \$17 billion or 3% on the prior half. Proprietary mix for CBA and Unloan branded home loans remained stable at 67% of new business flows;
- Consumer finance average balances were flat on the prior half;
- Business and corporate loan average balances increased \$14 billion or 5% on the prior half, driven by growth in Business Banking lending across a number of industries as well as growth in the institutional and structured lending portfolios in Institutional Banking and Markets;
- Non-lending interest earning asset (excl. liquids) average balances increased \$17 billion or 17% on the prior half, primarily driven by higher reverse sale and repurchase agreement balances and trading assets mainly in the fixed income portfolio in Institutional Banking and Markets; and
- Liquid asset average balances increased \$13 billion or 7% on the prior half.

For further details on the balance sheet movements refer to the ‘Group Assets and Liabilities’ on page 28.

**NIM movement since June 2025**



### Net Interest Margin

The Bank’s net interest margin decreased 4 basis points on the prior half. Excluding growth in liquid assets, which have broadly neutral impacts on net interest income, net interest margin decreased by 2 basis points. The key drivers of the movement were:

**Asset pricing:** Decreased margin by 2 basis points driven by home lending pricing reflecting the impact of increased competition.

**Funding costs:** Flat.

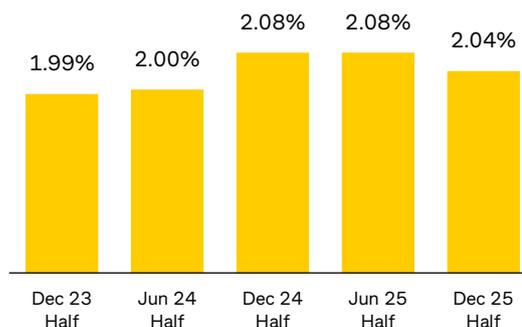
**Portfolio mix:** Increased margin by 1 basis point driven by favourable funding mix from strong growth in at-call deposits.

**Basis risk:** Flat.

**Capital, Replicating and Other:** Increased margin by 1 basis point driven by higher earnings on the replicating portfolio.

**Treasury and Markets:** Decreased margin by 2 basis points due to lower risk management income in Treasury and an increase in reverse sale and repurchase agreement balances.

**NIM (Half Year Ended)**



# Group Performance Analysis (continued)

## Other Operating Income (continuing operations basis)

|  | Half Year Ended |              |              |                       |                       |
|--|-----------------|--------------|--------------|-----------------------|-----------------------|
|  | 31 Dec 25       | 30 Jun 25    | 31 Dec 24    | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
|  | \$M             | \$M          | \$M          |                       |                       |
| Commissions  | 1,146           | 1,014        | 1,085        | 13                    | 6                     |
| Lending fees   | 465             | 463          | 449          | –                     | 4                     |
| Trading income   | 603             | 680          | 519          | (11)                  | 16                    |
| Funds management and insurance income                          | 67              | 62           | 60           | 8                     | 12                    |
| Other income   | 45              | 60           | 50           | (25)                  | (10)                  |
| <b>Other operating income - "cash basis"</b>                   | <b>2,326</b>    | <b>2,279</b> | <b>2,163</b> | <b>2</b>              | <b>8</b>              |
| Hedging and IFRS volatility                                    | (21)            | 73           | (4)          | (large)               | (large)               |
| Gain/(loss) on disposal and acquisition of controlled entities | –               | (249)        | 5            | large                 | (large)               |
| <b>Other operating income - "statutory basis"</b>              | <b>2,305</b>    | <b>2,103</b> | <b>2,164</b> | <b>10</b>             | <b>7</b>              |

### Half Year Ended December 2025 versus December 2024

**Other operating income** ("statutory basis") was \$2,305 million, an increase of \$141 million or 7% on the prior comparative period. The key drivers of this movement were:

**Commissions** increased by \$61 million or 6% to \$1,146 million, mainly driven by higher insurance income, including a milestone payment recognised in relation to the sale of Commonwealth Insurance Limited (CommInsure General Insurance), and higher equities income due to growth in trading volumes, partly offset by lower deposit fees mainly due to fee waivers, and the sale of the private advice business.

**Lending fees** increased by \$16 million or 4% to \$465 million, mainly due to higher volume driven bank guarantees and higher syndication and institutional lending fee income.

**Trading income** increased by \$84 million or 16% to \$603 million, mainly driven by higher trading gains in Markets and favourable derivative valuation adjustments, partly offset by lower Treasury income from liquid asset sales and lower sales volume in foreign exchange.

**Funds management income** increased by \$7 million or 12% to \$67 million, from higher average net flows and favourable market performance in New Zealand.

**Other income** decreased by \$5 million or 10% to \$45 million, mainly driven by lower Structured Asset Finance revenue from the sale of the aircraft lease portfolio, and lower earnings from minority investments, partly offset by a fair value gain on our investment in Gemini following its Initial Public Offering.

**Hedging and IFRS volatility** decreased by \$17 million from a loss of \$4 million to a loss of \$21 million primarily driven by losses on non-trading derivatives that are held for risk management purposes.

**Gain on disposal and acquisition of controlled entities net of transaction costs** decreased by \$5 million from a gain of \$5 million, from the non-recurrence of fair value remeasurements in the prior period.

### Half Year Ended December 2025 versus June 2025

**Other operating income** ("statutory basis") increased by \$202 million or 10% on the prior half. The key drivers of this movement were:

**Commissions** increased by \$132 million or 13%, mainly due to higher insurance income including a milestone payment recognised in relation to the sale of Commonwealth Insurance Limited (CommInsure General Insurance), higher volume driven payments income, and higher equities income due to growth in trading volumes, partly offset by lower deposit fees mainly due to fee waivers, as well as the sale of the private advice business.

**Lending fees** increased by \$2 million from higher institutional lending, partly offset by higher fee waivers.

**Trading income** decreased by \$77 million or 11%, mainly driven by lower Treasury income from liquid asset sales and unfavourable derivative valuation adjustments.

**Funds management income** increased by \$5 million or 8% from higher average net flows and favourable market performance in New Zealand.

**Other income** decreased by \$15 million or 25% mainly driven by lower earnings from minority investments, partly offset by a fair value gain on our investment in Gemini following its Initial Public Offering.

**Hedging and IFRS volatility** decreased by \$94 million mainly driven by losses on non-trading derivatives that are held for risk management purposes.

**Gain on disposal and acquisition of controlled entities net of transaction costs** increased \$249 million, primarily from the non-recurrence of losses associated with the sale of the Group's 5.45% share in Bank of Hangzhou in the prior half.

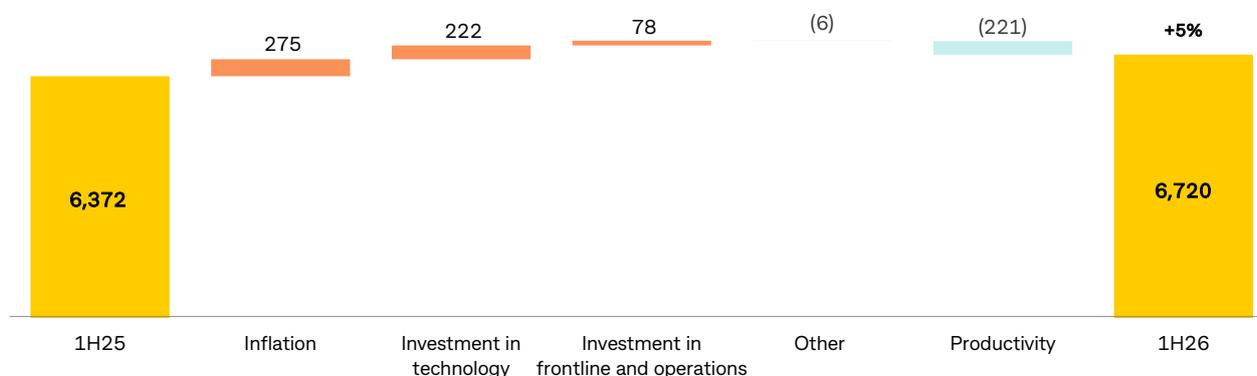
# Group Performance Analysis (continued)

## Operating Expenses (continuing operations basis)

|  | Half Year Ended |              |              |                    |                    |
|--|-----------------|--------------|--------------|--------------------|--------------------|
|  | 31 Dec 25       | 30 Jun 25    | 31 Dec 24    | Dec 25 vs Jun 25 % | Dec 25 vs Dec 24 % |
|  | \$M             | \$M          | \$M          |                    |                    |
| Staff expenses   | 4,139           | 4,000        | 3,970        | 3                  | 4                  |
| Occupancy and equipment expenses   | 465             | 497          | 460          | (6)                | 1                  |
| Information technology services expenses   | 1,321           | 1,202        | 1,187        | 10                 | 11                 |
| Other expenses   | 795             | 795          | 755          | –                  | 5                  |
| <b>Underlying operating expenses - "cash basis"</b>  | <b>6,720</b>    | <b>6,494</b> | <b>6,372</b> | <b>3</b>           | <b>5</b>           |
| <i>Separation and transaction costs</i>  | 26              | 19           | –            | 37                 | n/a                |
| <i>Restructuring and notable items <sup>1</sup></i>  | 170             | 130          | –            | 31                 | n/a                |
| <b>Operating expenses - "statutory basis"</b>  | <b>6,916</b>    | <b>6,643</b> | <b>6,372</b> | <b>4</b>           | <b>9</b>           |
| Operating expenses to total operating income excluding restructuring and notable items (%) ("statutory basis") | 45.0            | 45.9         | 45.2         | (90)bpts           | (20)bpts           |
| Operating expenses to total operating income (%) ("statutory basis")   | 46.1            | 46.8         | 45.2         | (70)bpts           | 90 bpts            |
| Average number of full-time equivalent staff (FTE)   | 51,755          | 50,639       | 49,307       | 2                  | 5                  |
| Spot number of full-time equivalent staff (FTE)  | 51,617          | 51,346       | 49,682       | 1                  | 4                  |
| Spot number of full-time equivalent staff (FTE) - Australia  | 37,080          | 37,107       | 36,530       | –                  | 2                  |

<sup>1</sup> Current half relates to provisions for the settlement of legal proceedings in NZ; an additional goodwill payment made to certain customers as a result of ASIC's Better Banking review; and domestic customer remediation. Prior half related to domestic and NZ customer remediation as well as a Bankwest restructuring provision.

### Underlying Operating Expenses



### Half Year Ended December 2025 versus December 2024

**Operating expenses ("statutory basis")** were \$6,916 million, an increase of \$544 million or 9% on the prior comparative period. The key drivers of this movement were:

**Staff expenses** increased by \$169 million or 4% to \$4,139 million, mainly driven by wage inflation, and increased investment in lenders and technology resources, partly offset by productivity initiatives. The average number of FTE increased by 2,448 from 49,307 to 51,755, primarily due to the Bank's investment in its technology and engineering capabilities, insourcing to reduce reliance on external vendors, an increase in retail lenders, investment in product offerings, and to manage financial and cybercrime, and fraud and scam prevention, partly offset by productivity initiatives.

**Occupancy and equipment expenses** increased by \$5 million or 1% to \$465 million.

**Information technology services expenses** increased by \$134 million or 11% to \$1,321 million, primarily due to increased cloud computing volumes and software licensing, higher software and IT vendor inflation, higher amortisation and investment in infrastructure, resilience and AI capabilities, partly offset by productivity initiatives including reduction in the use of third party service providers.

**Other expenses** increased by \$40 million or 5% to \$795 million, primarily driven by higher marketing spend.

**Separation and transaction costs** increased to \$26 million, primarily driven by settlement costs related to advice class actions. For further information refer to Note 7.2 of the Financial Statements.

**Operating expenses to operating income ratio excluding restructuring and notable items ("statutory basis")** decreased 20 basis points from 45.2% to 45.0%.

# Group Performance Analysis (continued)

## Operating Expenses (continued)

### Half Year Ended December 2025 versus June 2025

**Operating expenses** (“statutory basis”) increased \$273 million or 4% on the prior half.

**Staff expenses** increased by \$139 million or 3%, mainly driven by wage inflation, increase in full time equivalent staff and three additional working days, partly offset by productivity initiatives and higher capitalisation. The average number of FTE increased by 1,116 on the prior half, mainly due to investment in the Bank’s technology and engineering capabilities, insourcing to reduce reliance on external vendors, an increase in retail lenders, investment in product offerings, and to manage financial and cybercrime, and fraud and scam prevention, partly offset by productivity initiatives.

**Occupancy and equipment expenses** decreased by \$32 million or 6%, primarily driven by lower depreciation.

**Information technology services expenses** increased by \$119 million or 10%, primarily due to increased cloud computing volumes and software licensing, higher software and IT vendor inflation, and investment in infrastructure, resilience and AI capabilities, partly offset by productivity initiatives including reduction in the use of third party service providers.

**Other expenses** remained flat.

**Separation and transaction costs** increased by \$7 million or 37%, primarily driven by settlement costs related to advice class actions, partly offset by non-recurrence of separation costs associated with the sale of the Commonwealth Private Advice.

**Operating expenses to operating income ratio excluding restructuring and notable items** (“statutory basis”) decreased 90 basis points from 45.9% to 45.0%.

## Investment Spend (continuing operations basis)

|   | Half Year Ended  |                  |                  |                       |                       |
|---|------------------|------------------|------------------|-----------------------|-----------------------|
|   | 31 Dec 25<br>\$M | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Expensed investment spend <sup>1</sup>    | 575              | 541              | 546              | 6                     | 5                     |
| Capitalised investment spend <sup>2</sup> | 632              | 660              | 550              | (4)                   | 15                    |
| <b>Investment spend</b>                   | <b>1,207</b>     | 1,201            | 1,096            | -                     | 10                    |
| <b>Comprising:</b>                        |                  |                  |                  |                       |                       |
| Productivity and growth                   | 559              | 534              | 489              | 5                     | 14                    |
| Risk and compliance                       | 346              | 347              | 333              | -                     | 4                     |
| Infrastructure and branch refurbishment   | 302              | 320              | 274              | (6)                   | 10                    |
| <b>Investment spend</b>                   | <b>1,207</b>     | 1,201            | 1,096            | -                     | 10                    |

<sup>1</sup> Included within the operating expenses disclosure on page 23.

<sup>2</sup> Includes capitalised software and non-software investment spend. Non-software spend primarily related to branch refurbishments and the development of the corporate and supporting offices.

### Half Year Ended December 2025 versus December 2024

The Bank has continued to invest in our purpose of building a brighter future for all with \$1,207 million of investment spend incurred in the half year ended 31 December 2025, an increase of \$111 million or 10% on the prior comparative period. This was driven by an increase of \$70 million in productivity and growth initiatives, an increase of \$28 million in infrastructure and branch refurbishment spend, and an increase of \$13 million in risk and compliance spend.

In the current half, productivity and growth initiatives accounted for 46% of investment spend, an increase of 1% from 45% in the prior comparative period. The Bank is continuing its focus on strengthening our capabilities and extending our leadership in digital, technology and customer-centric product offerings through ongoing modernisation of our platforms and interfaces to provide integrated and personalised experiences for our customers. The Bank is also continuing to invest in initiatives to simplify and enhance our systems, automate and digitise processes, and uplift internal engineering capabilities.

Risk and compliance initiatives accounted for 29% of investment spend, a decrease of 1% from 30% in the prior comparative period. Risk and compliance initiatives remain a priority for the Bank as we continue to deliver safer, simpler and better outcomes.

Infrastructure and branch refurbishment initiatives accounted for 25% of investment spend, flat on the prior comparative period, with the Bank continuing to uplift cyber security and enhance IT infrastructure including the accelerated refresh of critical legacy technology platforms. Key areas of investment across each of the categories are outlined below.

#### Productivity and Growth

The Bank has continued to invest in the following:

- Ongoing development and personalisation of CommBank applications and digital channels to improve the customer service experience and continuously innovate in digital banking and equity trading;
- Simplifying and automating manual back-end processes and systems including the use of Generative AI models to improve customer experience, reduce operating costs and digitise end-to-end processes;
- Commercial lending systems to simplify the end-to-end process for loan origination and maintenance, and improve business customer experiences;
- Reducing reliance on external vendors by bringing more functions in-house and delivering cost savings while enhancing quality by building world-class engineering capabilities; and
- Ongoing modernisation and simplification of the technology stack to accelerate migration to cloud, in order to reduce risk and improve delivery agility for faster response to changing customer needs.

# Group Performance Analysis (continued)

## Investment Spend (continued)

### Risk and Compliance

The Bank has continued to increase Group wide capability in the management of financial and non-financial risks, including:

- Strengthening the Bank's operating model and processes for monitoring, managing, reporting and controlling financial crime across its operations, including continuing to upgrade technology, uplift capabilities, and how the Bank engages with regulators;
- Upgrading processes and systems for additional functionality, automation of controls, protecting against privacy breaches, reducing scam losses and enhancing compliance with regulations including Open Banking and ISO 20022 messaging standards; and
- Enhancing Customer Risk Assessment capability and strengthening data controls and processes.

### Infrastructure and Branch Refurbishment

The Bank has continued to invest in the following:

- Improving the resilience and simplicity of the Bank's IT infrastructure including the upgrade and modernisation of core legacy systems;
- Enhancing systems to protect customers and the Bank against cyber security risks and data breaches;
- Retail branch refurbishment and technology upgrades to reflect evolving changes in customer preferences; and
- Expansion and refurbishment of commercial office spaces.

## Capitalised Software

|                             | Half Year Ended  |                  |                  |                       |                       |
|-----------------------------|------------------|------------------|------------------|-----------------------|-----------------------|
|                             | 31 Dec 25<br>\$M | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Opening Balance             | 2,607            | 2,315            | 2,129            | 13                    | 22                    |
| Additions                   | 591              | 646              | 515              | (9)                   | 15                    |
| Amortisation and write-offs | (358)            | (354)            | (329)            | 1                     | 9                     |
| <b>Closing balance</b>      | <b>2,840</b>     | <b>2,607</b>     | <b>2,315</b>     | <b>9</b>              | <b>23</b>             |

### Half Year Ended December 2025 versus December 2024

Capitalised software balance increased \$525 million or 23% to \$2,840 million. The key drivers of this movement were:

**Additions** increased by \$76 million or 15% to \$591 million due to higher capitalised investment spend reflecting increased productivity and growth spend as the Bank continues to enhance its product offering and customer experiences, strengthen its digital capabilities, modernise and uplift its technology platforms and innovate for future growth.

**Amortisation and write-offs** increased by \$29 million or 9% to \$358 million, driven by higher capitalised software balances.

### Half Year Ended December 2025 versus June 2025

Capitalised software balance increased \$233 million or 9% on the prior half. The key drivers of this movement were:

**Additions** decreased by \$55 million or 9% to \$591 million, mainly due to a reduction in the capitalisation rate in the half year ended December 2025.

**Amortisation and write-offs** increased by \$4 million or 1% to \$358 million.

# Group Performance Analysis (continued)

## Loan Impairment Expense

|  | Half Year Ended <sup>1</sup> |            |            |                       |                       |
|--|------------------------------|------------|------------|-----------------------|-----------------------|
|  | 31 Dec 25                    | 30 Jun 25  | 31 Dec 24  | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
|  | \$M                          | \$M        | \$M        |                       |                       |
| Retail Banking Services                  | 232                          | 193        | 79         | 20                    | large                 |
| Business Banking                         | 91                           | 135        | 220        | (33)                  | (59)                  |
| Institutional Banking and Markets        | (8)                          | 40         | 9          | (large)               | (large)               |
| New Zealand                              | 4                            | 39         | 16         | (90)                  | (75)                  |
| Corporate Centre and Other               | –                            | (1)        | (4)        | large                 | large                 |
| <b>Loan impairment expense/(benefit)</b> | <b>319</b>                   | <b>406</b> | <b>320</b> | <b>(21)</b>           | <b>-</b>              |

<sup>1</sup> Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for further details.

### Half Year Ended December 2025 versus December 2024

Loan impairment expense was \$319 million, a decrease of \$1 million on the prior comparative period. This was driven by:

- A decrease in Business Banking of \$129 million to an expense of \$91 million, primarily driven by lower collective and individually assessed provision charges due to improvements in credit quality and an increase in write-backs;
- A decrease in Institutional Banking and Markets of \$17 million to a benefit of \$8 million, primarily driven by the release of individually assessed provisions, partly offset by higher collective provisions reflecting elevated geopolitical tensions and global macroeconomic uncertainty; and
- A decrease in New Zealand of \$12 million to an expense of \$4 million, primarily driven by lower consumer finance write-offs and lower home lending provisions reflecting improved credit quality, partly offset by lower forecast house price growth; partly offset by
- An increase in Retail Banking Services of \$153 million to an expense of \$232 million, reflecting higher collective provisions due to elevated geopolitical tensions and global macroeconomic uncertainty.

Loan impairment expense annualised as a percentage of average gross loans and acceptances (GLAAs) decreased 1 basis point to 6 basis points.

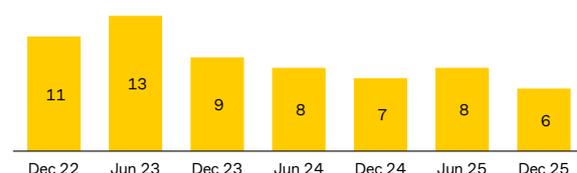
### Half Year Ended December 2025 versus June 2025

Loan impairment expense decreased \$87 million on the prior half. This was driven by:

- A decrease in Institutional Banking and Markets of \$48 million, primarily driven by lower individually assessed provisions, partly offset by higher collective provisions reflecting elevated geopolitical tensions and global macroeconomic uncertainty;
- A decrease in Business Banking of \$44 million, primarily driven by lower individually assessed provision charges due to an increase in write-backs; and
- A decrease in New Zealand of \$35 million, primarily driven by lower individual provisions in the business portfolio and lower home lending provisioning reflecting improved credit quality, partly offset by lower forecast house price growth; partly offset by
- An increase in Retail Banking Services of \$39 million, mainly driven by higher collective provisions due to elevated geopolitical tensions and global macroeconomic uncertainty.

Loan impairment expense annualised as a percentage of average gross loans and acceptances (GLAAs) decreased 2 basis points.

### Half Year Loan Impairment Expense annualised as a percentage of average GLAAs (bpts)



# Group Performance Analysis (continued)

## Taxation Expense (continuing operations basis)

|                                       | Half Year Ended |           |           |           |           |
|---------------------------------------|-----------------|-----------|-----------|-----------|-----------|
|                                       | 31 Dec 25       | 30 Jun 25 | 31 Dec 24 | Dec 25 vs | Dec 25 vs |
|                                       | \$M             | \$M       | \$M       | Jun 25 %  | Dec 24 %  |
| Corporate tax expense (\$M)           | 2,367           | 2,218     | 2,273     | 7         | 4         |
| Effective tax rate - "cash basis" (%) | 30.3            | 30.2      | 30.7      | 10 bpts   | (40)bpts  |

| Effective Tax Rate                         | Half Year Ended <sup>1</sup> |             |             |                |                 |
|--|------------------------------|-------------|-------------|----------------|-----------------|
|  | 31 Dec 25                    | 30 Jun 25   | 31 Dec 24   | Dec 25 vs      | Dec 25 vs       |
|  | %                            | %           | %           | Jun 25 %       | Dec 24 %        |
| Retail Banking Services                    | 30.0                         | 30.1        | 30.2        | (10)bpts       | (20)bpts        |
| Business Banking                           | 30.1                         | 29.9        | 30.1        | 20 bpts        | –               |
| Institutional Banking and Markets          | 27.9                         | 23.0        | 24.4        | 490 bpts       | 350 bpts        |
| New Zealand                                | 28.3                         | 27.9        | 27.8        | 40 bpts        | 50 bpts         |
| <b>Total corporate ("statutory basis")</b> | <b>30.3</b>                  | <b>30.1</b> | <b>30.6</b> | <b>20 bpts</b> | <b>(30)bpts</b> |

| Income Tax  | Half Year Ended <sup>1</sup> |              |              |           |           |
|---|------------------------------|--------------|--------------|-----------|-----------|
|   | 31 Dec 25                    | 30 Jun 25    | 31 Dec 24    | Dec 25 vs | Dec 25 vs |
|   | \$M                          | \$M          | \$M          | Jun 25 %  | Dec 24 %  |
| Retail Banking Services                             | 1,170                        | 1,142        | 1,165        | 2         | –         |
| Business Banking                                    | 979                          | 898          | 861          | 9         | 14        |
| Institutional Banking and Markets                   | 252                          | 197          | 193          | 28        | 31        |
| New Zealand   | 235                          | 216          | 242          | 9         | (3)       |
| Corporate Centre and Other                          | (269)                        | (235)        | (188)        | 14        | 43        |
| <b>Total income tax expense ("cash basis")</b>      | <b>2,367</b>                 | <b>2,218</b> | <b>2,273</b> | <b>7</b>  | <b>4</b>  |
| Non-cash tax expense                                | (14)                         | (66)         | (9)          | 79        | (56)      |
| <b>Total income tax expense ("statutory basis")</b> | <b>2,353</b>                 | <b>2,152</b> | <b>2,264</b> | <b>9</b>  | <b>4</b>  |

<sup>1</sup> Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for further details.

### Half Year Ended December 2025 versus December 2024

Income tax expense ("statutory basis") was \$2,353 million, an increase of \$89 million, or 4% on the prior half, reflecting a 30.3% effective tax rate.

The rate is above the Australian company tax rate of 30% primarily as a result of non-deductible hybrid capital distributions on the Group's issued PERLS Capital Notes.

The 30 basis point decrease in effective tax rate from 30.6% to 30.3% was primarily due to a decrease in non-deductible expenses in the half year ended 31 December 2025.

### Half Year Ended December 2025 versus June 2025

Income tax expense ("statutory basis") increased \$201 million or 9% on the prior half.

The effective tax rate increased from 30.1% to 30.3% primarily due to an increase in non-deductible expenses in the half year ended 31 December 2025.

# Group Performance Analysis (continued)

## Group Assets and Liabilities

|  | As at            |                  |                  |                       |                       |
|--|------------------|------------------|------------------|-----------------------|-----------------------|
|  | 31 Dec 25        | 30 Jun 25        | 31 Dec 24        | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| <b>Total Group Assets and Liabilities</b>        | <b>\$M</b>       | <b>\$M</b>       | <b>\$M</b>       |                       |                       |
| <b>Interest earning assets</b>                   |                  |                  |                  |                       |                       |
| Home loans <sup>1</sup>                          | 730,188          | 707,862          | 685,269          | 3                     | 7                     |
| Consumer finance                                 | 17,228           | 17,087           | 16,869           | 1                     | 2                     |
| Business and corporate loans                     | 298,976          | 288,359          | 272,677          | 4                     | 10                    |
| <b>Loans and other receivables <sup>2</sup></b>  | <b>1,046,392</b> | <b>1,013,308</b> | <b>974,815</b>   | <b>3</b>              | <b>7</b>              |
| Non-lending interest earning assets <sup>3</sup> | 305,541          | 283,105          | 262,736          | 8                     | 16                    |
| <b>Total interest earning assets</b>             | <b>1,351,933</b> | <b>1,296,413</b> | <b>1,237,551</b> | <b>4</b>              | <b>9</b>              |
| Other assets <sup>2</sup>                        | 56,791           | 57,376           | 70,328           | (1)                   | (19)                  |
| Assets held for sale                             | 4                | 10               | 687              | (60)                  | (99)                  |
| <b>Total assets</b>                              | <b>1,408,728</b> | <b>1,353,799</b> | <b>1,308,566</b> | <b>4</b>              | <b>8</b>              |
| <b>Interest bearing liabilities</b>              |                  |                  |                  |                       |                       |
| Transaction deposits <sup>4</sup>                | 216,820          | 205,510          | 194,037          | 6                     | 12                    |
| Savings deposits <sup>4</sup>                    | 334,130          | 313,274          | 302,788          | 7                     | 10                    |
| Investment deposits                              | 257,915          | 254,733          | 247,287          | 1                     | 4                     |
| Other demand deposits                            | 52,551           | 48,592           | 46,864           | 8                     | 12                    |
| <b>Total interest bearing deposits</b>           | <b>861,416</b>   | <b>822,109</b>   | <b>790,976</b>   | <b>5</b>              | <b>9</b>              |
| Debt issues                                      | 169,499          | 170,509          | 167,125          | (1)                   | 1                     |
| Term funding from central banks <sup>5</sup>     | 16               | 1,131            | 3,247            | (99)                  | (large)               |
| Other interest bearing liabilities <sup>3</sup>  | 139,674          | 119,025          | 106,562          | 17                    | 31                    |
| <b>Total interest bearing liabilities</b>        | <b>1,170,605</b> | <b>1,112,774</b> | <b>1,067,910</b> | <b>5</b>              | <b>10</b>             |
| Non-interest bearing transaction deposits        | 119,649          | 114,539          | 110,330          | 4                     | 8                     |
| Other non-interest bearing liabilities           | 41,242           | 47,710           | 55,062           | (14)                  | (25)                  |
| <b>Total liabilities</b>                         | <b>1,331,496</b> | <b>1,275,023</b> | <b>1,233,302</b> | <b>4</b>              | <b>8</b>              |

1 Home loans are presented gross of \$96,532 million of mortgage offset balances (30 June 2025: \$84,967 million; 31 December 2024: \$85,177 million). These balances are required to be grossed up under accounting standards, but are netted down for the calculation of customer interest payments.

2 Loans and other receivables exclude provisions for impairment which are included in other assets.

3 Non-lending interest earning assets include reverse sale and repurchase agreements. Other interest bearing liabilities include sale and repurchase agreements.

4 Transaction and savings deposits includes \$96,532 million of mortgage offset balances (30 June 2025: \$84,967 million; 31 December 2024: \$85,177 million).

5 Term funding from central banks includes the drawn balances of the RBNZ Funding for Lending Programme and Term Lending Facility.

### Half Year Ended December 2025 versus December 2024

Total assets were \$1,409 billion, an increase of \$100 billion or 8% on the prior comparative period, driven by growth in home loans, non-lending interest earning assets, business and corporate loans and consumer finance, partly offset by decreases in other assets and assets held for sale.

Total liabilities were \$1,331 billion, an increase of \$98 billion or 8% on the prior comparative period, driven by growth in interest bearing deposits, other interest bearing liabilities, non-interest bearing transaction deposits and debt issues, partly offset by a decrease in other non-interest bearing liabilities and term funding from central banks.

The Bank continued to fund a significant portion of lending growth from customer deposits. Customer deposits represented 79% of total funding (31 December 2024: 77%).

### Home loans

Home loan balances increased \$45 billion to \$730 billion, a 7% increase on the prior comparative period. The increase was driven by Retail Banking Services, Business Banking and New Zealand (excluding the impact of FX). Domestic home loan growth of 7% was in line with system <sup>1</sup> growth. Proprietary mix for CBA and Unloan branded home loans increased from 66% to 67% of new business flows.

Australian home loans amount to \$659 billion (31 December 2024: \$616 billion) of which 67% were owner occupied, 32% were investment home loans and 1% were lines of credit (31 December 2024: 69% were owner occupied, 30% were investment home loans and 1% were lines of credit).

1 System source: RBA/APRA/RBNZ

# Group Performance Analysis (continued)

## Group Assets and Liabilities (continued)

### Consumer Finance

Consumer finance balances were \$17 billion, an increase of 2% on the prior comparative period, above system <sup>1</sup> growth. The increase was driven by growth in personal loans.

### Business and corporate loans

Business and corporate loans increased \$26 billion to \$299 billion, a 10% increase on the prior comparative period. This was driven by an \$18 billion or 10% increase in business lending balances mainly in Business Banking (above system <sup>1</sup> growth), reflecting growth across a number of diversified industries. Business lending includes New Zealand business and rural lending growth of \$1 billion or 4% (excluding the impact of FX). Institutional Banking and Markets lending balances increased \$8 billion or 10% mainly driven by growth in the institutional and structured lending portfolios.

### Non-lending interest earning assets

Non-lending interest earning assets increased \$43 billion to \$306 billion, a 16% increase on the prior comparative period. This was mainly driven by higher reverse sale and repurchase agreement balances, increase in cash and liquid asset balances due to strong customer deposit growth and increases in Fixed Income trading assets in Institutional Banking and Markets.

### Other assets

Other assets, including derivative assets, property, plant and equipment and intangibles, decreased \$14 billion to \$57 billion, a 19% decrease on the prior comparative period, mainly driven by a decrease in derivative assets due to movements in foreign currency and interest rates and timing of unsettled trades, partly offset by increased Metals inventory in Institutional Banking and Markets.

### Total interest bearing deposits

Total interest bearing deposits increased \$70 billion to \$861 billion, a 9% increase on the prior comparative period. Growth was driven by a \$31 billion or 10% increase in savings deposits, a \$23 billion or 12% increase in transaction deposits, an \$11 billion or 4% increase in investment deposits and a \$6 billion or 12% increase in other demand deposits.

Domestic household deposits grew at 10%, above system <sup>1</sup> growth.

### Debt issues

Debt issues increased \$2 billion to \$169 billion, a 1% increase on the prior comparative period to meet the Group's funding requirements for asset growth.

Refer to pages 43-45 for further information on debt programs and issuance for the half year ended 31 December 2025.

### Term funding from central banks

Term funding from central banks includes the RBNZ Funding for Lending Programme and Term Lending Facility. Term funding from central banks decreased \$3 billion on the prior comparative period as the RBNZ Funding for Lending Programme drawdowns matured and were repaid.

### Other interest bearing liabilities

Other interest bearing liabilities, including loan capital, liabilities at fair value through income statement and amounts due to other financial institutions, increased \$33 billion to \$140 billion, a 31% increase on the prior comparative period. The increase was mainly driven by higher sale and repurchase agreements, higher amounts due to other financial institutions and increased loan capital.

### Non-interest bearing transaction deposits

Non-interest bearing transaction deposits increased \$9 billion to \$120 billion, an increase of 8% on the prior comparative period primarily driven by higher business transaction account balances and domestic and New Zealand retail balances.

### Other non-interest bearing liabilities

Other non-interest bearing liabilities, including derivative liabilities, decreased \$14 billion to \$41 billion, a 25% decrease on the prior comparative period. The decrease was mainly driven by lower derivative liabilities due to movements in foreign exchange rates.

<sup>1</sup> System source: RBA/APRA/RBNZ

# Group Performance Analysis (continued)

## Group Assets and Liabilities (continued)

### Half Year Ended December 2025 versus June 2025

Total assets increased \$55 billion or 4% on the prior half, mainly driven by growth in non-lending interest earning assets, home loans and business and corporate lending, partly offset by decreases in other assets.

Total liabilities increased \$56 billion or 4% on the prior half, reflecting growth in interest bearing deposits, other interest bearing liabilities and non-interest bearing transaction deposits, partly offset by decreases in other non-interest bearing liabilities, term funding from central banks and debt issues.

Customer deposits represented 79% of total funding (30 June 2025: 78%).

#### Home loans

Home loan balances increased \$22 billion or 3% on the prior half, driven by growth in Retail Banking Services, New Zealand (excluding the impact of FX) and Business Banking. Domestic home loan growth was 4%, above system <sup>1</sup> growth. Proprietary mix for CBA and Unloan branded home loans remained stable at 67% of new business flows.

#### Consumer finance

Consumer finance balances increased 1%, below system <sup>1</sup> growth. The increase was mainly driven by growth in personal loans.

#### Business and corporate loans

Business and corporate loans increased \$11 billion or 4% on the prior half. This was driven by a \$7 billion or 4% increase in business lending balances mainly in Business Banking (above system <sup>1</sup> growth), reflecting growth across a number of diversified industries. Business lending includes New Zealand business and rural lending growth of \$1 billion or 2% (excluding the impact of FX). Institutional Banking and Markets lending balances increased \$4 billion or 4% mainly driven by growth across the institutional and structured lending portfolios.

#### Non-lending interest earning assets

Non-lending interest earning assets increased \$22 billion or 8% on the prior half. This was mainly driven by higher reverse sale and repurchase agreement balances, increased government securities holdings and increases in Fixed Income trading assets in Institutional Banking and Markets, partly offset by a decrease in cash and other liquids.

#### Other assets

Other assets, including derivative assets, property, plant and equipment and intangibles, decreased \$1 billion or 1% on the prior half driven by a decrease in derivative assets due to movements in foreign currency and interest rates and timing of unsettled trades, partly offset by increased Metals and Carbon inventory in Institutional Banking and Markets.

#### Total interest bearing deposits

Total interest bearing deposits increased \$39 billion or 5% on the prior half. Growth was driven by a \$21 billion or 7% increase in savings deposits, an \$11 billion or 6% increase in transaction deposits, a \$4 billion or 8% increase in other demand deposits and a \$3 billion or 1% increase in investment deposits

Domestic household deposits grew at 8%, above system <sup>1</sup> growth.

#### Debt issues

Debt issues decreased \$1 billion or 1% on the prior half.

Refer to pages 43-45 for further information on debt programs and issuance for the half year ended 31 December 2025.

#### Term funding from central banks

Term funding from central banks decreased \$1 billion or 99% on the prior half as the RBNZ Funding for Lending Programme drawdowns matured and were repaid.

#### Other interest bearing liabilities

Other interest bearing liabilities, including loan capital, liabilities at fair value through income statement and amounts due to other financial institutions, increased \$21 billion or 17% on the prior half. The increase was primarily driven by higher sale and repurchase agreements, and higher amounts due to other financial institutions.

#### Non-interest bearing transaction deposits

Non-interest bearing transaction deposits increased \$5 billion or 4% on the prior half, mainly driven by growth in domestic and New Zealand retail balances.

#### Other non-interest bearing liabilities

Other non-interest bearing liabilities, including derivative liabilities, decreased \$6 billion or 14% on the prior half. The decrease was mainly driven by lower derivative liabilities due to movements in foreign currency and interest rates

<sup>1</sup> System source: RBA/APRA/RBNZ

## 4 Group Operations & Business Settings

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# Group Operations and Business Settings

## Loan Impairment Provisions and Credit Quality

### Provisions for Impairment

|   | As at            |                  |                  |                       |                       |
|---|------------------|------------------|------------------|-----------------------|-----------------------|
|   | 31 Dec 25<br>\$M | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| <b>Provisions for impairment losses</b>         |                  |                  |                  |                       |                       |
| Collective provisions                           | 5,542            | 5,561            | 5,492            | –                     | 1                     |
| Individually assessed provisions                | 793              | 816              | 735              | (3)                   | 8                     |
| <b>Total provisions for impairment losses</b>   | <b>6,335</b>     | <b>6,377</b>     | <b>6,227</b>     | <b>(1)</b>            | <b>2</b>              |
| Less: Provision for off balance sheet exposures | (190)            | (204)            | (198)            | (7)                   | (4)                   |
| <b>Total provisions for loan impairment</b>     | <b>6,145</b>     | <b>6,173</b>     | <b>6,029</b>     | <b>–</b>              | <b>2</b>              |

### Half Year Ended December 2025 versus December 2024

Total provisions for impairment losses as at 31 December 2025 were \$6,335 million, an increase of \$108 million or 2% on the prior comparative period.

#### Collective provisions

- Consumer collective provisions increased \$55 million or 2% to \$2,961 million, reflecting elevated geopolitical tensions and global macroeconomic uncertainty. This was partly offset by the positive impact on households of rising house prices and lower interest rates.
- Corporate collective provisions decreased \$5 million to \$2,581 million, reflecting improvements in credit quality. This was offset by portfolio growth, elevated geopolitical tensions and global macroeconomic uncertainty.

#### Individually assessed provisions

- Corporate individually assessed provisions increased \$56 million or 9% to \$694 million, mainly driven by downgrades for a small number of single name customers.
- Consumer individually assessed provisions increased \$2 million or 2% to \$99 million.

### Half Year Ended December 2025 versus June 2025

Total provisions for impairment losses decreased \$42 million or 1% on the prior half.

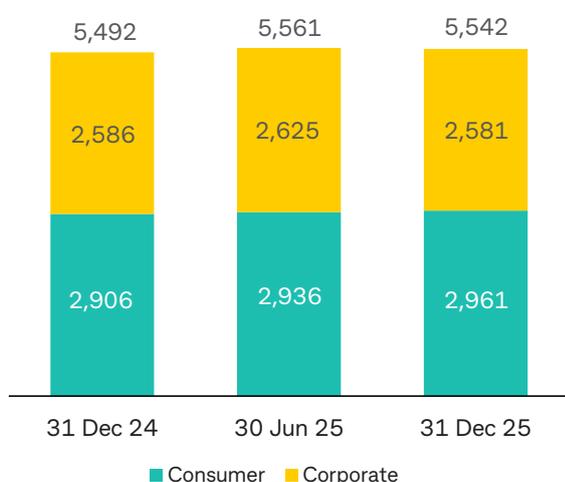
#### Collective provisions

- Corporate collective provisions decreased \$44 million or 2%, reflecting improvements in credit quality. This was partly offset by portfolio growth, elevated geopolitical tensions and global macroeconomic uncertainty.
- Consumer collective provisions increased \$25 million or 1%, reflecting elevated geopolitical tensions and global macroeconomic uncertainty. This was partly offset by the positive impact on households of rising house prices and lower interest rates.

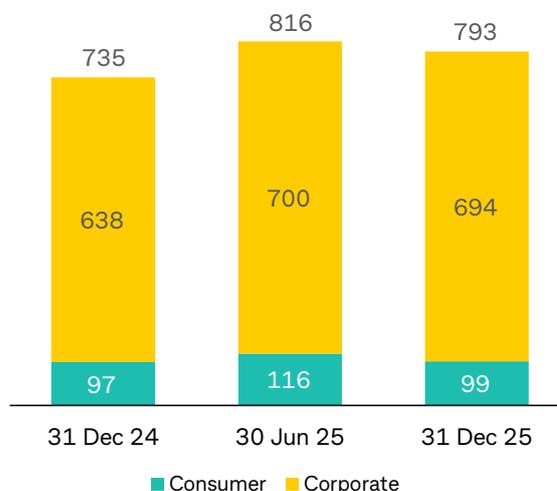
#### Individually assessed provisions

- Consumer individually assessed provisions decreased \$17 million or 15%, reflecting rising house prices.
- Corporate individually assessed provisions decreased \$6 million or 1%, reflecting movements in a small number of single name customers.

Collective Provisions (\$M)



Individually Assessed Provisions (\$M)



# Group Operations and Business Settings (continued)

## Loan Impairment Provisions and Credit Quality (continued)

### Credit Quality

| Credit Quality Metrics   | Half Year Ended |           |           |                    |                    |
|--|-----------------|-----------|-----------|--------------------|--------------------|
|  | 31 Dec 25       | 30 Jun 25 | 31 Dec 24 | Dec 25 vs Jun 25 % | Dec 25 vs Dec 24 % |
| Total committed exposures (TCE) (\$M)  | 1,554,570       | 1,496,966 | 1,442,264 | 4                  | 8                  |
| Gross loans and acceptances (GLAAs) (\$M)  | 1,048,988       | 1,015,883 | 977,384   | 3                  | 7                  |
| Credit RWA (\$M)   | 409,119         | 398,928   | 385,117   | 3                  | 6                  |
| Gross non-performing exposures (\$M) <sup>1</sup>  | 10,469          | 11,002    | 10,313    | (5)                | 2                  |
| <b>Provision Ratios</b>  |                 |           |           |                    |                    |
| Collective provisions as a % of credit RWA   | 1.35            | 1.39      | 1.43      | (4)bpts            | (8)bpts            |
| Total provisions as a % of credit RWA  | 1.55            | 1.60      | 1.62      | (5)bpts            | (7)bpts            |
| Total provisions for non-performing exposures as a % of gross non-performing exposures             | 13.97           | 13.79     | 14.44     | 18 bpts            | (47)bpts           |
| Total provisions for non-performing exposures as a % of gross non-performing exposures (corporate) | 34.25           | 33.24     | 32.09     | 101 bpts           | 216 bpts           |
| Total provisions for non-performing exposures as a % of gross non-performing exposures (consumer)  | 7.14            | 7.21      | 7.73      | (7)bpts            | (59)bpts           |
| Total provisions for impairment losses as a % of TCE   | 0.41            | 0.43      | 0.43      | (2)bpts            | (2)bpts            |
| <b>Asset Quality Ratios</b>  |                 |           |           |                    |                    |
| Gross non-performing exposures as a % of TCE   | 0.67            | 0.73      | 0.72      | (6)bpts            | (5)bpts            |
| Loan impairment expense annualised as a % of average GLAAs   | 0.06            | 0.08      | 0.07      | (2)bpts            | (1)bpt             |
| Net write-offs annualised as a % of GLAAs  | 0.07            | 0.06      | 0.06      | 1 bpt              | 1 bpt              |
| Non-retail total committed exposures rated investment grade (%) <sup>2</sup>                       | 65.26           | 64.94     | 64.75     | 32 bpts            | 51 bpts            |
| Troublesome and non-performing exposures as a % of TCE   | 0.89            | 0.97      | 0.95      | (8)bpts            | (6)bpts            |
| <b>Australian Home Loan Portfolio</b>  |                 |           |           |                    |                    |
| Portfolio dynamic LVR (%) <sup>3</sup>   | 41.28           | 42.25     | 42.30     | (97)bpts           | (102)bpts          |
| Customers in advance (%) <sup>4</sup>  | 86.51           | 85.00     | 81.37     | 151 bpts           | large              |

1 Group non-performing exposures include \$19 million (30 June 2025: \$23 million; 31 December 2024: \$16 million) of exposures held in level 3 entities for capital reporting purposes.

2 Investment grades based on CBA grade in S&P equivalent.

3 Loan to value ratio (LVR) defined as current balance as a percentage of the current valuation on Australian home loan portfolio.

4 Any amount ahead of monthly minimum repayment (including offset facilities).

### Provision Ratios and Non-Performing Assets

As at 31 December 2025, total provisions as a proportion of credit RWA decreased by 5 basis points on the prior half to 1.55%, mainly driven by volume growth in Credit RWA.

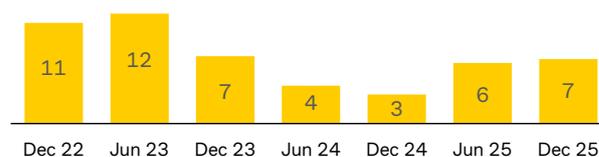
Gross non-performing exposures were \$10,469 million, a decrease of \$533 million or 5% on the prior half, mainly driven by lower arrears in the home lending portfolio in addition to net upgrades and external refinancing in the corporate portfolio. Gross non-performing exposures as a proportion of TCE were 0.67%, a decrease of 6 basis points on the prior half.

Provision coverage for the non-performing portfolio was 13.97%, an increase of 18 basis points on the prior half. This was mainly driven by a reduction in non-performing exposures in the home lending portfolio, which are predominantly well secured.

### Retail Portfolio Asset Quality

Consumer loan impairment expense (LIE) as a percentage of average gross loans and acceptances (GLAAs) was 7 basis points, an increase of 1 basis point on the prior half, mainly driven by losses within the consumer finance portfolio.

**Consumer LIE**  
Half Year Loan impairment expense  
annualised as percentage of average GLAAs (bpts)



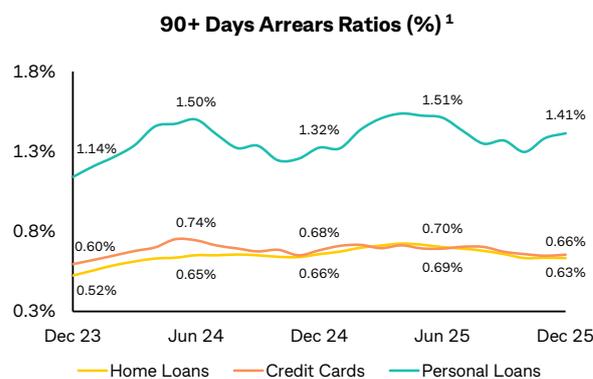
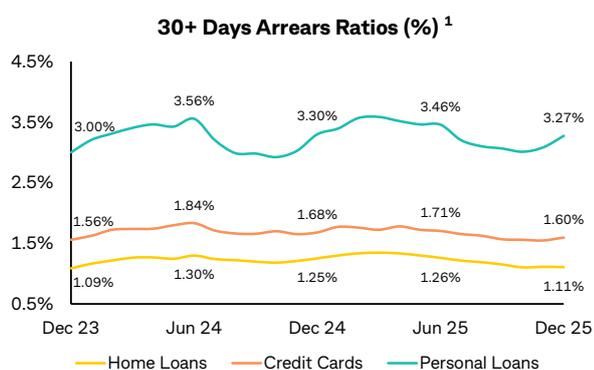
# Group Operations and Business Settings (continued)

## Loan Impairment Provisions and Credit Quality (continued)

### Retail Portfolio Asset Quality (continued)

Home loan 90+ days arrears were 0.63%, a decrease of 7 basis points on the prior half, supported by lower interest rates and seasonal tax refunds. Credit cards and personal loans 90+ days arrears were 0.66% and 1.41% respectively, a decrease of 3 basis points and 10 basis points on the prior half, in line with seasonal trends.

The home loan dynamic LVR was 41.28%, a decrease of 97 basis points on the prior half. The home lending book remains well secured and the majority of home lending customers remain in advance of scheduled repayments.



<sup>1</sup> Includes retail portfolios of Retail Banking Services, Business Banking and New Zealand.

### Corporate Portfolio Asset Quality

Corporate troublesome exposures were \$3.5 billion, flat on the prior half.

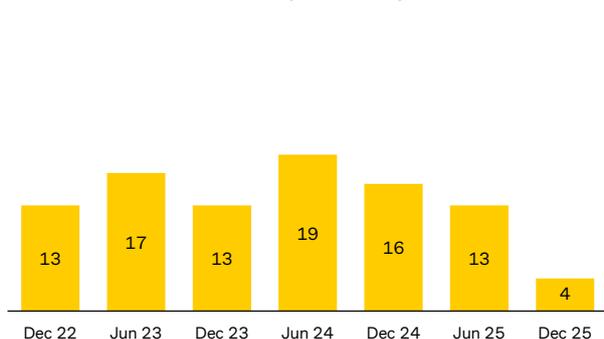
Investment grade rated exposures were 65.26% of overall portfolio risk rated counterparties, an increase of 32 basis points on the prior half, driven by growth in High Quality Liquid Assets (HQLA) and high-grade bonds.

Corporate LIE as a percentage of gross loans and acceptances was 4 basis points, a decrease of 9 basis points on the prior half, driven by lower collective and individual provisions.

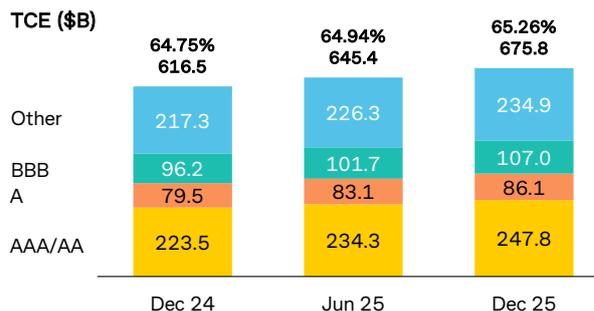
### Corporate Troublesome and Non-Performing Exposures (\$B)



### Corporate LIE Half Year Loan impairment expense annualised as percentage of average GLAA (bpts)



### Corporate Portfolio Quality % of book rated investment grade<sup>1</sup>



<sup>1</sup> CBA grades in S&P equivalents.

# Group Operations and Business Settings (continued)

## Loan Impairment Provisions and Credit Quality (continued)

### Industry Exposure and Asset Quality

The distribution of the Bank's credit exposures by sector remained relatively consistent during the half. The most material movements in total committed exposures (TCE) by sector were for:

- Consumer increased by 3.2% (\$27,211 million) to \$878,803 million due to increased home lending exposures.
- Government, Administration & Defence increased by 8.2% (\$15,130 million) to \$200,527 million mainly due to growth in High Quality Liquid Assets (HQLA) and high-grade bonds.
- Commercial Property increased by 7.2% (\$7,561 million) to \$112,935 million primarily due to exposure growth to Residential property from development activity, with modest increases in other property asset classes.

Total Troublesome and Non-Performing Exposures (TNPE) were lower over the half, decreasing \$625 million to \$13,885 million.

TNPE as a percentage of TCE decreased 8 basis points on the prior half to 0.89%.

The decrease in TNPE measured in dollar terms over the half was concentrated in:

- Consumer (down 8 basis points or \$390 million) mainly due to lower arrears in the home lending portfolio.

- Commercial Property (down 25 basis points or \$229 million) mainly driven by a combination of upgrades due to improved performance and repayments or refinancing to other financial institutions.

- Electricity, Gas & Water (down 53 basis points or \$105 million) mainly driven by sale and partial write-off of a single customer.

- Retail Trade (down 53 basis points or \$83 million) mainly driven by a combination of upgrades from improved performances and refinancing to other financial institutions.

Increases in TNPEs over the half were concentrated in:

- Wholesale Trade (up 49 basis points or \$179 million) driven by downgrade to troublesome of a small number of customers.

- Personal & Other Services (up 300 basis points or \$126 million) driven by downgrade to troublesome of a single customer.

- Entertainment, Leisure & Tourism (up 31 basis points or \$103 million) mainly driven by downgrade to troublesome of a small number of customers.

Management is closely monitoring sectors that represent large concentrations for the Group, or are demonstrating signs of stress, and those susceptible to changes in consumer spending habits as a result of cost of living pressures.

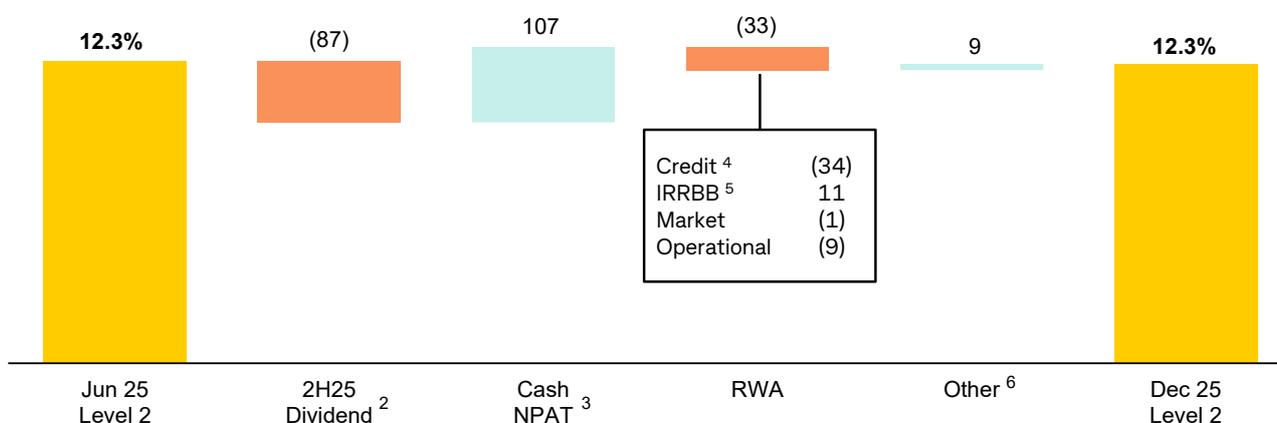
| Sector                           | Group Total Committed Exposures (TCE) |                  | Troublesome and Non-Performing Exposures (TNPE) |               | TNPE % of TCE |             |
|----------------------------------|---------------------------------------|------------------|---|---------------|---------------|-------------|
|                                  | 31 Dec 25                             | 30 Jun 25        | 31 Dec 25                                       | 30 Jun 25     | 31 Dec 25     | 30 Jun 25   |
|                                  | \$M                                   | \$M              | \$M   | \$M           | %             | %           |
| Government, Admin. & Defence     | 200,527                               | 185,397          | –   | –             | –             | –           |
| Finance & Insurance              | 114,856                               | 115,579          | 26  | 29            | 0.02          | 0.03        |
| Commercial Property              | 112,935                               | 105,374          | 554   | 783           | 0.49          | 0.74        |
| Agriculture & Forestry           | 35,039                                | 35,001           | 1,029   | 1,101         | 2.94          | 3.15        |
| Transport & Storage              | 28,984                                | 28,462           | 495   | 533           | 1.71          | 1.87        |
| Entertainment, Leisure & Tourism | 22,425                                | 20,732           | 515   | 412           | 2.30          | 1.99        |
| Manufacturing                    | 22,140                                | 20,868           | 501   | 516           | 2.26          | 2.47        |
| Wholesale Trade                  | 21,071                                | 18,732           | 794   | 615           | 3.77          | 3.28        |
| Business Services                | 19,723                                | 18,059           | 434   | 386           | 2.20          | 2.14        |
| Electricity, Water & Gas         | 19,174                                | 19,457           | 32  | 137           | 0.17          | 0.70        |
| Health & Community Services      | 18,461                                | 17,831           | 397   | 443           | 2.15          | 2.48        |
| Retail Trade                     | 17,364                                | 17,030           | 368   | 451           | 2.12          | 2.65        |
| Construction                     | 14,899                                | 14,383           | 489   | 552           | 3.28          | 3.84        |
| Media & Communications           | 6,939                                 | 6,875            | 31  | 22            | 0.45          | 0.32        |
| Mining                           | 6,446                                 | 7,358            | 26  | 15            | 0.40          | 0.20        |
| Education                        | 4,245                                 | 4,036            | 39  | 77            | 0.92          | 1.91        |
| Personal & Other Services        | 4,241                                 | 4,306            | 215   | 89            | 5.07          | 2.07        |
| Other                            | 6,298                                 | 5,894            | 108   | 127           | 1.71          | 2.15        |
| <b>Corporate Total</b>           | <b>675,767</b>                        | <b>645,374</b>   | <b>6,053</b>                                    | <b>6,288</b>  | <b>0.90</b>   | <b>0.97</b> |
| Consumer                         | 878,803                               | 851,592          | 7,832   | 8,222         | 0.89          | 0.97        |
| <b>Total</b>                     | <b>1,554,570</b>                      | <b>1,496,966</b> | <b>13,885</b>                                   | <b>14,510</b> | <b>0.89</b>   | <b>0.97</b> |

# Group Operations and Business Settings (continued)

## Capital

| Summary Group Capital Adequacy Ratios | As at          |                |                |                       |                       |
|---------------------------------------|----------------|----------------|----------------|-----------------------|-----------------------|
|                                       | 31 Dec 25<br>% | 30 Jun 25<br>% | 31 Dec 24<br>% | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Common Equity Tier 1 (CET1)           | 12.3           | 12.3           | 12.2           | –                     | 10 bpts               |
| Additional Tier 1                     | 1.5            | 1.6            | 1.9            | (10)bpts              | (40)bpts              |
| Tier 1                                | 13.8           | 13.9           | 14.1           | (10)bpts              | (30)bpts              |
| Tier 2                                | 6.8            | 7.0            | 6.6            | (20)bpts              | 20 bpts               |
| <b>Total Capital (APRA)</b>           | <b>20.6</b>    | <b>20.9</b>    | <b>20.7</b>    | <b>(30)bpts</b>       | <b>(10)bpts</b>       |

Capital – CET1 (APRA) (bpts) <sup>1</sup>



<sup>1</sup> Due to rounding, numbers presented in this section may not sum precisely to the totals provided.

<sup>2</sup> The 2025 final dividend included the on-market purchase of \$643 million of shares (CET1 impact of -13 bpts) in respect of the Dividend Reinvestment Plan.

<sup>3</sup> Excludes net equity accounted profits/losses and impairments from associates as they are capital neutral with offsetting changes in regulatory capital deductions.

<sup>4</sup> Excludes the impact of foreign exchange movements which is included in 'Other'.

<sup>5</sup> Includes the impact of the reduction to IRRBB RWA of ~\$10 billion (CET1 impact of +24 bpts) on adoption of the revised APS 117 framework effective 1 October 2025.

<sup>6</sup> Includes the impact of intangibles, FX impact on Credit RWA, equity accounted profits/losses and impairments from associates, movements in reserves and other regulatory adjustments.

### Capital Position

The Group's CET1 Capital ratio was 12.3% as at 31 December 2025, in line with 30 June 2025. The CET1 Capital ratio was well above APRA's regulatory requirement at all times throughout the half year ended 31 December 2025.

The key drivers of the change in CET1 for the 6 months ended 31 December 2025 were:

- Capital generated from earnings; and
- Other regulatory adjustments and movement in reserves; partly offset by
- The payment of the 2H25 dividend; and
- Higher Credit Risk, Traded Market Risk and Operational Risk RWA, partly offset by lower IRRBB RWA which includes the impact of adoption of the revised APS 117 framework, effective 1 October 2025.

Further details on the movements in RWA are provided on page 37.

### Capital Initiatives

The following significant capital initiatives were undertaken during the half year ended 31 December 2025:

#### Common Equity Tier 1 Capital

The Dividend Reinvestment Plan (DRP) in respect of the 2025 final dividend was satisfied in full by the on-market purchase of shares. The participation rate for the DRP was 14.8%.

As at 31 December 2025, the Group has completed \$300 million of the \$1 billion on-market share buy-back previously announced on 9 August 2023 (2,706,964 ordinary shares at an average price of \$110.72). No share buy-back activity was undertaken during the December 2025 half.

#### Tier 2 Capital

The Group issued EUR1,000 million Basel III compliant subordinated notes in August 2025.

The Group redeemed AUD1,400 million subordinated notes in September 2025 and the remaining USD597 million of the USD1,250 million subordinated notes in December 2025, both Basel III compliant Tier 2 Capital instruments.

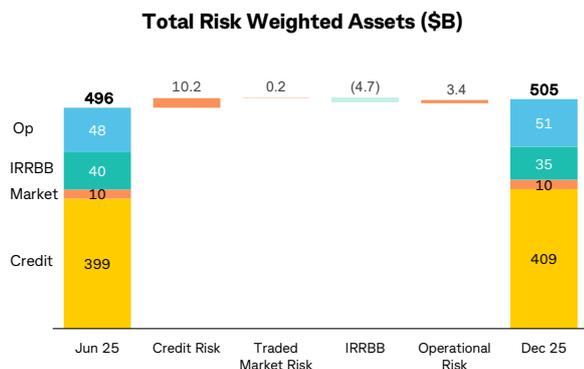
# Group Operations and Business Settings (continued)

## Capital (continued)

### Risk Weighted Assets (RWA) <sup>1</sup>

#### Total Group Risk Weighted Assets

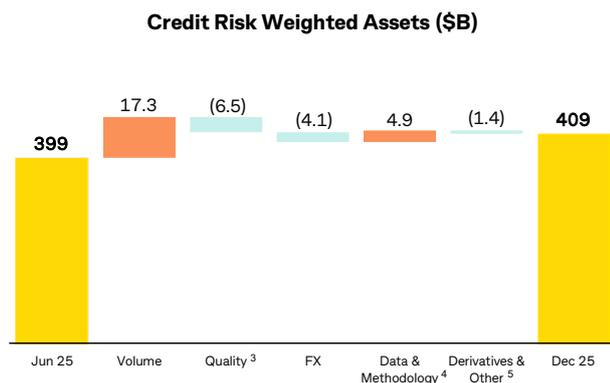
Total RWA increased \$9.2 billion on the prior half to \$505.3 billion. Increases in Credit Risk RWA, Operational Risk RWA and Traded Market Risk RWA were partly offset by lower IRRBB RWA.



#### Credit Risk Weighted Assets

Credit Risk RWA increased \$10.2 billion or 2.6% on the prior half to \$409.1 billion. Key drivers include:

- Volume growth (increase of \$17.3 billion) across commercial portfolios, domestic residential mortgages, and New Zealand portfolios; and
- Data & methodology (increase of \$4.9 billion) due to an increase in the residential mortgage overlay <sup>2</sup>; partly offset by
- Credit quality improvement (decrease of \$6.5 billion) primarily from lower risk weights for residential mortgages;
- Foreign currency movements (decrease of \$4.1 billion); and
- Derivatives and other (decrease of \$1.4 billion) mainly from lower derivatives.



#### Traded Market Risk Weighted Assets

Traded Market Risk RWA increased \$0.2 billion or 2% on the prior half to \$10.0 billion.

#### Interest Rate Risk in the Banking Book Risk Weighted Assets

IRRBB RWA decreased \$4.7 billion or 12% on the prior half to \$35.2 billion, driven by the implementation of the revised APS 117, effective 1 October 2025, partly offset by the impact of higher long-term interest rates in Australia reducing embedded gains.

#### Operational Risk Weighted Assets

The increase in Operational Risk RWA by \$3.4 billion or 7.2% on the prior half to \$51.0 billion was primarily driven by higher average net interest income over the years ended 30 June 2025, 2024 and 2023 due to higher interest rates and lending growth.

1 Due to rounding, numbers presented in this section may not sum precisely to the totals provided.  
 2 31 December 2025 includes an \$8.0 billion RWA overlay relating to the Australian Residential Mortgage PD model. 30 June 2025 includes a self-imposed residential mortgage risk weight floor of \$2.4 billion.  
 3 Credit quality includes portfolio mix.  
 4 Includes data and methodology, credit risk estimates changes and regulatory treatments.  
 5 Includes credit valuation adjustment, securitisation, standardised portfolios and settlement risk RWA.

# Group Operations and Business Settings (continued)

## Capital (continued)

### Regulatory Framework

The APRA prudential standards prescribe a minimum CET1 Capital ratio of 10.25% for Internal Ratings-based (IRB) ADIs such as CBA, comprising of a minimum Prudential Capital Requirement (PCR) of 4.5% and a capital conservation buffer (CCB) of 5.75%, which includes a Domestic Systemically Important Bank (D-SIB) buffer of 1% and a baseline countercyclical capital buffer (CCyB) set at 1%<sup>1</sup>. The CCyB, which may be varied by APRA in the range of 0%-3.5%, can be released in times of systemic stress and post-stress recovery.

The minimum Tier 1 Capital requirement as at 31 December 2025 was 11.75%.

To satisfy APRA's loss-absorbing capacity (LAC) requirements, the minimum Total Capital ratio requirement for D-SIBs, including CBA, has increased from 16.75% to 18.25% effective from 1 January 2026.

### Regulatory Developments

#### Additional Tier 1 Capital

On 4 December 2025, APRA finalised the consequential amendments to the bank prudential framework to phase out Additional Tier 1 Capital (AT1) instruments. Large, internationally active banks such as CBA will be able to replace the current 1.5% of AT1 Capital with 0.25% of CET1 Capital and 1.25% of Tier 2 Capital. The CET1 minimum requirement, inclusive of regulatory buffers, will increase to 10.50%, whilst Total Capital requirement will remain unchanged at the 1 January 2026 level of 18.25%.

Existing AT1 instruments will be eligible to be included as Tier 2 Capital from this date until their first scheduled call date. During the transition period, the legal terms of AT1 instruments will remain in effect, with AT1 Capital absorbing losses ahead of Tier 2 Capital in a resolution event.

The leverage ratio and limits on large and related-party exposures will be measured on a CET1 Capital basis. For IRB banks such as CBA, the minimum leverage ratio requirement will decrease from 3.5% to 3.25%.

These changes will be effective from 1 January 2027.

#### New Zealand bank capital adequacy requirements

On 17 December 2025, the Reserve Bank of New Zealand (RBNZ) released the final capital settings for New Zealand deposit takers.

For Group 1 deposit takers such as ASB, the changes include a lower CET1 capital requirement of 12%, removal of AT1 capital instruments and the introduction of a 6% LAC requirement which may be met with Tier 2 capital, increasing the Total Capital requirement to 21%. All Tier 2 and LAC requirements must be internally issued to the Australian parent bank, such as CBA.

The RBNZ expects to further consult on the components of these changes across 2026 and 2027 prior to publishing the final standards by 31 May 2027, with phased implementation commencing 1 December 2028.

### Traded Market Risk and Counterparty Credit Risk

APRA is yet to commence consultation on revisions to APS 116 *Capital Adequacy: Market Risk*, and APS 180 *Capital Adequacy: Counterparty Credit Risk*.

### Pillar 3 Disclosures

Details on the Bank's market disclosures required under Pillar 3, per APRA Prudential Standard APS 330 *Public Disclosure*, are provided on the U.S. Investor Website.

<sup>1</sup> In November 2025, APRA announced that the CCyB for Australian exposures will remain at 1%. The Group has limited exposures to offshore jurisdictions in which a CCyB requirement in excess of 0% has been imposed.

# Group Operations and Business Settings (continued)

## Financial System Regulation in the United States

We have elected to be treated as a Financial Holding Company (a "FHC") by the Board of Governors of the Federal Reserve System in the United States ("FRB"). The FRB is the "umbrella" supervisor with jurisdiction over FHCs, including us. A FHC is allowed to engage, or acquire companies engaged, in the United States in activities that are determined by the FRB and the Secretary of the Treasury to be financial in nature or incidental thereto, and, with FRB approval, activities that are determined by the FRB to be complementary to financial activities.

Under the Bank Holding Company Act of 1956 (the "BHC Act"), the activities of a FHC are subject to restrictions if it is determined that the FHC (in our case, at the Group level) ceases to be "well managed" or "well capitalized" as defined in FRB regulations, or is the subject of an enforcement action requiring it to maintain a specific level of capital.

We are subject to U.S. federal laws and regulations, including the International Banking Act of 1978 (the "IBA"). Under the IBA, all branches and agencies of foreign banks in the United States, including our New York branch (the "New York Branch"), are subject to reporting and examination requirements similar to those imposed on domestic banks that are owned or controlled by U.S. bank holding companies. As a federally licensed branch regulated primarily by the Office of the Comptroller of the Currency in the United States (the "OCC"), the New York Branch can engage in activities permissible for national banks, with the exception that the New York Branch may not accept insured retail deposits. As the New York Branch does not accept retail deposits (although it does accept uninsured institutional and corporate deposits), the New York Branch is not subject to the supervision of the Federal Deposit Insurance Corporation (the "FDIC").

Under the IBA, the FRB has the authority to impose reserve requirements on deposits maintained by U.S. branches and agencies of foreign banks, including the New York Branch. The New York Branch must maintain its accounts and records separate from those of the Group generally and must comply with such additional requirements as may be prescribed by the OCC. The IBA and the BHC Act also affect the Group's ability to engage in non-banking activities in the United States.

Under the IBA, a federal branch of a non-U.S. bank, such as the New York Branch, is subject to receivership by the OCC to the same extent as a national bank. The OCC may take possession of the business and property of a federal branch. The OCC has at its disposal a wide range of supervisory and enforcement tools for addressing violations of laws and regulations, and breaches of safety and soundness, which can be imposed upon federal branches. The OCC may remove federal branch management and assess civil money penalties. In certain circumstances, the OCC may also terminate a federal branch license at its own initiative or at the recommendation of the FRB.

The Group is subject to certain provisions of the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010, as amended ("Dodd-Frank"). Dodd-Frank regulates many aspects of the business of banking in the United States and internationally. Section 13 of the BHC Act and its implementing regulations, commonly referred to as the "Volcker Rule," among other things, generally prohibit banks and their affiliates from engaging in certain "proprietary trading" (but allows certain activities such as underwriting, market making-related and risk-mitigating hedging activities) and limits the sponsorship of, and investment in, certain private funds (including private equity funds and hedge funds), subject to certain important exceptions and exemptions.

Other Dodd-Frank regulations impose minimum margin requirements on uncleared swaps and security-based swaps, require the central execution and clearing of standardized over-the-counter derivatives on regulated trading platforms and through regulated clearing houses, set limits on the size of positions in certain types of derivatives, require the reporting of transaction data to regulated swap and security-based swap data repositories and provide for registration and heightened supervision and regulation of dealers and major market participants and certain other categories of entities transacting in the derivatives markets. We are a registered swap dealer under the U.S. Commodity Exchange Act and Commodity Futures Trading Commission (the "CFTC") regulations and are subject to comprehensive regulation as such. Although we are not a registered security-based swap dealer with the U.S. Securities and Exchange Commission (the "SEC"), we may register at such time as we are required or consider appropriate. In addition, other affiliated entities within the Group could become subject to swap dealer or security-based swap dealer registration, depending on the level of their swap or security-based swap dealing activities with counterparties that are U.S. persons and certain other categories of counterparties. Even if not required to be registered with the CFTC or the SEC, such entities are potentially subject to certain of the CFTC's or the SEC's regulatory requirements in connection with transactions that they enter into with counterparties that are U.S. persons and certain other categories of counterparties.

The CFTC's rules regarding cross-border transactions permit, among other things, "substituted compliance" by swap dealers located in non-U.S. jurisdictions with regulatory regimes determined by the CFTC to be comparable to its own. The CFTC has made such a determination with respect to certain aspects of Australian law and regulation. Pursuant to that determination, we are able to rely on substituted compliance with certain Australian rules in lieu of compliance with corresponding CFTC rules.

As part of the Dodd-Frank regulatory regime, the FRB, Farm Credit Administration, FDIC, Federal Housing Finance Agency and the OCC (collectively, referred to as the "U.S. prudential regulators"), in addition to the CFTC and SEC, have adopted rules imposing initial and variation margin requirements on transactions in in-scope uncleared swaps and security-based swaps entered into by registered swap dealers subject to prudential regulation with in-scope counterparties.

As we are a CFTC-registered swap dealer supervised by the FRB and operate a New York Branch that is supervised by the OCC, we are subject to the margin rules of the U.S. prudential regulators (the "PR Margin Rules") and must comply with the requirements thereunder to collect and post initial and variation margin in respect of in-scope trading with in-scope counterparties. The PR Margin Rules exclude non-U.S. swap dealers, such as us, from initial and variation margin requirements with respect to certain categories of transactions and counterparties. In addition, similar to the CFTC's cross border rules, the PR Margin Rules allow non-U.S. swap dealers, such as us, to comply with the applicable laws of non-U.S. jurisdictions in lieu of compliance with their margin rules, but only if the U.S. prudential regulators make determinations of comparability with respect to the non-U.S. regimes. To date, no such comparability determinations have been made.

# Group Operations and Business Settings (continued)

## Financial System Regulation in the United States (continued)

We are also subject to “enhanced prudential regulations” under Reg. YY, Subpart N, which was adopted pursuant to Dodd-Frank Section 165, and which requires quarterly and annual certification of compliance with the capital adequacy and risk oversight requirements thereof. Dodd-Frank also requires us to submit U.S. resolution plans to the FRB and FDIC. The FRB’s and the FDIC’s rules apply tailored requirements on resolution planning and prudential standards to foreign banking organizations, depending on the size of their U.S. operations and their risk profile. We are a triennial reduced filer under the rules. We submitted our most recent reduced resolution plan to the FRB and the FDIC by July 1, 2025. If we remain a triennial reduced filer, we will be required to submit our next reduced resolution plan on or before July 1, 2028.

We conduct the majority of our debt capital markets activities in the United States through Commonwealth Australia Securities, LLC (“CASL”). CASL is a broker-dealer licensed by the SEC and supervised by the SEC and the Financial Industry Regulatory Authority (“FINRA”). CASL is also licensed or otherwise exempt in the states and territories where it does business. The SEC and FINRA have extensive compliance requirements that apply to CASL, including record-keeping, transaction and communications monitoring, supervision of CASL staff, internal policies and procedures, and many others that govern the day to day business of CASL. CASL is subject to periodic reviews of its operations by the SEC and FINRA.

The U.S. Foreign Account Tax Compliance Act (“FATCA”) requires financial institutions to undertake specific customer due diligence and provide information on account holders (including substantial owners for certain entities) who are U.S. citizens or tax residents to the United States Federal tax authority, the Internal Revenue Service, either directly or via local tax authorities. If the required customer data collection due diligence and provision of account holder information is not undertaken and provided in a manner and form meeting the applicable requirements, the Group and/or persons owning assets in accounts with Group members may be subjected to a 30% withholding tax on certain amounts. While such withholding may currently apply only to certain payments derived from sources within the United States, no such withholding will be imposed on any payments derived from sources outside the United States that are made prior to the date that is two years after the date on which final U.S. regulations defining the term “foreign passthru payment” are enacted. There is currently no proposed or final definition of “foreign passthru payment” (though legislative requirements and timeframes may be subject to change) and it is therefore impossible to know whether certain payments could possibly be treated as foreign passthru payments.

The discussion above reflects proposed U.S. regulations that eliminate withholding on certain gross proceeds payments and delay the effective date for withholding on payments from sources outside the United States. The U.S. Treasury Department has indicated that taxpayers may rely on the proposed regulations. The discussion assumes that the regulations will be finalized in their current form and will be effective retroactively.

In addition to FATCA, the U.S. may require the Group in certain circumstances to provide certain information to U.S. payers (withholding agents, custodians, etc.), and the Group and/or its customers may face withholding if the Group does not provide such information in compliance with the applicable rules and regulations. Moreover, even if the Group does provide the required information, withholding may still be applicable to certain U.S. source payments.

In the event that any country in which we operate does not have or enforce an Intergovernmental Agreement with the United States, and that country has local law impediments preventing compliance with FATCA, the Group may also be subject to broader compliance issues, significant withholding exposure and other operational impacts.

A major focus of U.S. governmental policies affecting financial institutions has been combatting money laundering, terrorist financing and violations of U.S. sanctions. The Bank Secrecy Act, (the BSA) is intended to safeguard the U.S. financial system and the financial institutions that make up that system. The Uniting and Strengthening America by Providing Appropriate Tools Required to Intercept and Obstruct Terrorism Act of 2001 (the “Patriot Act”) substantially amended and broadened the BSA and the scope of U.S. anti-money laundering laws by imposing significant compliance and due diligence obligations, identifying crimes and stipulating penalties and expanding the extra territorial jurisdiction of the U.S. The U.S. Treasury Department has issued a number of regulations implementing various requirements of the Patriot Act, and other U.S. laws with respect to customer due diligence and sanctions, that apply to U.S. financial institutions, including certain U.S. non-bank subsidiaries and U.S. branches of foreign banks, such as our U.S. broker dealer subsidiary and our New York Branch.

Those regulations require financial institutions operating in the United States to maintain appropriate policies, procedures and controls to detect, prevent, and report money laundering and terrorist financing and to verify the identity of their customers. They also require financial institutions in the United States to operate in compliance with U.S. sanctions regimes. In addition, the U.S. bank regulatory agencies have imposed heightened standards and U.S. law enforcement authorities have been taking a more active role, resulting in intensified enforcement of such matters. Recent resolutions of enforcement actions involving other global financial institutions have involved the payment of substantial penalties, agreements with respect to future operation of their businesses and actions with respect to relevant personnel.

Failure of a financial institution to maintain and implement adequate policies and procedures to combat money laundering and terrorist financing, and to comply with U.S. sanctions regimes, could have serious legal and reputational consequences for the financial institution, as well as result in the imposition of civil, monetary and criminal penalties.

In January 2021, the Anti-Money Laundering Act of 2020 (“AMLA”) was enacted in the United States. The AMLA is intended to comprehensively reform and modernize U.S. anti money laundering laws. Among other things, the AMLA codifies a risk-based approach to anti-money laundering compliance for financial institutions; requires the development of standards by the U.S. Department of the Treasury for evaluating technology and internal processes for anti-money laundering compliance; and expands enforcement- and investigation-related authority, including a significant expansion in the available sanctions for certain violations. Many of the statutory provisions in the AMLA will require additional rulemakings, reports and other measures, and the effects of the AMLA will depend on, among other things, rulemaking and implementation guidance. The Financial Crimes Enforcement Network, a bureau of the U.S. Department of the Treasury, has issued the priorities for anti money laundering and countering the financing of terrorism policy, as required under the AMLA. The priorities include corruption, cybercrime, terrorist financing, fraud, transnational crime, drug trafficking, human trafficking, and proliferation financing.

# Group Operations and Business Settings (continued)

## Leverage Ratio

| Summary Group Leverage Ratio       | As at            |                  |                  |                       |                       |
|------------------------------------|------------------|------------------|------------------|-----------------------|-----------------------|
|                                    | 31 Dec 25<br>\$M | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Tier 1 Capital (\$M)               | 69,829           | 68,874           | 68,143           | 1                     | 2                     |
| Total Exposures (\$M) <sup>1</sup> | 1,497,194        | 1,453,694        | 1,393,974        | 3                     | 7                     |
| <b>Leverage Ratio (APRA) (%)</b>   | <b>4.7</b>       | 4.7              | 4.9              | –                     | (20)bpts              |

<sup>1</sup> Total exposures are the sum of on balance sheet exposures, derivatives, Securities Financing Transactions (SFTs), and off balance sheet exposures, net of any Tier 1 regulatory deductions, as outlined in APS 110 *Capital Adequacy*.

The Group's leverage ratio, defined as Tier 1 Capital as a percentage of total exposures, was 4.7% as at 31 December 2025 in line with the prior half with capital generated from earnings offset by higher exposures and payment of the 2H25 dividend.

The minimum leverage ratio requirement for IRB banks, such as CBA, is 3.5%. From 1 January 2027, leverage ratio will be measured on a CET1 Capital basis, with the minimum requirement reducing to 3.25%.

## Dividends

### Interim dividend for the Half Year Ended December 2025

The interim dividend determined was \$2.35 per share, an increase of 10 cents on the prior comparative period. The dividend payout ratio ("cash basis") for the half year ended 31 December 2025 was 72% (73% on a "statutory basis").

The interim dividend will be fully franked and will be paid on or around 30 March 2026 to owners of ordinary shares at the close of business on 19 February 2026 (record date). Shares were quoted ex-dividend on 18 February 2026.

### Dividend Reinvestment Plan (DRP)

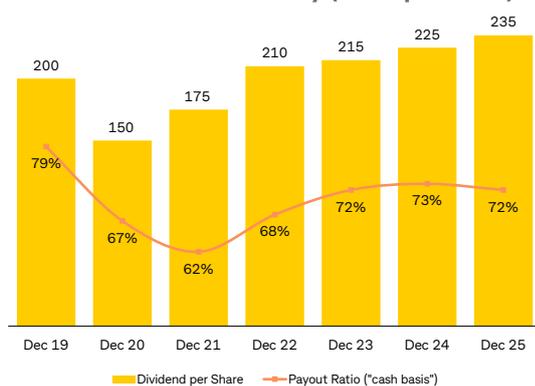
The DRP will continue to be offered to shareholders, and no discount will be applied to shares allocated under the plan for the interim dividend. The DRP for the 2026 interim dividend is anticipated to be satisfied in full by an on-market purchase of shares.

### Dividend Policy

In determining the dividend, the Board considers a range of factors in accordance with the Group's dividend policy, including:

- Paying cash dividends at sustainable levels;
- Targeting a full-year payout ratio of 70% to 80%; and
- Maximising the use of its franking account by paying fully franked dividends.

Interim Dividend History (cents per share)



# Group Operations and Business Settings (continued)

## Liquidity

| Level 2   | Quarterly Average Ended <sup>1</sup> |                  |                  |                       |                       |
|---|--------------------------------------|------------------|------------------|-----------------------|-----------------------|
|   | 31 Dec 25<br>\$M                     | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| <b>High Quality Liquid Assets (HQLA) <sup>2</sup></b> | <b>198,944</b>                       | 183,896          | 175,257          | 8                     | 14                    |
| <b>Net Cash Outflows (NCO)</b>                        |                                      |                  |                  |                       |                       |
| Customer deposits                                     | <b>118,913</b>                       | 112,390          | 108,924          | 6                     | 9                     |
| Wholesale funding                                     | <b>16,117</b>                        | 14,216           | 14,390           | 13                    | 12                    |
| Other net cash outflows <sup>3</sup>                  | <b>15,951</b>                        | 14,469           | 14,803           | 10                    | 8                     |
| <b>Total NCO</b>                                      | <b>150,981</b>                       | 141,075          | 138,117          | 7                     | 9                     |
| <b>Liquidity Coverage Ratio (%)</b>                   | <b>132</b>                           | 130              | 127              | 200 bpts              | large                 |
| <b>LCR Surplus</b>                                    | <b>47,963</b>                        | 42,821           | 37,140           | 12                    | 29                    |

<sup>1</sup> The averages presented are calculated as simple averages of daily observations over the quarter.

<sup>2</sup> Includes all repo-eligible securities with the Reserve Bank of New Zealand. The amount of open-repo of Internal Residential Mortgage-Backed Securities and Exchange Settlement Account (ESA) cash balance held by the Reserve Bank of Australia to facilitate intra-day cash flows is shown net.

<sup>3</sup> Includes cash inflows.

### Liquidity Coverage Ratio (LCR)

The Group holds high quality, well diversified liquid assets to meet Balance Sheet liquidity needs and regulatory requirements, including APRA's Liquidity Coverage Ratio (LCR). The LCR requires Australian Authorised Deposit-taking Institutions (ADIs) to hold sufficient liquid assets to meet 30 day Net Cash Outflows (NCOs) projected under a prescribed stress scenario. LCR liquid assets consist of High Quality Liquid Assets (HQLA) in the form of cash, deposits with central banks, and government securities.

The Group's December 2025 quarterly average LCR was 132%, an increase of 2% and 5% compared to quarterly averages ended 30 June 2025 and 31 December 2024, respectively. The LCR remains well above the regulatory minimum of 100%.

Compared to the quarterly average ended 30 June 2025, the Group's LCR liquid assets increased \$15.0 billion or 8%, primarily driven by a funding surplus. 30 day modelled NCOs increased \$9.9 billion or 7%, mainly due to growth in customer deposits.

# Group Operations and Business Settings (continued)

## Liquidity (continued)

| <b>Debt Issues</b>                        | <b>31 Dec 25</b> | <b>30 Jun 25</b> | <b>31 Dec 24</b> |
|---|------------------|------------------|------------------|
|   | <b>\$M</b>       | <b>\$M</b>       | <b>\$M</b>       |
| Total short-term debt issues <sup>1</sup> | <b>62,974</b>    | 61,927           | 66,682           |
| Total long-term debt issues <sup>1</sup>  | <b>106,525</b>   | 108,582          | 100,443          |
| <b>Total debt issues</b>                  | <b>169,499</b>   | 170,509          | 167,125          |

| <b>Debt Issues</b>                                       | <b>\$M</b>     | <b>\$M</b> | <b>\$M</b> |
|--|----------------|------------|------------|
| <b>Maturity Distribution of Debt Issues <sup>1</sup></b> |                |            |            |
| Less than three months                                   | <b>17,970</b>  | 22,782     | 23,320     |
| Between three and twelve months                          | <b>45,004</b>  | 39,145     | 43,362     |
| Between one and five years                               | <b>83,285</b>  | 85,625     | 79,123     |
| Greater than five years                                  | <b>23,240</b>  | 22,957     | 21,320     |
| <b>Total debt issues</b>                                 | <b>169,499</b> | 170,509    | 167,125    |

<sup>1</sup> Represents the contractual maturity of the underlying instruments; other than for RMBS which is based on expected life.

## Debt

The following table details the current debt programmes along with size as at 31 December 2025. Access in a timely and flexible manner to a diverse range of debt markets and investors is provided by the following programmes.

| <b>Programme</b>     | <b>Programme Type</b>   |
|----------------------|---|
| <b>Australia</b>     |   |
| Unlimited            | Domestic Debt Issuance Programme                                      |
| <b>Euro Market</b>   |   |
| EUR 7 billion        | ASB Covered Bond Programme <sup>1</sup>                               |
| USD 7 billion        | ASB Euro Commercial Paper Programme <sup>1</sup>                      |
| USD 40 billion       | CBA Covered Bond Programme <sup>2</sup>                               |
| USD 10 billion       | CBA Euro Commercial Paper and Certificate of Deposit Programme        |
| USD 70 billion       | Euro Medium-Term Note Programme <sup>3</sup>                          |
| <b>New Zealand</b>   |   |
| Unlimited            | ASB Domestic Medium-Term Note Programme <sup>1</sup>                  |
| Unlimited            | ASB Registered Certificate of Deposit Programme <sup>1</sup>          |
| <b>United States</b> |   |
| USD 7 billion        | ASB US Commercial Paper Programme <sup>1</sup>                        |
| USD 10 billion       | ASB US Rule 144A/Regulation S Medium-Term Note Programme <sup>1</sup> |
| USD 35 billion       | CBA US Commercial Paper Programme                                     |
| USD 50 billion       | CBA U.S. Rule 144A/Regulation S Medium-Term Note Programme            |
| USD 25 billion       | CBA 3(a)(2) Medium-Term Note Programme                                |

<sup>1</sup> ASB Bank Limited is the issuer under these programmes.

<sup>2</sup> The CBA Covered Bond Programme is established to support issuances in multiple jurisdictions, including the United States and Europe.

<sup>3</sup> This is a joint programme between CBA and ASB Bank Limited.

# Group Operations and Business Settings (continued)

## Funding

| Group Funding <sup>1</sup>  | As at            |                  |                  |                       |                       |
|---|------------------|------------------|------------------|-----------------------|-----------------------|
|   | 31 Dec 25<br>\$M | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| <b>Customer deposits</b>  | <b>956,302</b>   | 908,812          | 873,532          | 5                     | 9                     |
| Short-term wholesale funding <sup>2</sup>   | <b>78,630</b>    | 78,610           | 80,081           | –                     | (2)                   |
| Long-term wholesale funding – less than or equal to one year residual maturity <sup>3</sup> | <b>29,274</b>    | 30,273           | 35,697           | (3)                   | (18)                  |
| Long-term wholesale funding – more than one year residual maturity <sup>3</sup>             | <b>146,899</b>   | 150,226          | 138,419          | (2)                   | 6                     |
| IFRS MTM and derivative FX revaluations   | <b>(6,117)</b>   | (5,956)          | (6,277)          | (3)                   | 3                     |
| <b>Total wholesale funding</b>  | <b>248,686</b>   | 253,153          | 247,920          | (2)                   | –                     |
| Short-term collateral deposits <sup>4</sup>   | <b>2,643</b>     | 4,241            | 6,149            | (38)                  | (57)                  |
| <b>Total funding</b>  | <b>1,207,631</b> | 1,166,206        | 1,127,601        | 4                     | 7                     |

1 Shareholders' equity is excluded from this view of funding sources.

2 Short-term wholesale funding includes debt with an original maturity or call date of less than or equal to 12 months, and consists of certificates of deposit and bank acceptances, debt issued under the Euro Medium Term Note (EMTN) programme and the Euro and US commercial paper programmes of Commonwealth Bank of Australia and ASB. Short-term wholesale funding also includes net securities that are not classified as high quality liquid assets sold or purchased under repurchase agreements.

3 Long-term wholesale funding includes debt with an original maturity or call date of greater than 12 months and the Group's drawn RBNZ Term Lending Facilities.

4 Short-term collateral deposits includes net collateral received, Vostro balances, and other net repurchase agreements that are not reported above, including the amount pledged with the Reserve Bank to facilitate intra-day cash flows in the Exchange Settlement Account (ESA).

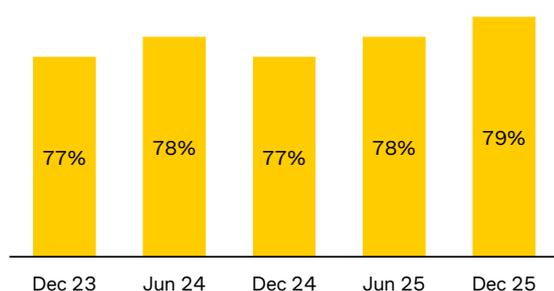
### Customer Deposits

Customer deposits accounted for 79% of total funding at 31 December 2025 (30 June 2025: 78%, 31 December 2024: 77%). The Group satisfied a significant proportion of its funding requirements from retail, business, and institutional customer deposits.

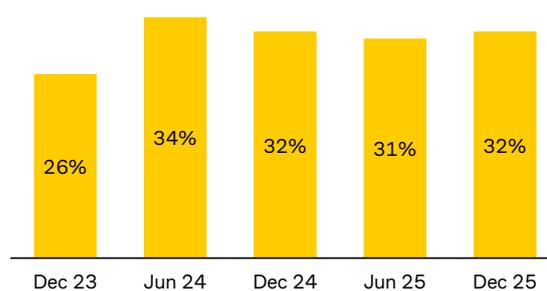
### Short-Term Wholesale Funding

Short-term wholesale funding (excluding short-term collateral deposits) accounted for 32% of total wholesale funding at 31 December 2025 (30 June 2025: 31%, 31 December 2024: 32%). The Group continues to maintain a conservative funding mix.

Customers Deposits to Total Funding Ratio



Short-Term to Total Wholesale Funding Ratio



# Group Operations and Business Settings (continued)

## Funding (continued)

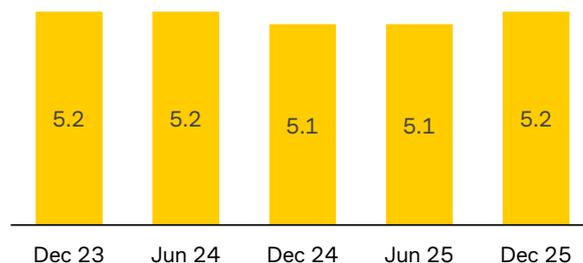
### Long-Term Wholesale Funding

Long-term wholesale funding (including IFRS MTM and derivative FX revaluations) accounted for 68% of total wholesale funding at 31 December 2025 (30 June 2025: 69%, 31 December 2024: 68%).

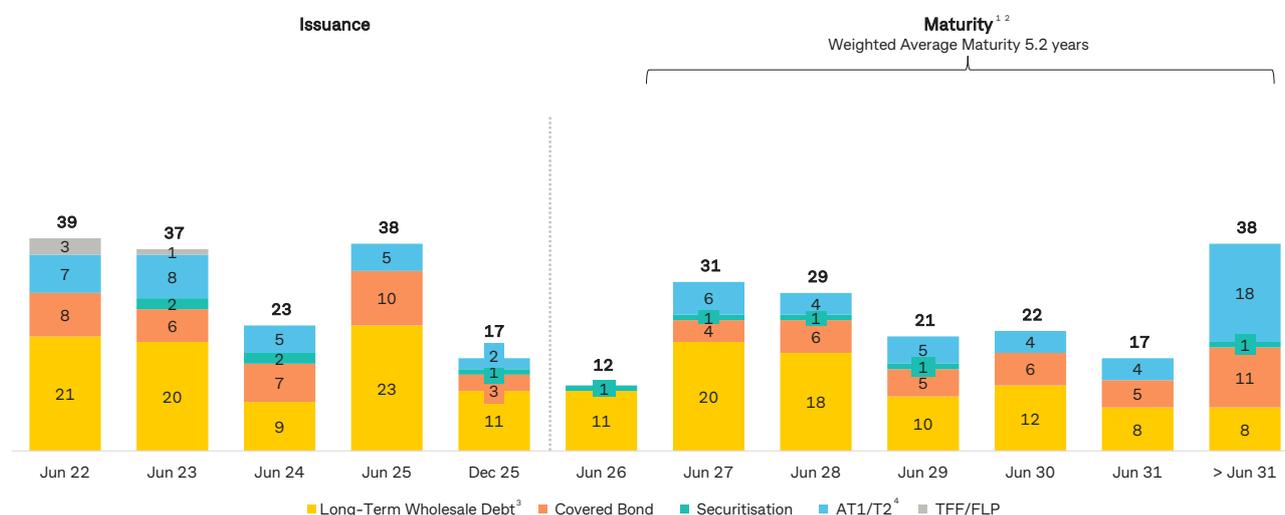
During the half year to 31 December 2025, the Group raised \$17 billion of long-term wholesale funding across various instruments.

The Weighted Average Maturity (WAM) of outstanding long-term wholesale debt with a residual maturity greater than 12 months at 31 December 2025 was 5.2 years.

### Weighted Average Maturity of Long-Term Wholesale Debt (years) <sup>1</sup>



### Long-Term Wholesale Funding Profile (\$B)



- 1 Represents the weighted average maturity of outstanding long-term wholesale debt with a residual maturity greater than 12 months as at reporting date including the RBNZ Term Lending Facilities drawdowns. In prior periods this metric included the RBA Term Funding Facility Drawdowns.
- 2 Maturities may vary to previous disclosure due to FX revaluation.
- 3 Includes Senior Bonds and Structured MTN.
- 4 Additional Tier 1 and Tier 2 Capital.

# Group Operations and Business Settings (continued)

## Net Stable Funding Ratio (NSFR)

| Level 2                                    | As at            |                  |                  |                       |                       |
|--|------------------|------------------|------------------|-----------------------|-----------------------|
|  | 31 Dec 25<br>\$M | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| <b>Required Stable Funding</b>             |                  |                  |                  |                       |                       |
| Residential Mortgages <sup>1</sup>         | 338,128          | 320,721          | 309,625          | 5                     | 9                     |
| Other Loans <sup>1</sup>                   | 423,023          | 413,514          | 396,710          | 2                     | 7                     |
| Liquid and Other Assets                    | 77,027           | 79,761           | 74,578           | (3)                   | 3                     |
| <b>Total Required Stable Funding</b>       | <b>838,178</b>   | 813,996          | 780,913          | 3                     | 7                     |
| <b>Available Stable Funding</b>            |                  |                  |                  |                       |                       |
| Capital                                    | 119,701          | 121,665          | 116,227          | (2)                   | 3                     |
| Retail and SME Deposits                    | 600,375          | 568,705          | 555,684          | 6                     | 8                     |
| Wholesale Funding and Other                | 258,566          | 248,392          | 237,338          | 4                     | 9                     |
| <b>Total Available Stable Funding</b>      | <b>978,642</b>   | 938,762          | 909,249          | 4                     | 8                     |
| <b>Net Stable Funding Ratio (NSFR) (%)</b> | <b>117</b>       | 115              | 116              | 200 bpts              | 100 bpts              |

<sup>1</sup> Includes performing residential mortgages to individuals with an LVR of 80% or below with all other residential mortgages disclosed in Other Loans.

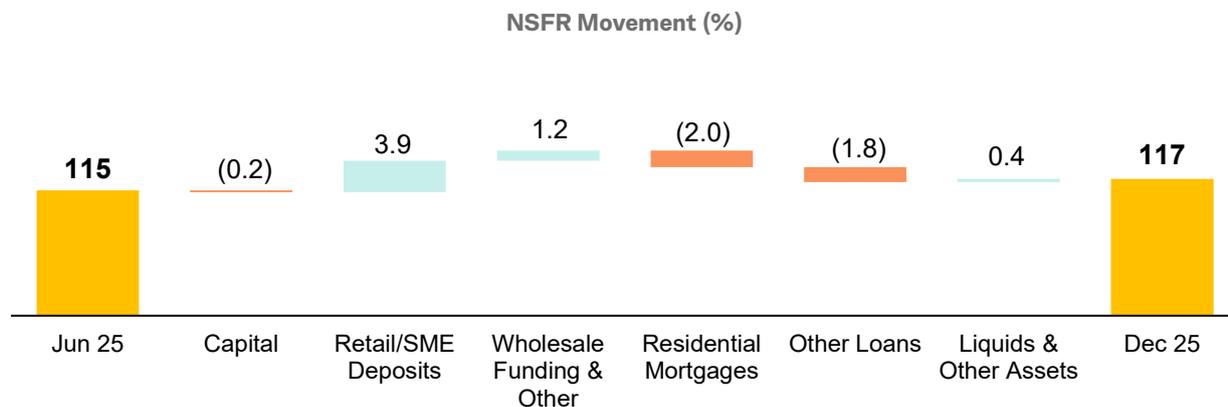
### Net Stable Funding Ratio (NSFR)

The Net Stable Funding Ratio (NSFR) requirement is designed to encourage stable funding of core assets. APRA prescribed factors are used to determine the stable funding requirement of assets and the stability of funding sources.

The Group's NSFR was 117% at 31 December 2025, an increase of 2% from 115% at 30 June 2025 and an increase of 1% from 116% at 31 December 2024. The NSFR remains well above the regulatory minimum of 100%.

The 3% increase in Required Stable Funding (RSF) over the half is primarily due to growth in residential mortgages and increased other lending.

The 4% increase in Available Stable Funding (ASF) over the half was mainly driven by growth in Retail and SME deposits and higher wholesale funding.



# Group Operations and Business Settings (continued)

## Corporate Governance

### Changes to Board of Directors

On 19 August 2025, Chair of the Commonwealth Bank of Australia, Paul O'Malley announced the following changes to CBA's Board of Directors:

- The appointment of Jane McAloon AM to CBA's Board of Directors as an Independent Non-Executive Director with effect from 1 October 2025; and
- The retirement of Mary Padbury, Independent Non-Executive Director from CBA's Board of Directors board with effect from 15 October 2025.

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## 5 Divisional Performance

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# Divisional Performance

## Divisional Summary

| Half Year Ended 31 December 2025                                    |                               |                     |   |                |                                  |               |
|---|-------------------------------|---------------------|---|----------------|----------------------------------|---------------|
|   | Retail<br>Banking<br>Services | Business<br>Banking | Institutional<br>Banking and<br>Markets | New<br>Zealand | Corporate<br>Centre and<br>Other | Total         |
| Divisional Summary  | \$M                           | \$M                 | \$M                                     | \$M            | \$M                              | \$M           |
| Net interest income   | 5,955                         | 4,387               | 826                                     | 1,374          | 153                              | 12,695        |
| Other operating income  | 916                           | 539                 | 670                                     | 203            | (2)                              | 2,326         |
| <b>Total operating income</b>                                       | <b>6,871</b>                  | <b>4,926</b>        | <b>1,496</b>                            | <b>1,577</b>   | <b>151</b>                       | <b>15,021</b> |
| Operating expenses  | (2,742)                       | (1,584)             | (602)                                   | (743)          | (1,219)                          | (6,890)       |
| <b>Operating performance</b>  | <b>4,129</b>                  | <b>3,342</b>        | <b>894</b>                              | <b>834</b>     | <b>(1,068)</b>                   | <b>8,131</b>  |
| Loan impairment (expense)/benefit                                   | (232)                         | (91)                | 8                                       | (4)            | –                                | (319)         |
| <b>Net profit/(loss) before tax</b>                                 | <b>3,897</b>                  | <b>3,251</b>        | <b>902</b>                              | <b>830</b>     | <b>(1,068)</b>                   | <b>7,812</b>  |
| Corporate tax (expense)/benefit                                     | (1,170)                       | (979)               | (252)                                   | (235)          | 269                              | (2,367)       |
| <b>Net profit/(loss) after tax – "cash basis"</b>                   | <b>2,727</b>                  | <b>2,272</b>        | <b>650</b>                              | <b>595</b>     | <b>(799)</b>                     | <b>5,445</b>  |
| Loss on acquisition, disposal, closure and demerger of businesses   | –                             | –                   | –                                       | –              | (63)                             | (63)          |
| Hedging and IFRS volatility   | –                             | –                   | –                                       | (3)            | (12)                             | (15)          |
| <b>Net profit/(loss) after tax – "statutory basis" <sup>2</sup></b> | <b>2,727</b>                  | <b>2,272</b>        | <b>650</b>                              | <b>592</b>     | <b>(874)</b>                     | <b>5,367</b>  |

| Half Year Ended 31 December 2025 vs Half Year Ended 30 June 2025 <sup>1</sup> |                               |                     |   |                |                                  |          |
|---|-------------------------------|---------------------|---|----------------|----------------------------------|----------|
|   | Retail<br>Banking<br>Services | Business<br>Banking | Institutional<br>Banking and<br>Markets | New<br>Zealand | Corporate<br>Centre and<br>Other | Total    |
|   | %                             | %                   | %                                       | %              | %                                | %        |
| Net interest income   | 4                             | 8                   | 4                                       | 5              | (31)                             | 5        |
| Other operating income  | 14                            | (5)                 | (2)                                     | 10             | (large)                          | 2        |
| <b>Total operating income</b>   | <b>5</b>                      | <b>7</b>            | <b>1</b>                                | <b>6</b>       | <b>(43)</b>                      | <b>5</b> |
| Operating expenses  | 8                             | 6                   | 2                                       | 11             | (8)                              | 4        |
| <b>Operating performance</b>  | <b>4</b>                      | <b>7</b>            | <b>1</b>                                | <b>2</b>       | <b>1</b>                         | <b>5</b> |
| Loan impairment expense   | 20                            | (33)                | (large)                                 | (90)           | large                            | (21)     |
| <b>Net profit before tax</b>  | <b>3</b>                      | <b>9</b>            | <b>7</b>                                | <b>6</b>       | <b>1</b>                         | <b>6</b> |
| Corporate tax expense   | 2                             | 9                   | 28                                      | 9              | (14)                             | 7        |
| <b>Net profit after tax – "cash basis"</b>                                    | <b>3</b>                      | <b>9</b>            | <b>1</b>                                | <b>5</b>       | <b>3</b>                         | <b>6</b> |
| Gain/(loss) on acquisition, disposal, closure and demerger of businesses      | (large)                       | (large)             | large                                   | –              | 63                               | 67       |
| Hedging and IFRS volatility   | –                             | –                   | –                                       | (large)        | 74                               | (large)  |
| <b>Net profit after tax – "statutory basis" <sup>2</sup></b>                  | <b>3</b>                      | <b>8</b>            | <b>9</b>                                | <b>(11)</b>    | <b>16</b>                        | <b>8</b> |

1 Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for more information on the related restatements.

2 Please refer to "Non-cash Items Included in Statutory Profit" on page 11 of this Document for further details. A reconciliation of the Net profit after tax ("cash basis") to Net profit after tax ("statutory basis") by business segment is provided in Note 2.4 to the Financial Statements included in this Document.

# Divisional Performance (continued)

## Divisional Summary (continued)

| Half Year Ended 31 December 2025 vs Half Year Ended 31 December 2024 <sup>1</sup> |                               |                     |   |                |                                  |                |
|---|-------------------------------|---------------------|---|----------------|----------------------------------|----------------|
|   | Retail<br>Banking<br>Services | Business<br>Banking | Institutional<br>Banking and<br>Markets | New<br>Zealand | Corporate<br>Centre and<br>Other | Total          |
|   | %                             | %                   | %                                       | %              | %                                | %              |
| Net interest income   | 5                             | 10                  | 4                                       | 5              | (23)                             | <b>6</b>       |
| Other operating income  | 9                             | (7)                 | 17                                      | (5)            | 96                               | <b>8</b>       |
| <b>Total operating income</b>   | <b>6</b>                      | <b>8</b>            | <b>9</b>                                | <b>4</b>       | <b>(1)</b>                       | <b>7</b>       |
| Operating expenses  | 7                             | 8                   | 5                                       | 18             | 8                                | <b>8</b>       |
| <b>Operating performance</b>  | <b>5</b>                      | <b>8</b>            | <b>13</b>                               | <b>(6)</b>     | <b>10</b>                        | <b>5</b>       |
| Loan impairment expense   | large                         | (59)                | (large)                                 | (75)           | large                            | –              |
| <b>Net profit before tax</b>  | <b>1</b>                      | <b>14</b>           | <b>15</b>                               | <b>(5)</b>     | <b>10</b>                        | <b>5</b>       |
| Corporate tax expense   | –                             | 14                  | 31                                      | (3)            | (43)                             | <b>4</b>       |
| <b>Net profit after tax from continuing operations – "cash basis"</b>             | <b>1</b>                      | <b>14</b>           | <b>10</b>                               | <b>(5)</b>     | <b>(2)</b>                       | <b>6</b>       |
| Net profit after tax from discontinued operations                                 | –                             | –                   | –                                       | –              | (large)                          | <b>(large)</b> |
| <b>Net profit after tax – "cash basis"</b>  | <b>1</b>                      | <b>14</b>           | <b>10</b>                               | <b>(5)</b>     | <b>(3)</b>                       | <b>6</b>       |
| Gain/(loss) on acquisition, disposal, closure and demerger of businesses          | –                             | –                   | (large)                                 | –              | (large)                          | n/a            |
| Hedging and IFRS volatility   | –                             | –                   | –                                       | (large)        | 90                               | <b>(large)</b> |
| <b>Net profit after tax – "statutory basis" <sup>2</sup></b>                      | <b>1</b>                      | <b>14</b>           | <b>9</b>                                | <b>(21)</b>    | <b>3</b>                         | <b>5</b>       |

<sup>1</sup> Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for more information on the related restatements.

<sup>2</sup> Please refer to "Non-cash Items Included in Statutory Profit" on page 11 of this Document for further details. A reconciliation of the Net profit after tax ("cash basis") to Net profit after tax ("statutory basis") by business segment is provided in Note 2.4 to the Financial Statements included in this Document.

# Divisional Performance (continued)

## Retail Banking Services

### OVERVIEW

Retail Banking Services provides simple, convenient, sustainable and affordable banking products and services to personal and private bank customers, helping them manage their everyday banking needs, buy a home or invest for the future. We support our customers through an extensive network of approximately 650 branches and 1,800 ATMs, leading online services and the most popular banking app, as well as customer call and messaging centres, mobile banking specialists, private bankers and support teams. Retail Banking Services also includes the financial results of retail banking activities conducted under the Bankwest and Unloan brands.

|   | Half Year Ended <sup>1</sup> |                  |                  |                       |                       |
|---|------------------------------|------------------|------------------|-----------------------|-----------------------|
|   | 31 Dec 25<br>\$M             | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Net interest income   | 5,955                        | 5,721            | 5,661            | 4                     | 5                     |
| Other operating income  | 916                          | 802              | 842              | 14                    | 9                     |
| <b>Total operating income</b>                                     | <b>6,871</b>                 | <b>6,523</b>     | <b>6,503</b>     | <b>5</b>              | <b>6</b>              |
| Operating expenses  | (2,742)                      | (2,548)          | (2,569)          | 8                     | 7                     |
| <b>Operating performance</b>                                      | <b>4,129</b>                 | <b>3,975</b>     | <b>3,934</b>     | <b>4</b>              | <b>5</b>              |
| Loan Impairment expense   | (232)                        | (193)            | (79)             | 20                    | large                 |
| <b>Net profit before tax</b>                                      | <b>3,897</b>                 | <b>3,782</b>     | <b>3,855</b>     | <b>3</b>              | <b>1</b>              |
| Corporate tax expense   | (1,170)                      | (1,142)          | (1,165)          | 2                     | –                     |
| <b>Net profit after tax – "cash basis"</b>                        | <b>2,727</b>                 | <b>2,640</b>     | <b>2,690</b>     | <b>3</b>              | <b>1</b>              |
| Gain on acquisition, disposal, closure and demerger of businesses | –                            | 7                | –                | large                 | –                     |
| <b>Total net profit after tax – "statutory basis"</b>             | <b>2,727</b>                 | <b>2,647</b>     | <b>2,690</b>     | <b>3</b>              | <b>1</b>              |

<sup>1</sup> Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for more information on the related restatements.

# Divisional Performance (continued)

## Retail Banking Services (continued)

|                                       | Half Year Ended <sup>1</sup> |              |              |                       |                       |
|---------------------------------------|------------------------------|--------------|--------------|-----------------------|-----------------------|
|                                       | 31 Dec 25                    | 30 Jun 25    | 31 Dec 24    | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Income analysis                       | \$M                          | \$M          | \$M          |                       |                       |
| <b>Net interest income</b>            |                              |              |              |                       |                       |
| Home loans                            | 2,254                        | 2,224        | 2,273        | 1                     | (1)                   |
| Consumer finance & other <sup>2</sup> | 557                          | 547          | 522          | 2                     | 7                     |
| Deposits                              | 3,144                        | 2,950        | 2,866        | 7                     | 10                    |
| <b>Total net interest income</b>      | <b>5,955</b>                 | <b>5,721</b> | <b>5,661</b> | <b>4</b>              | <b>5</b>              |
| <b>Other operating income</b>         |                              |              |              |                       |                       |
| Home loans                            | 139                          | 132          | 138          | 5                     | 1                     |
| Consumer finance <sup>3</sup>         | 233                          | 220          | 222          | 6                     | 5                     |
| Deposits                              | 271                          | 260          | 270          | 4                     | –                     |
| Distribution & other <sup>4</sup>     | 273                          | 190          | 212          | 44                    | 29                    |
| <b>Total other operating income</b>   | <b>916</b>                   | <b>802</b>   | <b>842</b>   | <b>14</b>             | <b>9</b>              |
| <b>Total operating income</b>         | <b>6,871</b>                 | <b>6,523</b> | <b>6,503</b> | <b>5</b>              | <b>6</b>              |

|   | As at <sup>1</sup> |                |                |                       |                       |
|---|--------------------|----------------|----------------|-----------------------|-----------------------|
|   | 31 Dec 25          | 30 Jun 25      | 31 Dec 24      | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Balance Sheet                             | \$M                | \$M            | \$M            |                       |                       |
| Home loans <sup>5</sup>                   | 546,109            | 523,908        | 509,152        | 4                     | 7                     |
| Consumer finance <sup>3</sup>             | 13,406             | 13,186         | 12,953         | 2                     | 3                     |
| Other interest earning assets             | 3,608              | 3,378          | 3,111          | 7                     | 16                    |
| <b>Total interest earning assets</b>      | <b>563,123</b>     | <b>540,472</b> | <b>525,216</b> | <b>4</b>              | <b>7</b>              |
| Other assets                              | 10,044             | 9,074          | 9,039          | 11                    | 11                    |
| <b>Total assets</b>                       | <b>573,167</b>     | <b>549,546</b> | <b>534,255</b> | <b>4</b>              | <b>7</b>              |
| Transaction deposits <sup>6</sup>         | 79,972             | 71,679         | 68,792         | 12                    | 16                    |
| Savings deposits <sup>6</sup>             | 221,604            | 205,652        | 197,443        | 8                     | 12                    |
| Investment deposits & other               | 90,954             | 91,022         | 89,948         | –                     | 1                     |
| <b>Total interest bearing deposits</b>    | <b>392,530</b>     | <b>368,353</b> | <b>356,183</b> | <b>7</b>              | <b>10</b>             |
| Non-interest bearing transaction deposits | 50,256             | 46,206         | 47,552         | 9                     | 6                     |
| Other non-interest bearing liabilities    | 7,218              | 7,387          | 7,142          | (2)                   | 1                     |
| <b>Total liabilities</b>                  | <b>450,004</b>     | <b>421,946</b> | <b>410,877</b> | <b>7</b>              | <b>10</b>             |

1 Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for more information on the related restatements.

2 Consumer finance and other includes personal loans, credit cards, business lending and margin lending.

3 Consumer finance includes personal loans and credit cards.

4 Distribution includes income associated with the sale of foreign exchange and wealth products. Other includes merchants, business lending and CommSec brokerage.

5 Home loans are presented gross of \$78,452 million of mortgage offset balances (30 June 2025: \$70,007 million; 31 December 2024: \$68,746 million). These balances are required to be grossed up under accounting standards but are netted down for the calculation of customer interest payments.

6 Transaction and Savings deposits include \$78,452 million of mortgage offset balances (30 June 2025: \$70,007 million; 31 December 2024: \$68,746 million).

# Divisional Performance (continued)

## Retail Banking Services (continued)

| Key Financial Metrics                                      | Half Year Ended <sup>1</sup> |           |           |                    |                    |
|--|------------------------------|-----------|-----------|--------------------|--------------------|
|  | 31 Dec 25                    | 30 Jun 25 | 31 Dec 24 | Dec 25 vs Jun 25 % | Dec 25 vs Dec 24 % |
| <b>Performance indicators</b>                              |                              |           |           |                    |                    |
| Net interest margin (%)                                    | 2.50                         | 2.51      | 2.50      | (1)bpts            | –                  |
| Statutory return on assets (%)                             | 0.9                          | 1.0       | 1.0       | (10)bpts           | (10)bpts           |
| Statutory operating expenses to total operating income (%) | 39.9                         | 39.2      | 39.5      | 70 bpts            | 40 bpts            |
| Impairment expense annualised as a % of average GLAAs (%)  | 0.08                         | 0.07      | 0.03      | 1 bpt              | 5 bpts             |
| <b>Other information</b>                                   |                              |           |           |                    |                    |
| Average interest earning assets (\$M) <sup>2</sup>         | 472,762                      | 458,783   | 448,489   | 3                  | 5                  |
| Risk weighted assets (\$M)                                 | 185,715                      | 178,806   | 175,577   | 4                  | 6                  |
| 90+ days home loan arrears (%)                             | 0.64                         | 0.69      | 0.64      | (5)bpts            | –                  |
| 90+ days consumer finance arrears (%)                      | 0.98                         | 1.03      | 0.92      | (5)bpts            | 6 bpts             |
| Spot number of full-time equivalent staff (FTE)            | 15,417                       | 15,749    | 15,509    | (2)                | (1)                |

1 Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for more information on the related restatements.

2 Average interest earning assets are presented net of mortgage offset balances, which reduce customer interest payments. Average interest earning assets are also used in the calculation of divisional net interest margin.

## Financial Performance and Business Review

### Half Year Ended December 2025 versus December 2024

Retail Banking Services net profit after tax ("statutory basis") for the half year ended 31 December 2025 was \$2,727 million, an increase of \$37 million or 1% on the prior comparative period. The result reflected a 5% increase in operating performance, with a 6% increase in operating income, partly offset by a 7% increase in operating expenses, as well as a \$153 million increase in loan impairment expense.

#### Net Interest Income

Net interest income was \$5,955 million, an increase of \$294 million or 5% on the prior comparative period. This was driven by a 5% increase in average interest earning assets.

Net interest margin was flat on the prior comparative period, reflecting:

- Higher earnings on the replicating portfolio and equity hedge; and
- Favourable portfolio mix primarily due to the benefit of strong growth in average deposits relative to assets; offset by
- Lower deposit margins mainly due to competition, mix shift to higher yielding savings deposits and the impact of declining interest rates; and
- Lower home lending margins principally reflecting elevated competition.

#### Other Operating Income

Other operating income was \$916 million, an increase of \$74 million or 9% on the prior comparative period, reflecting higher insurance income including a milestone payment recognised in relation to the sale of Commonwealth Insurance Limited (CommInsure General Insurance), and higher volume driven equities, cards and lending fee income.

#### Operating Expenses

Operating expenses were \$2,742 million, an increase of \$173 million or 7% on the prior comparative period. This was primarily driven by additional investment in proprietary lending and technology, inflation and amortisation, partly offset by productivity initiatives including workforce and branch optimisation.

The number of full-time equivalent staff (FTE) decreased by 92 FTE or 1% on the prior comparative period, from 15,509 to 15,417, driven by productivity initiatives, including workforce and branch optimisation, partly offset by additional resources to support proprietary lending.

Investment spend focused on strategic growth and productivity initiatives including AI-enabled innovation, product and service enhancements, the CommBank Yello loyalty program, Bankwest transformation and home buying process optimisation. We have also continued to invest in risk and compliance initiatives to reduce scam losses, prepare for the implementation of new financial crime legislation in Australia and enhance resiliency.

The operating expenses to total operating income ratio ("statutory basis") was 39.9%, an increase of 40 basis points on the prior comparative period, driven by higher operating expenses, partly offset by higher operating income.

# Divisional Performance (continued)

## Retail Banking Services (continued)

### Financial Performance and Business Review (continued)

#### Loan Impairment Expense

Loan impairment expense was \$232 million, an increase of \$153 million on the prior comparative period reflecting higher collective provisions due to elevated geopolitical tensions and global macroeconomic uncertainty.

Loan impairment expense as a percentage of average gross loans and acceptances increased by 5 basis points on the prior comparative period to 0.08%.

Home loan 90+ days arrears remained stable at 0.64% and consumer finance 90+ days arrears increased by 6 basis points from 0.92% to 0.98%, as customers continue to be impacted by cost of living pressures.

#### Balance Sheet

Key spot balance sheet movements included:

- Home loan growth of \$37.0 billion or 7%, slightly above system <sup>1</sup> growth. Proprietary mix for CBA and Unloan branded home loans increased from 66% to 67% of new business flows;
- Consumer finance growth of \$0.5 billion or 3%, driven by growth in personal loans; and
- Total deposits growth of \$39.1 billion or 10% (interest and non-interest bearing). Growth was driven by savings deposits (up 12%), transaction deposits (up 12% including non-interest bearing balances) from strong growth in net new transaction account openings, and investment deposits (up 1%), reflecting customer demand for higher yielding savings deposits and higher offset balances.

#### Risk Weighted Assets

Risk weighted assets were \$185.7 billion, an increase of \$10.1 billion or 6% on the prior comparative period. This was primarily driven by mortgage lending volume growth and higher Operational Risk RWA.

#### Half Year Ended December 2025 versus June 2025

Net profit after tax ("statutory basis") increased \$80 million or 3% on the prior half. The result reflected a 4% increase in operating performance, with a 5% increase in operating income, partly offset by an 8% increase in operating expenses, as well as a 20% increase in loan impairment expense.

#### Net Interest Income

Net interest income increased \$234 million or 4% on the prior half. This was driven by a 3% increase in average interest earning assets and the impact of three additional calendar days in the current half, partly offset by a 1 basis point decrease in net interest margin.

Net interest margin decreased by 1 basis point on the prior half, reflecting:

- Lower deposit margins mainly due to competition, mix shift to higher yielding savings deposits and the impact of declining interest rates; and
- Lower home lending margins principally reflecting increased competition; partly offset by
- Higher earnings on the replicating portfolio; and
- Favourable portfolio mix primarily due to the benefit of strong growth in average deposits relative to assets.

#### Other Operating Income

Other operating income increased \$114 million or 14% on the prior half, reflecting higher insurance income including a milestone payment recognised in relation to the sale of Commonwealth Insurance Limited (Commlnsure General Insurance), and higher volume driven equities, cards, foreign exchange and lending fee income.

#### Operating Expenses

Operating expenses increased \$194 million or 8% on the prior half. This was primarily driven by additional investment in proprietary lending and technology, inflation and amortisation, partly offset by productivity initiatives including workforce and branch optimisation.

The number of FTE decreased by 332 FTE or 2% on the prior half, from 15,749 to 15,417, driven by productivity initiatives including workforce and branch optimisation, partly offset by additional resources to support proprietary lending.

The operating expenses to total operating income ratio ("statutory basis") increased by 70 basis points on the prior half, driven by higher operating expenses, partly offset by higher operating income.

<sup>1</sup> System source: RBA/APRA.

# Divisional Performance (continued)

## Retail Banking Services (continued)

### Financial Performance and Business Review (continued)

#### Loan Impairment Expense

Loan impairment expense increased \$39 million or 20% on the prior half. The result was mainly driven by higher collective provisions due to elevated geopolitical tensions and global macroeconomic uncertainty.

Loan impairment expense as a percentage of average gross loans and acceptances increased 1 basis point on the prior half.

Home loan 90+ days arrears decreased by 5 basis points from 0.69% to 0.64%, supported by interest rate reductions and seasonal tax refunds.

Consumer finance 90+ days arrears decreased by 5 basis points from 1.03% to 0.98%, impacted by seasonal tax refunds.

#### Balance Sheet

Key spot balance sheet movements included:

- Home loan growth of \$22.2 billion or 4%, slightly above system <sup>1</sup> growth. Proprietary mix for CBA and Unloan branded home loans remained stable at 67% of new business flows;
- Consumer finance growth of \$0.2bn or 2%, driven by growth in personal loans; and
- Total deposits growth of \$28.2 billion or 7% (interest and non-interest bearing). The increase was driven by savings deposits (up 8%) and transaction deposits (up 10% including non-interest bearing balances) from strong growth in net new transaction account openings, with investment deposits remaining flat, reflecting customer demand for higher yielding savings deposits and higher offset balances.

#### Risk Weighted Assets

Risk weighted assets increased \$6.9 billion or 4% on the prior half. This was primarily due to mortgage lending volume growth and higher Operational Risk RWA.

1 System source: RBA/APRA.

# Divisional Performance (continued)

## Business Banking

### OVERVIEW

Business Banking serves the banking needs of business, corporate and agribusiness customers across the full range of financial services solutions. We also provide Australia's leading equities trading and margin lending services through our CommSec business.

|  | Half Year Ended <sup>1</sup> |                  |                  |                       |                       |
|--|------------------------------|------------------|------------------|-----------------------|-----------------------|
|  | 31 Dec 25<br>\$M             | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Net interest income  | 4,387                        | 4,050            | 3,973            | 8                     | 10                    |
| Other operating income                                       | 539                          | 565              | 581              | (5)                   | (7)                   |
| <b>Total operating income</b>                                | <b>4,926</b>                 | <b>4,615</b>     | <b>4,554</b>     | <b>7</b>              | <b>8</b>              |
| Operating expenses   | (1,584)                      | (1,491)          | (1,472)          | 6                     | 8                     |
| <b>Operating performance</b>                                 | <b>3,342</b>                 | <b>3,124</b>     | <b>3,082</b>     | <b>7</b>              | <b>8</b>              |
| Loan impairment expense                                      | (91)                         | (135)            | (220)            | (33)                  | (59)                  |
| <b>Net profit before tax</b>                                 | <b>3,251</b>                 | <b>2,989</b>     | <b>2,862</b>     | <b>9</b>              | <b>14</b>             |
| Corporate tax expense  | (979)                        | (898)            | (861)            | 9                     | 14                    |
| <b>Net profit after tax – "cash basis"</b>                   | <b>2,272</b>                 | <b>2,091</b>     | <b>2,001</b>     | <b>9</b>              | <b>14</b>             |
| Gain on disposal and acquisition of controlled entities      | –                            | 19               | –                | (large)               | –                     |
| <b>Net profit after tax – "statutory basis" <sup>2</sup></b> | <b>2,272</b>                 | <b>2,110</b>     | <b>2,001</b>     | <b>8</b>              | <b>14</b>             |

### Income analysis

|                                     |              |              |              |            |            |
|-------------------------------------|--------------|--------------|--------------|------------|------------|
| <b>Net interest income</b>          |              |              |              |            |            |
| Small Business Banking              | 1,875        | 1,723        | 1,689        | 9          | 11         |
| Commercial Banking                  | 1,099        | 1,037        | 1,024        | 6          | 7          |
| Regional and Agribusiness           | 605          | 561          | 549          | 8          | 10         |
| Major Client Group                  | 686          | 636          | 611          | 8          | 12         |
| CommSec                             | 122          | 93           | 100          | 31         | 22         |
| <b>Total net interest income</b>    | <b>4,387</b> | <b>4,050</b> | <b>3,973</b> | <b>8</b>   | <b>10</b>  |
| <b>Other operating income</b>       |              |              |              |            |            |
| Small Business Banking              | 218          | 220          | 233          | (1)        | (6)        |
| Commercial Banking                  | 107          | 125          | 129          | (14)       | (17)       |
| Regional and Agribusiness           | 53           | 59           | 63           | (10)       | (16)       |
| Major Client Group                  | 91           | 106          | 105          | (14)       | (13)       |
| CommSec                             | 70           | 55           | 51           | 27         | 37         |
| <b>Total other operating income</b> | <b>539</b>   | <b>565</b>   | <b>581</b>   | <b>(5)</b> | <b>(7)</b> |
| <b>Total operating income</b>       | <b>4,926</b> | <b>4,615</b> | <b>4,554</b> | <b>7</b>   | <b>8</b>   |

### Income by product

|                               |              |              |              |          |          |
|-------------------------------|--------------|--------------|--------------|----------|----------|
| Business products             | 3,566        | 3,364        | 3,293        | 6        | 8        |
| Retail products               | 1,237        | 1,152        | 1,162        | 7        | 6        |
| Equities and margin lending   | 123          | 99           | 99           | 24       | 24       |
| <b>Total operating income</b> | <b>4,926</b> | <b>4,615</b> | <b>4,554</b> | <b>7</b> | <b>8</b> |

1 Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for more information on the related restatements.

2 Please refer to "Non-cash Items Included in Statutory Profit" on page 11 of this Document for further details. A reconciliation of the Net profit after tax ("cash basis") to Net profit after tax ("statutory basis") by business segment is provided in Note 2.4 to the Financial Statements included in this Document.

# Divisional Performance (continued)

## Business Banking (continued)

|   | As at <sup>1</sup> |                |                |                       |                       |
|---|--------------------|----------------|----------------|-----------------------|-----------------------|
|   | 31 Dec 25          | 30 Jun 25      | 31 Dec 24      | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| <b>Balance Sheet</b>                      | <b>\$M</b>         | <b>\$M</b>     | <b>\$M</b>     |                       |                       |
| Home loans <sup>2</sup>                   | 112,598            | 109,948        | 106,360        | 2                     | 6                     |
| Business loans                            | 167,907            | 159,447        | 149,968        | 5                     | 12                    |
| Margin loans                              | 899                | 943            | 914            | (5)                   | (2)                   |
| Consumer finance                          | 1,580              | 1,558          | 1,590          | 1                     | (1)                   |
| Total lending interest earning assets     | 282,984            | 271,896        | 258,832        | 4                     | 9                     |
| Non-lending interest earning assets       | 93                 | 98             | 94             | (5)                   | (1)                   |
| Other assets                              | 1,123              | 1,272          | 1,048          | (12)                  | 7                     |
| <b>Total assets</b>                       | <b>284,200</b>     | <b>273,266</b> | <b>259,974</b> | <b>4</b>              | <b>9</b>              |
| Transaction deposits <sup>3</sup>         | 45,892             | 42,728         | 41,222         | 7                     | 11                    |
| Savings deposits <sup>3</sup>             | 78,815             | 75,538         | 73,699         | 4                     | 7                     |
| Investment deposits and other             | 59,770             | 53,390         | 52,593         | 12                    | 14                    |
| Total interest bearing deposits           | 184,477            | 171,656        | 167,514        | 7                     | 10                    |
| Non-interest bearing transaction deposits | 58,517             | 58,179         | 52,906         | 1                     | 11                    |
| Other non-interest bearing liabilities    | 2,209              | 2,670          | 2,440          | (17)                  | (9)                   |
| <b>Total liabilities</b>                  | <b>245,203</b>     | <b>232,505</b> | <b>222,860</b> | <b>5</b>              | <b>10</b>             |

|   | Half Year Ended <sup>1</sup> |           |           |                       |                       |
|---|------------------------------|-----------|-----------|-----------------------|-----------------------|
|   | 31 Dec 25                    | 30 Jun 25 | 31 Dec 24 | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| <b>Key Financial Metrics</b>  |                              |           |           |                       |                       |
| <b>Performance indicators</b>   |                              |           |           |                       |                       |
| Net interest margin (%)   | 3.36                         | 3.31      | 3.33      | 5 bpts                | 3 bpts                |
| Statutory return on assets (%)  | 1.6                          | 1.6       | 1.5       | –                     | 10 bpts               |
| Statutory operating expenses to total operating income (%)              | 32.2                         | 32.2      | 32.3      | –                     | (10)bpts              |
| Impairment expense annualised as a % of average GLAAs (%)               | 0.06                         | 0.10      | 0.17      | (4)bpts               | (11)bpts              |
| <b>Other information</b>  |                              |           |           |                       |                       |
| Average interest earning assets (\$M) <sup>4</sup>                      | 258,663                      | 247,084   | 236,889   | 5                     | 9                     |
| Risk weighted assets (\$M)  | 160,368                      | 153,289   | 146,280   | 5                     | 10                    |
| Troublesome and non-performing exposures (\$M) <sup>5</sup>             | 4,917                        | 5,012     | 5,136     | (2)                   | (4)                   |
| Troublesome and non-performing exposures as a % of TCE (%) <sup>5</sup> | 2.33                         | 2.50      | 2.69      | (17)bpts              | (36)bpts              |
| Spot number of full-time equivalent staff (FTE)                         | 6,158                        | 5,972     | 6,065     | 3                     | 2                     |

1 Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for more information on the related restatements.

2 Home loans are presented gross of \$18,078 million of mortgage offset balances (30 June 2025: \$14,958 million; 31 December 2024: \$16,428 million). These balances are required to be grossed up under accounting standards, but are netted down for the calculation of customer interest payments.

3 Transaction and Savings deposits include \$18,078 million of mortgage offset balances (30 June 2025: \$14,958 million; 31 December 2024: \$16,428 million).

4 Average interest earning assets are presented net of mortgage offset balances, which reduce customer interest payments. Average interest earning assets are also used in the calculation of divisional net interest margin.

5 Commercial troublesome and non-performing exposures only.

# Divisional Performance (continued)

## Business Banking (continued)

### Financial Performance and Business Review

#### Half Year Ended December 2025 versus December 2024

Business Banking net profit after tax ("statutory basis") for the half year ended 31 December 2025 was \$2,272 million, an increase of \$271 million or 14% on the prior comparative period. The result was driven by an 8% increase in operating performance, with an 8% increase in total operating income, partly offset by an 8% increase in operating expenses, as well as a 59% decrease in loan impairment expense.

#### Net Interest Income

Net interest income was \$4,387 million, an increase of \$414 million or 10% on the prior comparative period. This was driven by a 9% increase in average interest earning assets and a 3 basis point increase in net interest margin.

Net interest margin increased 3 basis points on the prior comparative period, reflecting:

- Higher earnings from the replicating portfolio and equity hedge; partly offset by
- Lower deposit margins due to the impact of declining interest rates; and
- Lower business and home lending margins principally due to increased competition.

#### Other Operating Income

Other operating income was \$539 million, a decrease of \$42 million or 7% on the prior comparative period, driven by:

- Lower merchants income reflecting higher scheme fees and customer reimbursements; and
- Lower deposit fee and cards income from fee waivers and higher loyalty program costs; partly offset by
- Higher equities income due to growth in trading volumes in the Australian and International portfolios.

#### Operating Expenses

Operating expenses were \$1,584 million, an increase of \$112 million or 8% on the prior comparative period. This was primarily driven by higher technology spend, inflation and investment in product offerings including the launch of CommSec Notice Investor, scaling the coverage of CommBank Yello for Business and CommBiz Mobile enhancements.

The number of full-time equivalent staff (FTE) increased by 93 or 2% on the prior comparative period, from 6,065 to 6,158 due to investment in product offerings.

Investment spend was focused on enhancing the customer experience through reimagining products and services including improving processes through digitisation and leveraging AI technology. We also continue to progress modernising our technology estate along with compliance and risk initiatives.

The operating expenses to total operating income ratio ("statutory basis") was 32.2%, a decrease of 10 basis points on the prior comparative period, mainly driven by higher operating income, partly offset by higher operating expenses.

#### Loan Impairment Expense

Loan impairment expense was \$91 million, a decrease of \$129 million or 59% on the prior comparative period. This was driven by lower collective and individually assessed provision charges due to improvements in credit quality and an increase in write backs.

Loan impairment expense as a percentage of average gross loans and acceptances decreased 11 basis points to 0.06%.

Troublesome and non-performing exposures as a percentage of total committed exposure decreased 36 basis points to 2.33% driven by portfolio growth, and net upgrades and external refinancing across several industries.

#### Balance Sheet

Key spot balance sheet movements included:

- Business loans growth of \$17.9 billion or 12%, above system <sup>1</sup> growth, reflecting growth across a number of diversified industries;
- Home loans growth of \$6.2 billion or 6%, below system <sup>1</sup> growth; and
- Total deposits growth (interest and non-interest bearing) of \$22.6 billion or 10%. Growth was driven by higher Transaction deposits (up 11% including non-interest bearing balances), Investment deposits (up 14%) and Savings deposits (up 7%).

#### Risk Weighted Assets

Risk weighted assets were \$160.4 billion, an increase of \$14.1 billion or 10% on the prior comparative period. This was primarily driven by lending volume growth.

<sup>1</sup> System source: RBA/APRA.

# Divisional Performance (continued)

## Business Banking (continued)

### Financial Performance and Business Review (continued)

#### Half Year Ended December 2025 versus June 2025

Business Banking net profit after tax (“statutory basis”) increased \$162 million or 8% on the prior half. The result was driven by a 7% increase in operating performance, with a 7% increase in total operating income, partly offset by a 6% increase in operating expenses, as well as a 33% decrease in loan impairment expense.

#### Net Interest Income

Net interest income increased \$337 million or 8% on the prior half. This was driven by a 5% increase in average interest earning assets, three additional days in the current half, and a 5 basis point increase in net interest margin.

Net interest margin increased 5 basis points, reflecting:

- Higher earnings from the replicating portfolio; and
- Favourable portfolio mix due to growth in deposits relative to assets; partly offset by
- Lower deposit margins due to the impact of declining interest rates; and
- Lower business and home lending margins principally due to increased competition.

#### Other Operating Income

Other operating income decreased \$26 million or 5% on the prior half, driven by:

- Lower merchants income reflecting higher scheme fees and customer reimbursements; and
- Lower deposit fee and cards income from fee waivers and higher loyalty program costs; partly offset by
- Higher equities income due to growth in trading volumes in the Australian and International portfolios.

#### Operating Expenses

Operating expenses increased \$93 million or 6% on the prior half. This was primarily driven by higher technology spend, inflation, seasonally lower leave usage and the impact of three additional working days.

The number of FTE increased by 186 or 3% on the prior half, from 5,972 to 6,158 due to investment in product offerings.

The operating expenses to total operating income ratio (“statutory basis”) was flat on the prior half, with higher operating income, offset by higher operating expenses.

#### Loan Impairment Expense

Loan impairment expense decreased \$44 million or 33% on the prior half. This was primarily driven by lower individually assessed provision charges due to an increase in write backs.

Loan impairment expense as a percentage of average gross loans and acceptances decreased 4 basis points to 0.06%.

Troublesome and non-performing exposures as a percentage of total committed exposure decreased 17 basis points to 2.33% driven by portfolio growth, and net upgrades and external refinancing across several industries.

#### Balance Sheet

Key spot balance sheet movements included:

- Business loans growth of \$8.5 billion or 5%, above system <sup>1</sup> growth, reflecting growth across a number of diversified industries;
- Home loans growth of \$2.7 billion or 2%, below system <sup>1</sup> growth; and
- Total deposits growth (interest and non-interest bearing) of \$13.2 billion or 6%. Growth was driven by higher Investment deposits (up 12%), Savings deposits (up 4%), and Transaction deposits (up 3% including non-interest bearing balances).

#### Risk Weighted Assets

Risk weighted assets increased \$7.1 billion or 5% on the prior half. This was primarily driven by lending volume growth.

<sup>1</sup> System Source: RBA/APRA

# Divisional Performance (continued)

## Institutional Banking and Markets

### OVERVIEW

Institutional Banking and Markets (IB&M) provides a full range of domestic and global financing and banking services to large corporate, institutional and government clients. These services include debt capital markets, risk management, transaction banking, sustainable finance, structured capital solutions and working capital delivered through dedicated product and industry specialists, as well as tailored research and data analytics to help our clients.

|  | Half Year Ended <sup>1</sup> |                  |                  |                       |                       |
|--|------------------------------|------------------|------------------|-----------------------|-----------------------|
|  | 31 Dec 25<br>\$M             | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Net interest income  | 826                          | 791              | 795              | 4                     | 4                     |
| Other operating income   | 670                          | 683              | 573              | (2)                   | 17                    |
| <b>Total operating income</b>  | <b>1,496</b>                 | <b>1,474</b>     | <b>1,368</b>     | <b>1</b>              | <b>9</b>              |
| Operating expenses   | (602)                        | (591)            | (574)            | 2                     | 5                     |
| <b>Operating performance</b>   | <b>894</b>                   | <b>883</b>       | <b>794</b>       | <b>1</b>              | <b>13</b>             |
| Loan impairment benefit/(expense)  | 8                            | (40)             | (9)              | (large)               | (large)               |
| <b>Net profit before tax</b>   | <b>902</b>                   | <b>843</b>       | <b>785</b>       | <b>7</b>              | <b>15</b>             |
| Corporate tax expense  | (252)                        | (197)            | (193)            | 28                    | 31                    |
| <b>Net profit after tax ("cash basis")</b>                               | <b>650</b>                   | <b>646</b>       | <b>592</b>       | <b>1</b>              | <b>10</b>             |
| Gain/(loss) on acquisition, disposal, closure and demerger of businesses | –                            | (48)             | 5                | large                 | (large)               |
| <b>Net profit after tax ("statutory basis") <sup>2</sup></b>             | <b>650</b>                   | <b>598</b>       | <b>597</b>       | <b>9</b>              | <b>9</b>              |
| <b>Income analysis</b>   |                              |                  |                  |                       |                       |
| <b>Net interest income</b>   |                              |                  |                  |                       |                       |
| Institutional Banking  | 939                          | 911              | 833              | 3                     | 13                    |
| Markets  | (113)                        | (120)            | (38)             | 6                     | (large)               |
| <b>Total net interest income</b>   | <b>826</b>                   | <b>791</b>       | <b>795</b>       | <b>4</b>              | <b>4</b>              |
| <b>Other operating income</b>  |                              |                  |                  |                       |                       |
| Institutional Banking  | 198                          | 206              | 249              | (4)                   | (20)                  |
| Markets  | 472                          | 477              | 324              | (1)                   | 46                    |
| <b>Total other operating income</b>                                      | <b>670</b>                   | <b>683</b>       | <b>573</b>       | <b>(2)</b>            | <b>17</b>             |
| <b>Total operating income</b>  | <b>1,496</b>                 | <b>1,474</b>     | <b>1,368</b>     | <b>1</b>              | <b>9</b>              |
| <b>Income by product</b>   |                              |                  |                  |                       |                       |
| Institutional products   | 1,066                        | 1,030            | 973              | 3                     | 10                    |
| Asset leasing  | 71                           | 87               | 109              | (18)                  | (35)                  |
| Markets (excluding derivative valuation adjustments)                     | 370                          | 343              | 300              | 8                     | 23                    |
| <b>Total operating income excluding derivative valuation adjustments</b> | <b>1,507</b>                 | <b>1,460</b>     | <b>1,382</b>     | <b>3</b>              | <b>9</b>              |
| Derivative valuation adjustments <sup>3</sup>                            | (11)                         | 14               | (14)             | (large)               | 21                    |
| <b>Total operating income</b>  | <b>1,496</b>                 | <b>1,474</b>     | <b>1,368</b>     | <b>1</b>              | <b>9</b>              |

1 Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for more information on the related restatements.

2 Please refer to "Non-cash Items Included in Statutory Profit" on page 11 of this Document for further details. A reconciliation of the Net profit after tax ("cash basis") to Net profit after tax ("statutory basis") by business segment is provided in Note 2.4 to the Financial Statements included in this Document.

3 Derivative valuation adjustments include both net interest income and other operating income adjustments.

# Divisional Performance (continued)

## Institutional Banking and Markets (continued)

|   | As at <sup>1</sup> |                  |                  |                       |                       |
|---|--------------------|------------------|------------------|-----------------------|-----------------------|
|   | 31 Dec 25<br>\$M   | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| <b>Balance Sheet</b>                            |                    |                  |                  |                       |                       |
| Interest earning lending assets                 | 97,436             | 93,792           | 88,954           | 4                     | 10                    |
| Non-lending interest earning assets             | 108,872            | 88,812           | 82,205           | 23                    | 32                    |
| Other assets <sup>2</sup>                       | 31,939             | 32,171           | 38,679           | (1)                   | (17)                  |
| <b>Total assets</b>                             | <b>238,247</b>     | <b>214,775</b>   | <b>209,838</b>   | <b>11</b>             | <b>14</b>             |
| Transaction deposits                            | 83,284             | 83,246           | 76,386           | –                     | 9                     |
| Savings deposits                                | 12,484             | 10,783           | 10,622           | 16                    | 18                    |
| Investment deposits and other                   | 65,628             | 64,813           | 62,470           | 1                     | 5                     |
| Total interest bearing deposits                 | 161,396            | 158,842          | 149,478          | 2                     | 8                     |
| Due to other financial institutions             | 24,385             | 20,057           | 16,958           | 22                    | 44                    |
| Other interest bearing liabilities <sup>3</sup> | 92,633             | 71,256           | 60,441           | 30                    | 53                    |
| Non-interest bearing liabilities <sup>2</sup>   | 18,136             | 23,055           | 29,401           | (21)                  | (38)                  |
| <b>Total liabilities</b>                        | <b>296,550</b>     | <b>273,210</b>   | <b>256,278</b>   | <b>9</b>              | <b>16</b>             |

|  | Half Year Ended <sup>1</sup> |           |           |                       |                       |
|--|------------------------------|-----------|-----------|-----------------------|-----------------------|
|  | 31 Dec 25                    | 30 Jun 25 | 31 Dec 24 | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| <b>Key Financial Metrics</b>                               |                              |           |           |                       |                       |
| <b>Performance indicators</b>                              |                              |           |           |                       |                       |
| Net interest margin (%)                                    | 0.84                         | 0.92      | 0.94      | (8)bpts               | (10)bpts              |
| Net interest margin excl. markets (%)                      | 1.97                         | 2.05      | 1.96      | (8)bpts               | 1 bpt                 |
| Statutory return on assets (%)                             | 0.5                          | 0.6       | 0.6       | (10)bpts              | (10)bpts              |
| Statutory operating expenses to total operating income (%) | 40.2                         | 42.0      | 41.8      | (180)bpts             | (160)bpts             |
| Impairment expense annualised as a % of average GLAAs (%)  | (0.02)                       | 0.09      | 0.02      | (11)bpts              | (4)bpts               |
| <b>Other information</b>                                   |                              |           |           |                       |                       |
| Average interest earning assets (\$M)                      | 194,390                      | 172,791   | 167,586   | 13                    | 16                    |
| Average interest earning assets excl. markets (\$M)        | 94,726                       | 89,718    | 84,370    | 6                     | 12                    |
| Risk weighted assets (\$M)                                 | 88,038                       | 86,137    | 82,600    | 2                     | 7                     |
| Troublesome and non-performing exposures (\$M)             | 386                          | 499       | 287       | (23)                  | 34                    |
| Total committed exposures rated investment grade (%)       | 88.3                         | 89.7      | 90.5      | (140)bpts             | (220)bpts             |
| Spot number of full-time equivalent staff (FTE)            | 1,572                        | 1,588     | 1,587     | (1)                   | (1)                   |

<sup>1</sup> Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for more information on the related restatements.

<sup>2</sup> Other assets include intangible assets and derivative assets. Non-interest bearing liabilities include derivative liabilities.

<sup>3</sup> Other interest bearing liabilities include sale and repurchase agreements and liabilities at fair value.

# Divisional Performance (continued)

## Institutional Banking and Markets (continued)

### Financial Performance and Business Review

#### Half Year Ended December 2025 versus December 2024

Institutional Banking and Markets net profit after tax (“statutory basis”) for the half year ended 31 December 2025 was \$650 million, an increase of \$53 million or 9% on the prior comparative period. The result was driven by a 13% increase in operating performance with a 9% increase in total operating income, partly offset by a 5% increase in operating expenses, as well as a \$17 million decrease in loan impairment expense.

#### Net Interest Income

Net interest income was \$826 million, an increase of \$31 million or 4% on the prior comparative period. Excluding the net funding costs of the Markets business, net interest income was \$939 million, an increase of \$106 million or 13% on the prior comparative period.

Excluding the net funding costs of the Markets business, underlying net interest margin increased 1 basis point, reflecting:

- Higher earnings on equity; and
- Portfolio mix following the sale of the aircraft leasing portfolio; partly offset by
- Lower deposit earnings; and
- Lower institutional lending margins due to competition.

#### Other Operating Income

Other operating income was \$670 million, an increase of \$97 million or 17% on the prior comparative period, reflecting:

- Higher trading income in Commodities (partly offset in net interest income) and Fixed Income, partly offset by lower FX sales income; and
- Higher lending fees and commissions from increased syndication and trade finance activity; partly offset by
- Lower Structured Asset Finance revenue following the sale of the aircraft leasing portfolio.

#### Operating Expenses

Operating expenses were \$602 million, an increase of \$28 million or 5% on the prior comparative period. This was mainly driven by inflation, higher technology and software costs.

The number of full-time equivalent staff (FTE) decreased by 15 or 1% on the prior comparative period, from 1,587 to 1,572 FTE, primarily driven by workforce optimisation initiatives.

Investment spend continues to focus on improving the operational risk, compliance and regulatory framework as well as continued investment in productivity and growth initiatives.

The operating expenses to total operating income ratio (“statutory basis”) was 40.2%, an improvement of 160 basis points on the prior comparative period, driven by higher operating income, partly offset by higher operating expenses.

#### Loan Impairment Expense

Loan impairment expense decreased \$17 million on the prior comparative period to a benefit of \$8 million. This was primarily driven by the release of individually assessed provisions, partly offset by higher collective provisions reflecting elevated global macroeconomic uncertainty.

Loan impairment expense as a percentage of average gross loans and acceptances decreased 4 basis points on the prior comparative period.

#### Balance Sheet

Key spot balance sheet movements included:

- Lending assets balance increase of \$8.5 billion or 10%, primarily driven by growth across the institutional and structured lending portfolios;
- Non-lending interest earning assets increase of \$26.7 billion or 32%, driven by higher reverse sale and repurchase agreement balances and Fixed Income trading assets in Markets;
- Other assets and non-interest bearing liabilities decrease of \$6.7 billion or 17% and \$11.3 billion or 38% respectively, mainly driven by the revaluation of derivative assets and derivative liabilities due to foreign currency and interest rate movements, and timing of unsettled trades, partly offset by increased Metals inventory. Derivative assets and derivative liabilities are required to be grossed up under accounting standards;
- Total interest bearing deposits increase of \$11.9 billion or 8%, mainly driven by growth in Transaction and Investment deposits;
- Due to other financial institutions increase of \$7.4 billion or 44%, mainly due to higher deposits from other banks;
- Other interest bearing liabilities increase of \$32.2 billion or 53%, mainly driven by an increase in sale and repurchase agreements in Markets to fund higher non-lending interest earning assets.

#### Risk Weighted Assets

Risk weighted assets were \$88.0 billion, an increase of \$5.4 billion or 7% on the prior comparative period primarily driven by lending volume growth and higher Market Risk RWA, partly offset by lower derivatives.

# Divisional Performance (continued)

## Institutional Banking and Markets (continued)

### Financial Performance and Business Review (continued)

#### Half Year Ended December 2025 versus June 2025

Net profit after tax ("statutory basis") increased \$52 million or 9% on the prior half. The result was driven by a 1% increase in operating performance with a 1% increase in total operating income (3% increase excluding derivative valuation adjustments), and the non-recurrence of a \$48 million loss on disposal of certain assets held as lessor, partly offset by a 2% increase in operating expenses, as well as a \$48 million decrease in loan impairment expense.

#### Net Interest Income

Net interest income increased \$35 million or 4% on the prior half. Excluding the net funding costs of the Markets business, net interest income increased \$28 million or 3% on the prior half.

Excluding the net funding costs of the Markets business, underlying net interest margin decreased 8 basis points, reflecting:

- Lower deposit earnings;
- Lower structured lending earnings; and
- Lower Structured Asset Finance revenue following the sale of the aircraft leasing portfolio; partly offset by
- Favourable asset mix driven by growth in the institutional lending portfolio.

#### Other Operating Income

Other operating income decreased \$13 million or 2% on the prior half, reflecting:

- Lower Structured Asset Finance revenue following the sale of the aircraft leasing portfolio; and
- Unfavourable derivative valuation adjustments; partly offset by
- Higher sales volume and trading income in Fixed Income and Rates; and
- Higher lending fees and commissions from increased syndication and trade finance activity.

#### Operating Expenses

Operating expenses increased \$11 million or 2% on the prior half. This was mainly driven by inflation, higher technology and amortisation costs.

The number of FTE decreased by 16 or 1% on the prior half, from 1,588 to 1,572 FTE, primarily driven by workforce optimisation initiatives.

The operating expenses to total operating income ratio ("statutory basis") decreased 180 basis points on the prior half, driven by higher operating income, partly offset by higher operating expenses.

#### Loan Impairment Expense

Loan impairment expense decreased \$48 million on the prior half. This was primarily driven by lower individually assessed provisions, partly offset by higher collective provisions reflecting elevated global macroeconomic uncertainty.

Loan impairment expense as a percentage of average gross loans and acceptances decreased 11 basis points on the prior half.

#### Balance Sheet

Key spot balance sheet movements included:

- Lending assets balance increase of \$3.6 billion or 4%, primarily driven by growth across the institutional and structured lending portfolios;
- Non-lending interest earning assets increase of \$20.1 billion or 23%, driven by higher reverse sale and repurchase agreement balances and Fixed Income trading assets in Markets;
- Other assets and non-interest bearing liabilities decrease of \$0.2 billion or 1% and \$4.9 billion or 21% respectively, mainly driven by the revaluation of derivative assets and derivative liabilities due to foreign currency and interest rate movements and timing of unsettled trades, partly offset by an increase in Metals and Carbon inventory;
- Total interest bearing deposits increase of \$2.6 billion or 2%, mainly driven by growth in Savings and Investment deposits;
- Due to other financial institutions increase of \$4.3 billion or 22%, mainly due to higher deposits from other banks; and
- Other interest bearing liabilities increase of \$21.4 billion or 30%, mainly driven by an increase in sale and repurchase agreements in Markets to fund higher non-lending interest earning assets.

#### Risk Weighted Assets

Risk weighted assets increased \$1.9 billion or 2% on the prior half, primarily driven by lending volume growth and annual refresh of Operational Risk RWA.

# Divisional Performance (continued)

## New Zealand

### OVERVIEW

New Zealand primarily includes the banking and funds management businesses operating under the ASB brand. ASB provides a range of banking, wealth and insurance products and services to its personal, business and rural customers in New Zealand.

ASB serves the financial needs of its customers across multiple channels including an extensive network of branches, ATMs, contact centres, digital platforms and relationship managers.

| New Zealand (A\$M)  | Half Year Ended <sup>1</sup> |                   |                   |                       |                       |
|---|------------------------------|-------------------|-------------------|-----------------------|-----------------------|
|   | 31 Dec 25<br>A\$M            | 30 Jun 25<br>A\$M | 31 Dec 24<br>A\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Net interest income   | 1,374                        | 1,305             | 1,306             | 5                     | 5                     |
| Other operating income  | 203                          | 184               | 213               | 10                    | (5)                   |
| <b>Total operating income</b>                                     | <b>1,577</b>                 | <b>1,489</b>      | <b>1,519</b>      | <b>6</b>              | <b>4</b>              |
| Operating expenses  | (743)                        | (668)             | (632)             | 11                    | 18                    |
| <b>Operating performance</b>                                      | <b>834</b>                   | <b>821</b>        | <b>887</b>        | <b>2</b>              | <b>(6)</b>            |
| Loan impairment expense   | (4)                          | (39)              | (16)              | (90)                  | (75)                  |
| <b>Net profit before tax</b>                                      | <b>830</b>                   | <b>782</b>        | <b>871</b>        | <b>6</b>              | <b>(5)</b>            |
| Corporate tax expense   | (235)                        | (216)             | (242)             | 9                     | (3)                   |
| <b>Net profit after tax – "cash basis"</b>                        | <b>595</b>                   | <b>566</b>        | <b>629</b>        | <b>5</b>              | <b>(5)</b>            |
| Gain on acquisition, disposal, closure and demerger of businesses | –                            | –                 | –                 | –                     | –                     |
| Hedging and IFRS volatility (after tax)                           | (3)                          | 98                | 122               | (large)               | (large)               |
| <b>Net profit after tax – "statutory basis" <sup>2</sup></b>      | <b>592</b>                   | <b>664</b>        | <b>751</b>        | <b>(11)</b>           | <b>(21)</b>           |

<sup>1</sup> Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for more information on the related restatements.

<sup>2</sup> Please refer to "Non-cash Items Included in Statutory Profit" on page 11 of this Document for further details. A reconciliation of the Net profit after tax ("cash basis") to Net profit after tax ("statutory basis") by business segment is provided in Note 2.4 to the Financial Statements included in this Document.

# Divisional Performance (continued)

## New Zealand (continued)

| New Zealand (NZ\$M)   | Half Year Ended <sup>1</sup> |                    |                    |                       |                       |
|---|------------------------------|--------------------|--------------------|-----------------------|-----------------------|
|   | 31 Dec 25<br>NZ\$M           | 30 Jun 25<br>NZ\$M | 31 Dec 24<br>NZ\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Net interest income   | 1,572                        | 1,418              | 1,431              | 11                    | 10                    |
| Other operating income  | 233                          | 201                | 233                | 16                    | –                     |
| <b>Total operating income</b>                                     | <b>1,805</b>                 | <b>1,619</b>       | <b>1,664</b>       | <b>11</b>             | <b>8</b>              |
| Operating expenses  | (839)                        | (729)              | (695)              | 15                    | 21                    |
| <b>Operating performance</b>                                      | <b>966</b>                   | <b>890</b>         | <b>969</b>         | <b>9</b>              | <b>–</b>              |
| Loan impairment expense   | (3)                          | (43)               | (17)               | (93)                  | (82)                  |
| <b>Net profit before tax</b>                                      | <b>963</b>                   | <b>847</b>         | <b>952</b>         | <b>14</b>             | <b>1</b>              |
| Corporate tax expense   | (265)                        | (236)              | (266)              | 12                    | –                     |
| <b>Net profit after tax ("cash basis")</b>                        | <b>698</b>                   | <b>611</b>         | <b>686</b>         | <b>14</b>             | <b>2</b>              |
| Gain on acquisition, disposal, closure and demerger of businesses | –                            | –                  | –                  | –                     | –                     |
| Hedging and IFRS volatility (after tax)                           | 5                            | 5                  | (5)                | –                     | large                 |
| <b>Net profit after tax ("statutory basis")</b>                   | <b>703</b>                   | <b>616</b>         | <b>681</b>         | <b>14</b>             | <b>3</b>              |
| <b>Represented by:</b>  |                              |                    |                    |                       |                       |
| ASB   | 724                          | 637                | 709                | 14                    | 2                     |
| Other <sup>2</sup>  | (21)                         | (21)               | (28)               | –                     | (25)                  |
| <b>Net profit after tax ("statutory basis")</b>                   | <b>703</b>                   | <b>616</b>         | <b>681</b>         | <b>14</b>             | <b>3</b>              |

| Key Financial Metrics <sup>3</sup>                         | Half Year Ended <sup>1</sup> |           |           |                       |                       |
|--|------------------------------|-----------|-----------|-----------------------|-----------------------|
|  | 31 Dec 25                    | 30 Jun 25 | 31 Dec 24 | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| <b>Performance indicator</b>                               |                              |           |           |                       |                       |
| Statutory operating expenses to total operating income (%) | 46.3                         | 44.8      | 41.9      | 150 bpts              | 440 bpts              |

1 Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for more information on the related restatements.

2 Other includes CBA cost allocations including capital charges and funding costs in relation to group funding and hedging structures and elimination entries between New Zealand segment entities.

3 Key financial metrics are calculated in New Zealand dollar terms.

## Financial Performance and Business Review

### Half Year Ended December 2025 versus December 2024

New Zealand net profit after tax ("statutory basis") <sup>1</sup> for the half year ended 31 December 2025 was NZD703 million, an increase of NZD22 million or 3% on the prior comparative period. The result was driven by flat operating performance with a 21% increase in operating expenses, offset by an 8% increase in total operating income, as well as a NZD14 million decrease in loan impairment expense.

### Half Year Ended December 2025 versus June 2025

New Zealand net profit after tax ("statutory basis") <sup>1</sup> increased NZD87 million, or 14% on the prior half. The result was driven by a 9% increase in operating performance with an 11% increase in total operating income, partly offset by a 15% increase in operating expenses, as well as a NZD40 million decrease in loan impairment expense.

1 The CBA Branch results relating to the Institutional Banking and Markets business in New Zealand are included in the Institutional Banking and Markets divisional results.

# Divisional Performance (continued)

## New Zealand (continued)

| ASB (NZ\$M)   | Half Year Ended <sup>1</sup> |                    |                    |                       |                       |
|---|------------------------------|--------------------|--------------------|-----------------------|-----------------------|
|   | 31 Dec 25<br>NZ\$M           | 30 Jun 25<br>NZ\$M | 31 Dec 24<br>NZ\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Net interest income   | 1,602                        | 1,448              | 1,471              | 11                    | 9                     |
| Other operating income  | 233                          | 201                | 233                | 16                    | –                     |
| <b>Total operating income</b>                                     | <b>1,835</b>                 | <b>1,649</b>       | <b>1,704</b>       | <b>11</b>             | <b>8</b>              |
| Operating expenses  | (839)                        | (729)              | (695)              | 15                    | 21                    |
| <b>Operating performance</b>                                      | <b>996</b>                   | <b>920</b>         | <b>1,009</b>       | <b>8</b>              | <b>(1)</b>            |
| Loan impairment expense   | (3)                          | (43)               | (17)               | (93)                  | (82)                  |
| <b>Net profit before tax</b>                                      | <b>993</b>                   | <b>877</b>         | <b>992</b>         | <b>13</b>             | <b>–</b>              |
| Corporate tax expense   | (274)                        | (245)              | (278)              | 12                    | (1)                   |
| <b>Net profit after tax ("cash basis")</b>                        | <b>719</b>                   | <b>632</b>         | <b>714</b>         | <b>14</b>             | <b>1</b>              |
| Gain on acquisition, disposal, closure and demerger of businesses | –                            | –                  | –                  | –                     | –                     |
| Hedging and IFRS volatility (after tax)                           | 5                            | 5                  | (5)                | –                     | large                 |
| <b>Net profit after tax ("statutory basis")</b>                   | <b>724</b>                   | <b>637</b>         | <b>709</b>         | <b>14</b>             | <b>2</b>              |

| ASB Balance Sheet (NZ\$M)                    | As at <sup>1</sup> |                    |                    |                       |                       |
|--|--------------------|--------------------|--------------------|-----------------------|-----------------------|
|  | 31 Dec 25<br>NZ\$M | 30 Jun 25<br>NZ\$M | 31 Dec 24<br>NZ\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Home loans                                   | 82,791             | 79,608             | 76,950             | 4                     | 8                     |
| Business and rural lending                   | 34,924             | 34,143             | 33,603             | 2                     | 4                     |
| Other interest earning assets                | 1,594              | 1,587              | 1,636              | –                     | (3)                   |
| <b>Total lending interest earning assets</b> | <b>119,309</b>     | <b>115,338</b>     | <b>112,189</b>     | <b>3</b>              | <b>6</b>              |
| Non-lending interest earning assets          | 17,052             | 17,619             | 16,932             | (3)                   | 1                     |
| Other assets                                 | 3,333              | 2,184              | 2,775              | 53                    | 20                    |
| <b>Total assets</b>                          | <b>139,694</b>     | <b>135,141</b>     | <b>131,896</b>     | <b>3</b>              | <b>6</b>              |
| Interest bearing customer deposits           | 77,323             | 75,126             | 74,453             | 3                     | 4                     |
| Debt issues                                  | 27,651             | 25,767             | 20,126             | 7                     | 37                    |
| Other deposits <sup>2</sup>                  | 2,045              | 4,196              | 7,028              | (51)                  | (71)                  |
| Other interest bearing liabilities           | 3,738              | 2,630              | 3,499              | 42                    | 7                     |
| <b>Total interest bearing liabilities</b>    | <b>110,757</b>     | <b>107,719</b>     | <b>105,106</b>     | <b>3</b>              | <b>5</b>              |
| Non-interest bearing customer deposits       | 12,149             | 10,667             | 10,500             | 14                    | 16                    |
| Other non-interest bearing liabilities       | 1,532              | 1,853              | 2,027              | (17)                  | (24)                  |
| <b>Total liabilities</b>                     | <b>124,438</b>     | <b>120,239</b>     | <b>117,633</b>     | <b>3</b>              | <b>6</b>              |

1 Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for more information on the related restatements.

2 Other deposits include certificates of deposit, repurchase agreements and funding from RBNZ Funding for Lending Programme and Term Lending Facility.

# Divisional Performance (continued)

## New Zealand (continued)

| ASB Key Financial Metrics <sup>2</sup>                     | Half Year Ended <sup>1</sup> |           |           |                    |                    |
|--|------------------------------|-----------|-----------|--------------------|--------------------|
|  | 31 Dec 25                    | 30 Jun 25 | 31 Dec 24 | Dec 25 vs Jun 25 % | Dec 25 vs Dec 24 % |
| <b>Performance indicators</b>                              |                              |           |           |                    |                    |
| Net interest margin (%)                                    | 2.35                         | 2.24      | 2.29      | 11 bpts            | 6 bpts             |
| Statutory return on assets (%)                             | 1.0                          | 1.0       | 1.1       | –                  | (10)bpts           |
| Statutory operating expenses to total operating income (%) | 45.5                         | 44.0      | 41.0      | 150 bpts           | 450 bpts           |
| Impairment expense annualised as a % of average GLAAs (%)  | 0.01                         | 0.08      | 0.03      | (7)bpts            | (2)bpts            |
| <b>Other information</b>                                   |                              |           |           |                    |                    |
| Average interest earning assets (NZ\$M)                    | 135,281                      | 130,262   | 127,398   | 4                  | 6                  |
| Risk weighted assets (NZ\$M) <sup>3</sup>                  | 79,178                       | 75,257    | 73,761    | 5                  | 7                  |
| Risk weighted assets (A\$M) <sup>4</sup>                   | 56,285                       | 60,276    | 57,774    | (7)                | (3)                |
| AUM - average (NZ\$M)                                      | 25,059                       | 23,116    | 22,234    | 8                  | 13                 |
| AUM - spot (NZ\$M)   | 26,047                       | 23,606    | 22,995    | 10                 | 13                 |
| 90+ days home loan arrears (%)                             | 0.53                         | 0.71      | 0.69      | (18)bpts           | (16)bpts           |
| 90+ days consumer finance arrears (%)                      | 0.83                         | 1.01      | 1.18      | (18)bpts           | (35)bpts           |
| Number of full-time equivalent staff (FTE)                 | 6,897                        | 6,751     | 6,272     | 2                  | 10                 |

1 Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for more information on the related restatements.

2 Key financial metrics are calculated in New Zealand dollar terms unless otherwise stated.

3 Risk weighted assets (NZ\$M) calculated in accordance with RBNZ requirements.

4 Risk weighted assets (A\$M) calculated in accordance with APRA requirements.

# Divisional Performance (continued)

## New Zealand (continued)

### Financial Performance and Business Review

#### Half Year Ended December 2025 versus December 2024

ASB net profit after tax ("statutory basis") for the half year ended 31 December 2025 was NZD724 million, an increase of NZD15 million or 2% on the prior comparative period. The result was driven by a 1% decrease in operating performance with a 21% increase in operating expenses, partly offset by an 8% increase in total operating income, as well as a NZD14 million decrease in loan impairment expense.

#### Net Interest Income

Net interest income was NZD1,602 million, an increase of NZD131 million or 9% on the prior comparative period. This was driven by a 6 basis point increase in net interest margin and a 6% increase in average interest earning assets.

Net interest margin increased 6 basis points, reflecting:

- Higher home lending margins, offset by lower deposit margins due to competition; and
- Higher earnings on the replicating portfolio and equity hedge.

#### Other Operating Income

Other operating income remained flat on the prior comparative period, reflecting:

- Higher funds management income due to favourable market performance; and
- Fair value gains on government bonds; offset by
- Lower lending fee income including customer reimbursements.

#### Operating Expenses

Operating expenses were NZD839 million, an increase of NZD144 million or 21% on the prior comparative period. The increase was primarily driven by the settlement of the *Credit Contracts and Consumer Finance Act 2003* class action proceedings <sup>1</sup>, higher staff costs due to increased FTE and wage inflation, and higher technology costs from increased software licensing and development, partly offset by productivity initiatives.

The number of FTE increased by 625 or 10% on the prior comparative period from 6,272 to 6,897 primarily to support investment in technology, manage financial and cybercrime, and fraud and scam prevention.

Investment spend continues to focus on technology modernisation including core banking replacement, digital experience and regulatory compliance.

The operating expenses to total operating income ratio ("statutory basis") for ASB was 45.5%, an increase of 450 basis points on the prior comparative period driven by higher operating expenses, partly offset by higher operating income.

#### Loan Impairment Expense

Loan impairment expense was NZD3 million, a decrease of NZD14 million on the prior comparative period. This was driven by lower consumer finance write-offs and lower home lending provisions reflecting improved credit quality, partly offset by lower forecast house price growth.

Home loan 90+ days arrears decreased 16 basis points to 0.53% and consumer finance 90+ days arrears decreased 35 basis points to 0.83% driven by increased collections in consumer finance and the benefit of the lower interest rate environment.

#### Balance Sheet

Key spot balance sheet movements included:

- Home loan growth of NZD5.8 billion or 8%, above system <sup>2</sup> growth;
- Business and rural lending growth of NZD1.3 billion or 4%, above system <sup>2</sup> growth;
- Total customer deposit growth of NZD4.5 billion or 5% (interest bearing and non-interest bearing), above system <sup>2,3</sup> growth;
- Debt issues increased NZD7.5 billion or 37%, primarily to fund the repayment of RBNZ Funding for Lending Programme; and
- Other deposits decline of NZD5.0 billion or 71% primarily due to the repayment of RBNZ Funding for Lending Programme.

#### Risk Weighted Assets <sup>4</sup>

Risk weighted assets were NZD79.2 billion, an increase of NZD5.4 billion or 7% on the prior comparative period primarily driven by an increase in Credit RWA from lending volumes and Market Risk RWA due to an increase in interest rate risk positions.

1 Settlement costs within operating expenses have been included as a notable item in the Group Performance Summary on page 19.

2 System Source: RBNZ.

3 ASB deposit growth for market share purposes includes institutional deposits which are excluded from the ASB division Balance Sheet.

4 Risk weighted assets reflect the New Zealand dollar amount calculated in accordance with RBNZ requirements.

# Divisional Performance (continued)

## New Zealand (continued)

### Financial Performance and Business Review (continued)

#### Half Year Ended December 2025 versus June 2025

ASB net profit after tax ("statutory basis") increased NZD87 million or 14% on the prior half. The result was driven by an 8% increase in operating performance with an 11% increase in total operating income, partly offset by a 15% increase in operating expenses, as well as a NZD40 million decrease in loan impairment expense.

#### Net Interest Income

Net interest income increased NZD154 million or 11% on the prior half. This result was driven by an 11 basis point increase in net interest margin, the impact from three additional calendar days in the current half, and a 4% increase in average interest earning assets.

Net interest margin increased 11 basis points, reflecting:

- Higher earnings on the replicating portfolio;
- Higher Treasury & other earnings; and
- Higher home lending margins, offset by lower deposit margins due to competition.

#### Other Operating Income

Other operating income increased NZD32 million or 16% on the prior half, reflecting:

- Higher cards income due to transaction volumes;
- Higher funds management income due to favourable market performance; and
- Higher lending fee income.

#### Operating Expenses

Operating expenses increased NZD110 million or 15% on the prior half. The increase was driven by the settlement of the *Credit Contracts and Consumer Finance Act 2003* class action proceedings<sup>1</sup>, higher staff costs due to increased FTE and wage inflation, higher software licensing costs, and increased investment spend.

The number of FTE increased by 146 or 2% on the prior half from 6,751 to 6,897 primarily to support investment in technology, manage financial and cybercrime, and fraud and scam prevention.

The operating expenses to total operating income ratio ("statutory basis") increased 150 basis points on the prior half driven by higher operating expenses, partly offset by higher operating income.

#### Loan Impairment Expense

Loan impairment expense decreased NZD40 million on the prior half. This was primarily driven by lower individual provisions in the business portfolio and lower home lending provisioning reflecting improved credit quality, partly offset by lower forecast house price growth.

Home loan 90+ days arrears decreased 18 basis points to 0.53% and consumer finance 90+ days arrears decreased 18 basis points to 0.83% from the benefit of the lower interest rate environment.

#### Balance Sheet

Key spot balance sheet movements included:

- Home loan growth of NZD3.2 billion or 4%, above system<sup>2</sup> growth;
- Business and rural lending growth of NZD0.8 billion or 2%, below system<sup>2</sup> growth;
- Total customer deposits growth of NZD3.7 billion or 4% (interest bearing and non-interest bearing), below system<sup>2,3</sup> growth; and
- Other deposits decline of NZD2.2 billion or 51% primarily due to the repayment of RBNZ Funding for Lending Programme.

#### Risk Weighted Assets<sup>4</sup>

Risk weighted assets increased NZD3.9 billion or 5% on the prior half primarily driven by an increase in Credit RWA from lending volumes and Market Risk RWA due to an increase in interest rate risk positions.

1 Settlement costs within operating expenses have been included as a notable item in the Group Performance Summary on page 19.

2 System Source: RBNZ.

3 ASB deposit growth for market share purposes includes institutional deposits which are excluded from the ASB division Balance Sheet.

4 Risk weighted assets reflect the New Zealand dollar amount calculated in accordance with RBNZ requirements.

# Divisional Performance (continued)

## Corporate Centre and Other

### OVERVIEW

Corporate Centre and Other includes the results of the Group's centrally held minority investments and subsidiaries, Group-wide remediation costs, investment spend including enterprise-wide infrastructure and other strategic projects, employee entitlements, and unallocated revenue and expenses relating to the Bank's support functions including Investor Relations, Group Strategy, Marketing, Legal & Group Secretariat, Treasury and Bank-wide elimination entries arising on consolidation.

Treasury is responsible for the management of interest rate risk and foreign exchange risk inherent in the Group's balance sheet. Treasury also manages the Group's wholesale funding, and the Group's prudential liquidity and capital requirements. Treasury's earnings are primarily sourced from managing the Group's Australian balance sheet, including interest rate risk.

Centrally held minority investments and subsidiaries include the Group's offshore minority investments in China (Qilu Bank) and domestically held minority investments in Lendi Group, CFS as well as the strategic investments in x15ventures. The Group completed the sale of Vietnam International Bank on 5 March 2025 and the sale of its interest in Bank of Hangzhou on 10 June 2025.

| Corporate Centre and Other<br>(including eliminations)               | Half Year Ended <sup>1</sup> |                  |                  |                       |                       |
|--|------------------------------|------------------|------------------|-----------------------|-----------------------|
|  | 31 Dec 25<br>\$M             | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Net interest income  | 153                          | 222              | 199              | (31)                  | (23)                  |
| Other operating income   | (2)                          | 45               | (46)             | (large)               | 96                    |
| <b>Total operating income</b>  | <b>151</b>                   | <b>267</b>       | <b>153</b>       | <b>(43)</b>           | <b>(1)</b>            |
| Operating expenses   | (1,219)                      | (1,326)          | (1,125)          | (8)                   | 8                     |
| <b>Operating performance</b>   | <b>(1,068)</b>               | <b>(1,059)</b>   | <b>(972)</b>     | <b>1</b>              | <b>10</b>             |
| Loan impairment benefit  | –                            | 1                | 4                | large                 | large                 |
| <b>Net loss before tax</b>   | <b>(1,068)</b>               | <b>(1,058)</b>   | <b>(968)</b>     | <b>1</b>              | <b>10</b>             |
| Corporate tax benefit  | 269                          | 235              | 188              | 14                    | 43                    |
| <b>Net loss after tax from continuing operations – "cash basis"</b>  | <b>(799)</b>                 | <b>(823)</b>     | <b>(780)</b>     | <b>(3)</b>            | <b>2</b>              |
| Net profit after tax from discontinued operations                    | –                            | –                | 1                | –                     | (large)               |
| <b>Net loss after tax – "cash basis"</b>                             | <b>(799)</b>                 | <b>(823)</b>     | <b>(779)</b>     | <b>(3)</b>            | <b>3</b>              |
| Loss on disposal and aquisition of entities net of transaction costs | (63)                         | (168)            | (5)              | (63)                  | large                 |
| Hedging and IFRS volatility  | (12)                         | (46)             | (121)            | 74                    | 90                    |
| <b>Net loss after tax – "statutory basis" <sup>2</sup></b>           | <b>(874)</b>                 | <b>(1,037)</b>   | <b>(905)</b>     | <b>(16)</b>           | <b>(3)</b>            |

1 Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosures-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this Document for more information on related restatements.

2 Please refer to "Non-cash Items Included in Statutory Profit" on page 11 of this Document for further details. A reconciliation of the Net profit after tax ("cash basis") to Net profit after tax ("statutory basis") by business segment is provided in Note 2.4 to the Financial Statements included in this Document.

# Divisional Performance (continued)

## Corporate Centre and Other (continued)

### Financial Performance and Business Review

#### Half Year Ended December 2025 versus December 2024

Corporate Centre and Other net loss after tax ("statutory basis") for the half year ended 31 December 2025 was \$874 million, a decrease of \$31 million or 3% on the prior comparative period. The result was primarily driven by a 90% decrease related to hedging and IFRS volatility, partly offset by a \$58 million increase in loss on disposal, a 1% decrease in total operating income, an 8% increase in operating expenses and a \$4 million decrease in loan impairment benefit.

#### Net Interest Income

Net interest income was \$153 million, a decrease of \$46 million or 23% on the prior comparative period. This was primarily driven by lower Treasury earnings from interest rate risk management activities.

#### Other Operating Income

Other operating income was a loss of \$2 million, a decrease of \$44 million or 96% on the prior comparative period. This was driven by impacts from minority investments, partly offset by lower net earnings on sale of Treasury liquid assets.

#### Operating Expenses

Operating expenses were \$1,219 million, an increase of \$94 million or 8% on the prior comparative period. This was driven by additional goodwill payments made to certain customers as a result of ASIC's Better Banking review, inflation and increased technology investment.

#### Loan Impairment Expense

Loan impairment benefit decreased \$4 million on the prior comparative period to nil.

#### Half Year Ended December 2025 versus June 2025

Net loss after tax ("statutory basis") decreased \$163 million or 16% on the prior half. The result was primarily driven by an 8% decrease in operating expenses, a 63% decrease in loss on disposal and a 74% decrease related to hedging and IFRS volatility, partly offset by a 43% decrease in total operating income and a \$1 million decrease in loan impairment benefit.

#### Net Interest Income

Net interest income decreased \$69 million or 31% on the prior half. This was primarily driven by lower Treasury earnings from interest rate risk management activities.

#### Other Operating Income

Other operating income decreased \$47 million on the prior half. This was driven by lower net earnings on sale of Treasury liquid assets and impacts from minority investments.

#### Operating Expenses

Operating expenses decreased \$107 million or 8% on the prior half. This was primarily driven by lower amortisation and professional fees, partly offset by an additional goodwill payment made to certain customers as a result of ASIC's Better Banking review, inflation and increased technology investment.

#### Loan Impairment Expense

Loan impairment benefit decreased \$1 million on the prior half.

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# Directors' Report

The Directors of the Commonwealth Bank of Australia present their report, together with the financial statements of the Commonwealth Bank of Australia ('the Bank') and its controlled entities (collectively referred to as 'the Group') for the half year ended 31 December 2025.

## Directors

The names of the Directors holding office at any time during or since the end of the half year were:

|                  |   |
|------------------|---|
| Paul O'Malley    | Chair   |
| Matt Comyn       | Managing Director and Chief Executive Officer |
| Lyn Cobley       | Director                                      |
| Alistair Currie  | Director                                      |
| Julie Galbo      | Director                                      |
| Peter Harmer     | Director                                      |
| Kate Howitt      | Director                                      |
| Jane McAloon AM  | Director (appointed 1 October 2025).          |
| Simon Moutter    | Director                                      |
| Mary Padbury     | Director (resigned 15 October 2025).          |
| Rob Whitfield AM | Director                                      |

## Review and Results of Operations

The Group's statutory net profit after tax for the half year ended 31 December 2025 was \$5,367 million, an increase of \$233 million or 5% on the prior comparative period. The increase was driven by higher total operating income and lower loan impairment expense, partly offset by higher operating expenses.

There have been no significant changes in the nature of the principal activities of the Group during the half year.

The performance of the Group's business segments for the half year ended 31 December 2025 was as follows:

- The statutory net profit after tax from Retail Banking Services was \$2,727 million, an increase of \$37 million or 1% on the prior comparative period. The increase was driven by higher total operating income, partly offset by higher operating expenses and loan impairment expense.
- The statutory net profit after tax from Business Banking was \$2,272 million, an increase of \$271 million or 14% on the prior comparative period. The increase was driven by higher total operating income and lower loan impairment expense, partly offset by higher operating expenses.
- The statutory net profit after tax from Institutional Banking and Markets was \$650 million, an increase of \$53 million or 9% on the prior comparative period. The increase was driven by higher total operating income and a loan impairment benefit, partly offset by higher operating expenses.
- The statutory net profit after tax from New Zealand was \$592 million, a decrease of \$159 million or 21% on the prior comparative period. The decrease was driven by hedging and IFRS volatility losses and higher operating expenses, partly offset by higher total operating income and lower loan impairment expense.
- The statutory net loss after tax including discontinued operations from Corporate Centre and Other was \$874 million, a decrease of \$31 million or 3% on the prior comparative period. The decrease was driven by lower hedging and IFRS volatility losses, partly offset by higher operating expenses and higher losses on business divestments.

Additional analysis of operations for the half year ended 31 December 2025 is set out in the Highlights and Group and Divisional Performance Analysis sections.

The Board has received written statements from the Chief Executive Officer and Chief Financial Officer that the accompanying Financial Statements have been prepared in accordance with Australian Accounting Standards, Corporations Regulations 2001 and Corporations Act.

## Material Business Risks

The Group recognises that risk is inherent in business and that effective risk management is a key component of sound corporate governance and is essential in delivering our business objectives.

The Group is subject to a range of financial, non-financial and strategic risks as described in the "Managing our risks" section of the 2025 Annual Report (pages 58-67), which outlines the Group's risk management framework, material risk types and approach to managing them. Further information on the Group's risk management is set out in the 2025 Annual Report in Note 9.1 of the Financial Report (pages 304-310). Further information on the Group's approach to cyber security, privacy and data management is set out on pages 89-91 of the 2025 Annual Report, and on the Group's approach to fraud and scams on page 76 of the 2025 Annual Report.

## Litigation and Regulatory Matters

A number of proceedings against the Group are continuing, and there are a range of ongoing matters where domestic or foreign regulators or other bodies are reviewing or investigating whether CBA, ASB or another Group entity has breached legal, regulatory or other obligations. Commentary on these matters for the half year ended 31 December 2025 is included in Note 7.2 of the Financial Statements.

As described in Note 7.2 of the Financial Statements, both in Australia and offshore, the financial services industry is subject to evolving regulatory environments and heightened levels of regulatory reviews and investigations.

The Board continues to monitor significant proceedings, investigations and reviews, and the Group's engagement with its regulators and other bodies in relation to matters under investigation and review.

## Rounding and Presentation of Amounts

Unless otherwise indicated, the Group has rounded off amounts in this Directors' Report and the accompanying financial statements to the nearest million dollars in accordance with *ASIC Corporations Instrument 2016/191*.

# Directors' Report (continued)

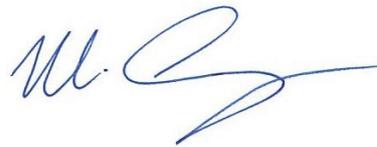
## Auditor's Independence Declaration

A copy of the auditor's independence declaration has been obtained from the Group's auditor, PricewaterhouseCoopers, and is set out on page 76.

Signed in accordance with a resolution of the Directors.



Paul O'Malley  
Chair  
11 February 2026



Matt Comyn  
Managing Director and Chief Executive Officer  
11 February 2026

# Auditor's Independence Declaration



## Auditor's Independence Declaration

As lead auditor of the Commonwealth Bank of Australia's financial report for the half-year ended 31 December 2025, I declare that to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review of the financial report; and
- b) no contraventions of any applicable code of professional conduct in relation to the review of the financial report.

A handwritten signature in black ink that reads 'Elizabeth O'Brien'.

Elizabeth O'Brien  
Partner  
PricewaterhouseCoopers

Sydney  
11 February 2026

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# Financial Statements

## Consolidated Income Statement For the half year ended 31 December 2025

|  | Note | Half Year Ended |               |               |
|--|------|-----------------|---------------|---------------|
|  |      | 31 Dec 25       | 30 Jun 25     | 31 Dec 24     |
|  |      | \$M             | \$M           | \$M           |
| Interest income:   |      |                 |               |               |
| Effective interest income  | 2.1  | 30,488          | 30,719        | 30,701        |
| Other interest income  | 2.1  | 1,878           | 1,708         | 1,982         |
| Interest expense   | 2.1  | (19,671)        | (20,338)      | (20,749)      |
| Net interest income  |      | 12,695          | 12,089        | 11,934        |
| Net other operating income <sup>1</sup>                                    | 2.2  | 2,305           | 2,103         | 2,164         |
| <b>Total net operating income before operating expenses and impairment</b> |      | <b>15,000</b>   | <b>14,192</b> | <b>14,098</b> |
| Operating expenses   | 2.3  | (6,916)         | (6,643)       | (6,372)       |
| Loan impairment expense  | 3.2  | (319)           | (406)         | (320)         |
| <b>Net profit before income tax</b>  |      | <b>7,765</b>    | <b>7,143</b>  | <b>7,406</b>  |
| Income tax expense   | 2.5  | (2,353)         | (2,152)       | (2,264)       |
| <b>Net profit after income tax from continuing operations</b>              |      | <b>5,412</b>    | <b>4,991</b>  | <b>5,142</b>  |
| Net loss after income tax from discontinued operations                     |      | (45)            | (9)           | (8)           |
| <b>Net profit after income tax</b>   |      | <b>5,367</b>    | <b>4,982</b>  | <b>5,134</b>  |

<sup>1</sup> Net other operating income is presented net of directly attributable fees and commission expenses, depreciation and impairment charges.

The above Consolidated Income Statement should be read in conjunction with the accompanying notes.

### Earnings per share attributable to equity holders of the Bank for the period:

|   | Half Year Ended |           |           |
|---|-----------------|-----------|-----------|
|   | 31 Dec 25       | 30 Jun 25 | 31 Dec 24 |
|   | Cents per share |           |           |
| Earnings per share from continuing operations:        |                 |           |           |
| Basic   | 323.7           | 298.5     | 307.5     |
| Diluted   | 323.2           | 298.1     | 307.1     |
| Earnings per share including discontinued operations: |                 |           |           |
| Basic   | 321.0           | 298.0     | 307.0     |
| Diluted   | 320.6           | 297.5     | 306.6     |

# Financial Statements (continued)

## Consolidated Statement of Comprehensive Income For the half year ended 31 December 2025

|  | Half Year Ended |           |           |
|--|-----------------|-----------|-----------|
|  | 31 Dec 25       | 30 Jun 25 | 31 Dec 24 |
|  | \$M             | \$M       | \$M       |
| <b>Net profit after income tax for the period from continuing operations</b>                             | <b>5,412</b>    | 4,991     | 5,142     |
| <b>Other comprehensive income/(expense):</b>   |                 |           |           |
| <b>Items that may be reclassified subsequently to profit/(loss):</b>                                     |                 |           |           |
| Foreign currency translation reserve net of tax  | (890)           | 176       | 54        |
| (Losses)/gains on cash flow hedging instruments net of tax   | (2,275)         | 1,752     | 920       |
| Gains/(losses) on debt investment securities at fair value through other comprehensive income net of tax | 636             | 111       | (311)     |
| <b>Total of items that may be reclassified</b>   | <b>(2,529)</b>  | 2,039     | 663       |
| <b>Items that will not be reclassified to profit/(loss):</b>   |                 |           |           |
| Actuarial (losses)/gains from defined benefit superannuation plans net of tax                            | (18)            | 71        | 20        |
| Gains on equity investment securities at fair value through other comprehensive income net of tax        | 33              | 122       | 620       |
| Revaluation of properties net of tax   | –               | 20        | –         |
| <b>Total of items that will not be reclassified</b>  | <b>15</b>       | 213       | 640       |
| <b>Other comprehensive (expense)/income net of income tax from continuing operations</b>                 | <b>(2,514)</b>  | 2,252     | 1,303     |
| <b>Total comprehensive income for the period from continuing operations</b>                              | <b>2,898</b>    | 7,243     | 6,445     |
| Net loss after income tax for the period from discontinued operations                                    | (45)            | (9)       | (8)       |
| <b>Total comprehensive income for the period</b>   | <b>2,853</b>    | 7,234     | 6,437     |

The above Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

|   | Half Year Ended |           |           |
|---|-----------------|-----------|-----------|
|   | 31 Dec 25       | 30 Jun 25 | 31 Dec 24 |
|   | Cents per share |           |           |
| Dividends per share attributable to shareholders of the Bank: |                 |           |           |
| Ordinary shares   | 235             | 260       | 225       |

# Financial Statements (continued)

## Consolidated Balance Sheet As at 31 December 2025

|  | Note     | As at            |                  |                  |
|--|----------|------------------|------------------|------------------|
|  |          | 31 Dec 25<br>\$M | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M |
| <b>Assets</b>                                      |          |                  |                  |                  |
| Cash and liquid assets                             |          | 82,606           | 83,819           | 76,498           |
| Receivables from financial institutions            |          | 7,299            | 7,604            | 6,279            |
| Assets at fair value through income statement      |          | 117,676          | 96,370           | 87,650           |
| Derivative assets                                  |          | 19,673           | 24,719           | 41,143           |
| Investment securities:                             |          |                  |                  |                  |
| At amortised cost                                  |          | 471              | 633              | 837              |
| At fair value through other comprehensive income   |          | 115,215          | 107,018          | 102,189          |
| Assets held for sale                               | 7.3      | 4                | 10               | 687              |
| Loans and other receivables                        | 3.1, 3.2 | 1,040,881        | 1,007,756        | 969,404          |
| Property, plant and equipment                      |          | 3,537            | 3,563            | 3,629            |
| Intangible assets                                  |          | 8,296            | 8,082            | 7,783            |
| Deferred tax assets                                |          | 3,143            | 2,599            | 3,207            |
| Other assets                                       |          | 9,927            | 11,626           | 9,260            |
| <b>Total assets</b>                                |          | <b>1,408,728</b> | <b>1,353,799</b> | <b>1,308,566</b> |
| <b>Liabilities</b>                                 |          |                  |                  |                  |
| Deposits and other public borrowings               | 4.1      | 982,534          | 937,857          | 902,502          |
| Payables to financial institutions                 |          | 32,982           | 27,956           | 27,599           |
| Liabilities at fair value through income statement |          | 66,562           | 49,842           | 39,868           |
| Derivative liabilities                             |          | 22,477           | 25,146           | 36,012           |
| Current tax liabilities                            |          | 397              | 780              | 421              |
| Deferred tax liabilities                           |          | 104              | 64               | 145              |
| Provisions   |          | 3,098            | 2,831            | 2,711            |
| Term funding from central banks                    |          | 16               | 1,131            | 3,247            |
| Debt issues  |          | 169,499          | 170,509          | 167,125          |
| Bills payable and other liabilities                |          | 15,888           | 19,934           | 16,950           |
|  |          | <b>1,293,557</b> | <b>1,236,050</b> | <b>1,196,580</b> |
| Loan capital                                       |          | 37,939           | 38,973           | 36,722           |
| <b>Total liabilities</b>                           |          | <b>1,331,496</b> | <b>1,275,023</b> | <b>1,233,302</b> |
| <b>Net assets</b>                                  |          | <b>77,232</b>    | <b>78,776</b>    | <b>75,264</b>    |
| <b>Shareholders' equity</b>                        |          |                  |                  |                  |
| Ordinary share capital                             | 5.1      | 33,580           | 33,560           | 33,586           |
| Reserves   | 5.1      | (1,367)          | 1,242            | (900)            |
| Retained profits                                   | 5.1      | 45,019           | 43,974           | 42,578           |
| <b>Total Shareholders' equity</b>                  |          | <b>77,232</b>    | <b>78,776</b>    | <b>75,264</b>    |

The above Consolidated Balance Sheet should be read in conjunction with the accompanying notes.

# Financial Statements (continued)

## Consolidated Statement of Changes in Equity

For the half year ended 31 December 2025

|   | Ordinary<br>share capital<br>\$M | Reserves<br>\$M | Retained<br>profits<br>\$M | Total<br>shareholders'<br>equity<br>\$M |
|---|----------------------------------|-----------------|----------------------------|---|
| <b>As at 30 June 2024</b>   | 33,635                           | (2,147)         | 41,600                     | <b>73,088</b>                           |
| Net profit after income tax from continuing operations                | –                                | –               | 5,142                      | <b>5,142</b>                            |
| Net loss after income tax from discontinued operations                | –                                | –               | (8)                        | <b>(8)</b>                              |
| Net other comprehensive income from continuing operations             | –                                | 1,283           | 20                         | <b>1,303</b>                            |
| Total comprehensive income for the period                             | –                                | 1,283           | 5,154                      | <b>6,437</b>                            |
| Transactions with equity holders in their capacity as equity holders: |                                  |                 |                            |   |
| Share buy-backs <sup>1</sup>  | (18)                             | –               | –                          | <b>(18)</b>                             |
| Dividends paid on ordinary shares                                     | –                                | –               | (4,184)                    | <b>(4,184)</b>                          |
| Share-based payments  | –                                | (28)            | –                          | <b>(28)</b>                             |
| Purchase of treasury shares   | (105)                            | –               | –                          | <b>(105)</b>                            |
| Sale and vesting of treasury shares                                   | 74                               | –               | –                          | <b>74</b>                               |
| Other changes   | –                                | (8)             | 8                          | <b>–</b>                                |
| <b>As at 31 December 2024</b>   | <b>33,586</b>                    | <b>(900)</b>    | <b>42,578</b>              | <b>75,264</b>                           |
| Net profit after income tax from continuing operations                | –                                | –               | 4,991                      | <b>4,991</b>                            |
| Net loss after income tax from discontinued operations                | –                                | –               | (9)                        | <b>(9)</b>                              |
| Net other comprehensive income from continuing operations             | –                                | 2,181           | 71                         | <b>2,252</b>                            |
| Total comprehensive income for the period                             | –                                | 2,181           | 5,053                      | <b>7,234</b>                            |
| Transactions with equity holders in their capacity as equity holders: |                                  |                 |                            |   |
| Share buy-backs <sup>1</sup>  | –                                | –               | –                          | <b>–</b>                                |
| Dividends paid on ordinary shares                                     | –                                | –               | (3,765)                    | <b>(3,765)</b>                          |
| Share-based payments  | –                                | 69              | –                          | <b>69</b>                               |
| Purchase of treasury shares   | (31)                             | –               | –                          | <b>(31)</b>                             |
| Sale and vesting of treasury shares                                   | 5                                | –               | –                          | <b>5</b>                                |
| Other changes   | –                                | (108)           | 108                        | <b>–</b>                                |
| <b>As at 30 June 2025</b>   | <b>33,560</b>                    | <b>1,242</b>    | <b>43,974</b>              | <b>78,776</b>                           |
| Net profit after income tax from continuing operations                | –                                | –               | 5,412                      | <b>5,412</b>                            |
| Net loss after income tax from discontinued operations                | –                                | –               | (45)                       | <b>(45)</b>                             |
| Net other comprehensive expense from continuing operations            | –                                | (2,496)         | (18)                       | <b>(2,514)</b>                          |
| Total comprehensive income for the period                             | –                                | (2,496)         | 5,349                      | <b>2,853</b>                            |
| Transactions with equity holders in their capacity as equity holders: |                                  |                 |                            |   |
| Share buy-backs <sup>2</sup>  | –                                | –               | –                          | <b>–</b>                                |
| Dividends paid on ordinary shares                                     | –                                | –               | (4,351)                    | <b>(4,351)</b>                          |
| Share-based payments  | –                                | (66)            | –                          | <b>(66)</b>                             |
| Purchase of treasury shares   | (73)                             | –               | –                          | <b>(73)</b>                             |
| Sale and vesting of treasury shares                                   | 93                               | –               | –                          | <b>93</b>                               |
| Other changes   | –                                | (47)            | 47                         | <b>–</b>                                |
| <b>As at 31 December 2025</b>   | <b>33,580</b>                    | <b>(1,367)</b>  | <b>45,019</b>              | <b>77,232</b>                           |

1 On 14 August 2024, the Group announced a 12-month extension of the on-market share buy-back of up to \$1 billion of CBA ordinary shares originally announced on 9 August 2023. During the half year ended 31 December 2024, 118,000 ordinary shares were bought back at an average price of \$151.98 per share (\$18 million). The shares bought back were subsequently cancelled. No shares were bought back during the half year ended 30 June 2025.

2 On 13 August 2025, the Group announced a 12-month extension of the on-market share buy-back of up to \$1 billion of CBA ordinary shares originally announced on 9 August 2023. No shares were bought back during the half year ended 31 December 2025.

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

# Financial Statements (continued)

## Condensed Consolidated Statement of Cash Flows For the half year ended 31 December 2025

|   | Half Year Ended <sup>1 2</sup> |                |                 |
|---|--------------------------------|----------------|-----------------|
|   | 31 Dec 25                      | 30 Jun 25      | 31 Dec 24       |
|   | \$M                            | \$M            | \$M             |
| Cash flows from operating activities before changes in operating assets and liabilities         | 4,918                          | 6,573          | 4,904           |
| Changes in operating assets and liabilities arising from cash flow movements                    | (3,244)                        | 5,511          | (17,813)        |
| <b>Net cash provided by/(used in) operating activities</b>                                      | <b>1,674</b>                   | <b>12,084</b>  | <b>(12,909)</b> |
| Cash flows from disposal of entities and businesses (net of cash and cash equivalents disposed) | 3                              | (1)            | 157             |
| Cash flows from other investing activities  | (959)                          | (298)          | (187)           |
| <b>Net cash used in investing activities</b>  | <b>(956)</b>                   | <b>(299)</b>   | <b>(30)</b>     |
| Share buy-backs   | –                              | –              | (18)            |
| Dividends paid <sup>3</sup>   | (4,351)                        | (3,765)        | (4,184)         |
| Proceeds from issuance of debt securities   | 47,153                         | 39,952         | 44,036          |
| Redemption of issued debt securities  | (43,386)                       | (37,217)       | (29,908)        |
| Maturity of term funding from central banks   | (1,064)                        | (2,154)        | (940)           |
| Cash flows from other financing activities  | (710)                          | 2,158          | (369)           |
| <b>Net cash (used in)/provided by financing activities</b>                                      | <b>(2,358)</b>                 | <b>(1,026)</b> | <b>8,617</b>    |
| Net (decrease)/increase in cash and cash equivalents  | (1,640)                        | 10,759         | (4,322)         |
| Effect of foreign exchange rates on cash and cash equivalents                                   | (917)                          | (747)          | 1,370           |
| Cash and cash equivalents at beginning of period  | 54,381                         | 44,369         | 47,321          |
| <b>Cash and cash equivalents at end of period</b>   | <b>51,824</b>                  | <b>54,381</b>  | <b>44,369</b>   |

1 It should be noted that the Group does not use this accounting Statement of Cash Flows in the internal management of its liquidity positions.

2 Comparative information includes discontinued operations.

3 Includes the dividend reinvestment plan (DRP) satisfied by on-market purchase and transfer of shares.

The above Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

# Notes to the Financial Statements

## 1 Overview

### 1.1 General information, basis of accounting, adoption of new and amended accounting standards and future accounting developments

#### General information

The interim financial report of the Commonwealth Bank of Australia (the Bank) and its subsidiaries (the Group) for the half year ended 31 December 2025, was approved and authorised for issue by the Board of Directors on 11 February 2026. The Directors have the power to amend and reissue the financial statements.

The interim financial report includes the condensed consolidated financial statements of the Group, accompanying notes, Directors' Declaration and the Independent Auditor's Review Report.

The Bank is a for-profit entity incorporated and domiciled in Australia. It is a company limited by shares that are publicly traded on the Australian Securities Exchange. The registered office is Commonwealth Bank Place South, Level 1, 11 Harbour Street, Sydney, NSW 2000, Australia.

There have been no significant changes in the nature of the principal activities of the Group during the half year.

#### Basis of accounting

The general purpose interim financial report for the half year ended 31 December 2025 has been prepared in accordance with the requirements of the *Corporations Act 2001* (Cth) and AASB 134 *Interim Financial Reporting* which ensures compliance with IAS 34 *Interim Financial Reporting*. The Group is a for-profit entity for the purpose of preparing this report.

This half year financial report does not include all notes of the type normally included within an Annual Report and therefore cannot be expected to provide as full an understanding of the financial position and financial performance of the Group as that given by the Annual Report.

As a result, this half year financial report should be read in conjunction with the 2025 Annual Report of the Group and any public announcements made in the period by the Group in accordance with the continuous disclosure requirements of the *Corporations Act 2001* (Cth) and the ASX Listing Rules.

The amounts contained in this half year financial report are presented in Australian dollars and rounded to the nearest million dollars unless otherwise stated, under the option available under *ASIC Corporations Instrument 2016/191*. For the purpose of this half year financial report, the half year has been treated as a discrete reporting period.

The accounting policies adopted in the preparation of the half year financial report are consistent with those adopted by the Group and disclosed in the 2025 Annual Report.

Where necessary, comparative information has been revised to conform to presentation in the current period. All changes have been footnoted throughout the financial statements. Discontinued operations are excluded from the results of the continuing operations and are presented as a single line item "net profit/(loss) after income tax from discontinued operations" in the Consolidated Income Statement.

#### Changes in comparatives

##### Re-segmentation

During the half year ended 31 December 2025, the Group made a number of re-segmentations, allocations and reclassifications including the transfer of some customers between segments and refinements to the allocation of support unit costs. These changes have not impacted the Group's net profit but have resulted in changes to the presentation of the Income Statement and the Balance Sheet of the affected segments. These changes have been applied retrospectively. Refer to Note 2.4 for further information.

##### Changes in disclosures

During the year ended 30 June 2025, the Group implemented the following changes in disclosures to enhance readability and consistency:

- Loans and other receivables including the distribution by credit quality and expected credit losses stage are presented by Home Loans, Consumer Finance and Business and Corporate portfolios in line with the management product view of the lending portfolio;
- The distribution by credit quality and expected credit losses stage in relation to credit cards is presented on a total committed exposure basis. This was previously presented on an exposure at default basis.

These changes were applied retrospectively. Comparative information in Notes 3.1 and 3.2 as at 31 December 2024, that was not included in the Group's 2025 Annual Report, has been restated.

# Notes to the Financial Statements (continued)

## 1.1 General information, basis of accounting, adoption of new and amended accounting standards and future accounting developments (continued)

### Adoption of new and amended accounting standards

New and revised standards and interpretations issued by the AASB and the IASB that are effective for the half year ended 31 December 2025 did not result in significant changes to the Group's accounting policies. Other than those listed below, there are no new accounting standards or amendments to existing standards that are not yet effective, which are expected to have a material impact on the Group.

### Future accounting developments

#### Amendments to AASB 9 Financial Instruments and AASB 7 Financial Instruments: Disclosures

In July 2024, the AASB issued AASB 2024-2 to amend AASB 9 *Financial Instruments* and AASB 7 *Financial Instruments: Disclosures*. The amendments include guidance on the derecognition of financial liabilities that are settled using an electronic payment system and guidance on assessing contractual cash flow characteristics of financial assets with environmental, social and corporate governance (ESG) and similar features.

The disclosure requirements for investments in equity instruments designated at fair value through other comprehensive income have also been amended to include disclosure of the fair value gain or loss presented in other comprehensive income during the period, showing separately the fair value gain or loss that relates to investments derecognised in the period and the fair value gain or loss that relates to investments held at the end of the period. Disclosure requirements have also been added for financial instruments with contingent features that do not relate directly to basic lending risks and costs.

The amendments will be effective for the Group from 1 July 2026 and are required to be applied retrospectively. The Group continues to assess the impact of adopting the amendments.

#### AASB 18 Presentation and Disclosure in Financial Statements

In June 2024, the AASB issued a new standard AASB 18 *Presentation and Disclosure in Financial Statements*, which will be effective for the Group from 1 July 2027 and is required to be applied retrospectively. AASB 18 will replace AASB 101 *Presentation of Financial Statements* and introduces new requirements that seek to improve entities' reporting of financial performance and give investors a better basis for analysing and comparing entities. These requirements aim to improve comparability in the Income Statement, enhance transparency of management-defined performance measures and provide useful grouping of information in the financial statements. The Group continues to assess the impact of adopting AASB 18.

### Other reporting changes

#### AASB Sustainability Reporting Standards

In September 2024, the AASB published AASB S1 *General Requirements for Disclosure of Sustainability-related Financial Information* and AASB S2 *Climate-related Disclosures*. While the application of AASB S1 is voluntary, compliance with AASB S2 is mandatory and requires the Group to disclose information about the governance, strategy, risk management, and metrics and targets relating to all material climate-related risks and opportunities that could reasonably be expected to affect the Group's cash flows, access to finance or cost of capital over the short, medium or long term. The Group implemented AASB S2 from 1 July 2025 and will disclose the required climate-related information in the 2026 Annual Report.

# Notes to the Financial Statements (continued)

## 2 Our performance

### OVERVIEW

The Group earns its returns from providing a broad range of banking products and services to retail and wholesale customers in Australia, New Zealand and other jurisdictions.

Lending and deposit taking are the Group's primary business activities with net interest income being the main contributor to the Group's results. Net interest income is derived from the difference between interest earned on lending and investment assets, and interest incurred on customer deposits and wholesale debt raised to fund these assets.

The Group also generates income from lending fees and commissions, and trading activities. It also incurs costs associated with running the business such as staff, occupancy and technology related expenses.

Our performance section provides details of the main contributors to the Group's returns and includes an analysis of its financial performance by nature and geographical region.

### 2.1 Net interest income

|  | Half Year Ended |               |               |
|--|-----------------|---------------|---------------|
|  | 31 Dec 25       | 30 Jun 25     | 31 Dec 24     |
|  | \$M             | \$M           | \$M           |
| <b>Interest income</b>                             |                 |               |               |
| Effective interest income:                         |                 |               |               |
| Loans and other receivables                        | 26,450          | 26,529        | 26,313        |
| Other financial institutions                       | 80              | 112           | 124           |
| Cash and liquid assets                             | 1,670           | 1,648         | 1,714         |
| Investment securities:                             |                 |               |               |
| At amortised cost                                  | 13              | 18            | 29            |
| At fair value through other comprehensive income   | 2,275           | 2,412         | 2,521         |
| <b>Total effective interest income</b>             | <b>30,488</b>   | <b>30,719</b> | <b>30,701</b> |
| Other interest income:                             |                 |               |               |
| Assets at fair value through income statement      | 1,822           | 1,655         | 1,929         |
| Other  | 56              | 53            | 53            |
| <b>Total interest income</b>                       | <b>32,366</b>   | <b>32,427</b> | <b>32,683</b> |
| <b>Interest expense</b>                            |                 |               |               |
| Deposits   | 12,602          | 13,224        | 13,363        |
| Other financial institutions                       | 612             | 538           | 528           |
| Liabilities at fair value through income statement | 1,057           | 850           | 952           |
| Term funding from central banks                    | 9               | 37            | 94            |
| Debt issues  | 3,895           | 4,210         | 4,334         |
| Loan capital                                       | 1,198           | 1,204         | 1,216         |
| Lease liabilities                                  | 41              | 39            | 40            |
| Bank levy  | 257             | 236           | 222           |
| <b>Total interest expense</b>                      | <b>19,671</b>   | <b>20,338</b> | <b>20,749</b> |
| <b>Net interest income</b>                         | <b>12,695</b>   | <b>12,089</b> | <b>11,934</b> |

# Notes to the Financial Statements (continued)

## 2.1 Net interest income (continued)

### ACCOUNTING POLICIES

Interest income and interest expense on financial assets and liabilities measured at amortised cost, and debt financial assets measured at fair value through other comprehensive income (OCI), are recognised using the effective interest method. Interest income recognition for these categories of financial assets depends on the expected credit losses (ECL) stage they are allocated to in accordance with the Group's ECL methodology. For financial assets classified within Stage 1 and Stage 2 interest income is calculated by applying the effective interest rate to the gross carrying amount of the assets. Interest income on financial assets in Stage 3 is recognised by applying the effective interest rate to the gross carrying amount net of provisions for impairment. For details on the Group's ECL methodology refer to Note 3.2 of the 2025 Annual Report.

Fees, transaction costs and issue costs integral to financial assets and liabilities are capitalised and included in the interest recognised over the expected life of the instrument. This includes establishment fees for providing a loan or a lease arrangement. Facility and line fees related to credit facility commitments, where drawdown is assessed as probable, are considered an integral part of the effective interest rate and recognised in net interest income.

Interest income on finance leases is recognised over the life of the lease, consistent with the outstanding investment and unearned income balance.

Interest income and expense on financial assets and liabilities that are classified at fair value through the income statement are accounted for on a contractual rate basis and include amortisation of premium/discounts.

Interest expense also includes the Major Bank Levy (Bank Levy) expense and other financing charges.

## Notes to the Financial Statements (continued)

### 2.2 Net other operating income

|  | Half Year Ended |              |              |
|--|-----------------|--------------|--------------|
|  | 31 Dec 25       | 30 Jun 25    | 31 Dec 24    |
|  | \$M             | \$M          | \$M          |
| Commission income  | 1,329           | 1,180        | 1,261        |
| Commission expense <sup>1</sup>  | (183)           | (166)        | (176)        |
| Net commission income  | 1,146           | 1,014        | 1,085        |
| Lending fees   | 465             | 463          | 449          |
| Net income on trading and non-trading financial instruments <sup>2</sup>                                   | 590             | 729          | 533          |
| Net (loss)/gain from hedging ineffectiveness   | (2)             | 20           | (13)         |
| Share of results of associates and income from other equity investments, net of impairments <sup>3 4</sup> | 42              | (115)        | (30)         |
| Net insurance and funds management income  | 67              | 62           | 60           |
| Other <sup>5 6</sup>   | (3)             | (70)         | 80           |
| <b>Total net other operating income "statutory basis"</b>  | <b>2,305</b>    | <b>2,103</b> | <b>2,164</b> |

1 Includes expenses directly attributable to commission income generation such as credit card loyalty programs, card processing and certain other volume related expenses.

2 Includes gains/(losses) on non-trading derivatives that are held for risk management purposes.

3 Includes share of results of associates net of impairments, dividends from other minority investments and gains/(losses) on disposal of investments and businesses not classified as discontinued operations.

4 The half year ended 30 June 2025 includes a \$222 million loss in relation to the sale of the Group's 5.45% interest in Bank of Hangzhou.

5 The half years ended 30 June 2025 and 31 December 2024 include a \$66 million loss and a \$5 million gain, respectively, in relation to disposal of assets held as lessor.

6 Includes depreciation in relation to assets held as lessor.

# Notes to the Financial Statements (continued)

## 2.2 Net other operating income (continued)

### ACCOUNTING POLICIES

Lending fees and commission income are accounted for as follows:

- facility fees earned for managing and administering credit and other facilities for customers are generally charged to the customer on a monthly or annual basis and are recognised as revenue over the service period. Annual fees that are not an integral part of the effective interest rate are deferred on the Balance Sheet in bills payable and other liabilities and recognised on a straight-line basis over the year. Transaction based fees are charged and recognised at the time of the transaction;
- commitment fees and fees in relation to guarantee arrangements are deferred and recognised over the life of the contractual arrangements;
- fee income is earned for providing advisory or arrangement services, placement and underwriting services. These fees are recognised when the related service is completed which is typically at the time of the transaction;
- the Group assesses whether the nature of the arrangement with its customer is as a principal provider or an agent of another party. Where the Group acts as an agent for another party, the income earned by the Group is the net consideration received. As an agent, the net consideration represents fee income for facilitating the transaction between the customer and the third party provider with the primary responsibility for fulfilling the contract; and
- commission income is presented net of directly attributable incremental external costs. Directly attributable incremental costs are the costs that would not have been incurred if a specific service had not been provided to a customer. These costs include the costs associated with credit card loyalty programs which are recognised as an expense when the services are provided on the redemption of points, cards processing expenses and certain other volume related expenses.

Establishment fees on financing facilities are deferred and amortised to interest income over the expected life of the loan and are not recognised when the commitment is issued.

Net income on trading and non-trading financial instruments represents both realised and unrealised gains and losses from changes in the fair value of trading assets, liabilities and derivatives, which are recognised in the period in which they arise; and realised and unrealised gains and losses from non-trading financial assets and liabilities, as well as realised and unrealised gains and losses on non-trading derivatives that are held for risk management purposes.

Net hedging ineffectiveness is measured on fair value, cash flow and net investment hedges.

Share of results of associates and income from other equity investments are accounted for as follows:

- dividend income on non-trading equity investments is recognised on the ex-dividend date or when the right to receive payment is established; and
- the Group equity accounts for its share of the profits or losses of associate and joint venture investments, net of impairment recognised. Dividends received are recognised as a reduction in the carrying amount of the investments.

Funds management fees are recognised over the service period as the performance obligation is met and when it is highly probable that the performance fee will not reverse.

Other income includes rental income on operating leases which is recognised on a straight-line basis over the lease term. This income is presented net of depreciation and impairment expense on the associated operating lease assets held by the Group.

Other income also includes the impact of foreign currency revaluations for foreign currency monetary assets and liabilities. These assets and liabilities are translated at the spot rate at the balance sheet date. Exchange differences arising upon settling or translating monetary items at rates different to those at which they were initially recognised are reported in the Income Statement.

## Notes to the Financial Statements (continued)

### 2.3 Operating expenses

|   | Half Year Ended |              |              |
|---|-----------------|--------------|--------------|
|   | 31 Dec 25       | 30 Jun 25    | 31 Dec 24    |
|   | \$M             | \$M          | \$M          |
| <b>Staff expenses</b>   |                 |              |              |
| Salaries and related on-costs                                     | 3,722           | 3,588        | 3,565        |
| Share-based compensation  | 80              | 84           | 77           |
| Superannuation  | 337             | 334          | 328          |
| <b>Total staff expenses</b>                                       | <b>4,139</b>    | <b>4,006</b> | <b>3,970</b> |
| <b>Occupancy and equipment expenses</b>                           |                 |              |              |
| Lease expenses  | 81              | 79           | 78           |
| Depreciation of property, plant and equipment                     | 278             | 318          | 277          |
| Other occupancy expenses  | 106             | 100          | 105          |
| <b>Total occupancy and equipment expenses</b>                     | <b>465</b>      | <b>497</b>   | <b>460</b>   |
| <b>Information technology services</b>                            |                 |              |              |
| System development and support                                    | 659             | 572          | 606          |
| Infrastructure and support  | 205             | 182          | 146          |
| Communications  | 36              | 37           | 48           |
| Amortisation and write-offs of software assets                    | 358             | 354          | 329          |
| IT equipment depreciation   | 63              | 57           | 58           |
| <b>Total information technology services</b>                      | <b>1,321</b>    | <b>1,202</b> | <b>1,187</b> |
| <b>Other expenses</b>   |                 |              |              |
| Postage and stationery  | 71              | 71           | 68           |
| Transaction processing and market data                            | 52              | 50           | 47           |
| Fees and commissions  |                 |              |              |
| Professional fees   | 189             | 230          | 209          |
| Other   | 59              | 44           | 44           |
| Advertising and marketing   | 159             | 173          | 140          |
| Non-lending losses  | 304             | 175          | 115          |
| Other   | 131             | 176          | 132          |
| <b>Total other expenses</b>                                       | <b>965</b>      | <b>919</b>   | <b>755</b>   |
| <b>Operating expenses before separation and transaction costs</b> | <b>6,890</b>    | <b>6,624</b> | <b>6,372</b> |
| Separation and transaction costs                                  | 26              | 19           | –            |
| <b>Total operating expenses</b>                                   | <b>6,916</b>    | <b>6,643</b> | <b>6,372</b> |

# Notes to the Financial Statements (continued)

## 2.3 Operating expenses (continued)

### ACCOUNTING POLICIES

Salaries and related on-costs include annual leave, long service leave, employee incentives and relevant taxes. Salaries and related on-costs are recognised over the period the employee renders the service. Long service leave is discounted to present value using assumptions relating to staff departures, leave utilisation and future salary.

Share-based compensation includes plans which may be cash or equity settled. Cash settled share-based remuneration is recognised as a liability and re-measured to fair value until settled. The changes in fair value are recognised as staff expenses. Equity settled remuneration is fair valued at the grant date and amortised to staff expenses over the vesting period, with a corresponding increase in the employee compensation reserve.

Superannuation expense includes expenses relating to defined contribution and defined benefit superannuation plans. Defined contribution expense is recognised in the period the service is provided, whilst the defined benefit expense, which measures current and past service costs, is determined by an actuarial calculation.

Occupancy and equipment expenses include depreciation which is calculated using the straight-line method over the asset's estimated useful life. Right-of-use assets are depreciated over the shorter of the lease term or the useful life of the underlying asset, with the depreciation presented within depreciation of property, plant and equipment.

IT services expenses are recognised as incurred when the related services are delivered, unless they qualify for capitalisation as computer software because they are identifiable and controlled in a way that allows future economic benefits to be obtained and others' access to those benefits can be restricted. Capitalised computer software assets are amortised over their estimated useful life.

Software as a Service (SaaS) arrangements are service contracts providing the Group with the right to access the provider's application software over the contract period. Costs incurred to configure or customise, and the ongoing fees to obtain access to the provider's application software, are recognised as operating expenses when the services are received. Costs incurred for the development of software code that enhances, modifies or creates additional capability to existing on-premises systems and meets the recognition criteria for an intangible asset are capitalised and amortised over their estimated useful life.

The Group assesses at each balance sheet date, useful lives and residual values of capitalised software assets and property, plant and equipment and whether there is any objective evidence of impairment. If an asset's carrying value is greater than its recoverable amount, the carrying amount is written down to its recoverable amount.

Other expenses are recognised as the relevant service is rendered. Operating expenses related to provisions are recognised for present obligations arising from past events where a payment to settle the obligation is probable and can be reliably estimated.

### Critical accounting judgements and estimates

Actuarial valuations of the Group's defined benefit superannuation plans' obligations are dependent on a series of assumptions set out in Note 10.2 of the 2025 Annual Report including inflation rates, discount rates and salary growth rates. Changes in these assumptions impact the fair value of the plans' obligations, assets, superannuation expense and actuarial gains and losses recognised in Other Comprehensive Income.

Measurements of the Group's share-based compensation is dependent on assumptions, including grant date fair values. Information on these is set out in Note 10.1 of the 2025 Annual Report.

Refer to Note 6.1 of the 2025 Annual Report for more information on the judgements and estimates associated with goodwill.

## 2.4 Financial reporting by segments

The principal activities of the Group are carried out in the business segments described below. These segments are based on the distribution channels through which customer relationships are managed. Business segments are managed on the basis of net profit after tax ("cash basis").

During the half year ended 31 December 2025, there were re-segmentations, allocations and reclassifications, including the transfer of some customers between the Retail Banking Services, Business Banking and Institutional Banking and Markets segments, and refinements to the allocation of support unit costs. These changes have not impacted the Group's net profit but have resulted in changes to the presentation of the Income Statements and the Balance Sheets of the affected segments. These changes have been applied retrospectively.

## Notes to the Financial Statements (continued)

### 2.4 Financial reporting by segments (continued)

|  | Half Year Ended 31 December 2025     |                            |  |                       |   |                  | Total<br>\$M |
|--|--------------------------------------|----------------------------|--|-----------------------|---|------------------|--------------|
|  | Retail<br>Banking<br>Services<br>\$M | Business<br>Banking<br>\$M | Institutional<br>Banking and<br>Markets<br>\$M | New<br>Zealand<br>\$M | Corporate<br>Centre and<br>Other<br>\$M |                  |              |
|  |                                      |                            |  |                       |   |                  |              |
| Net interest income  | 5,955                                | 4,387                      | 826  | 1,374                 | 153                                     | <b>12,695</b>    |              |
| Other operating income:  |                                      |                            |  |                       |   |                  |              |
| Net commission income/(expense)  | 728                                  | 222                        | 111  | 90                    | (5)                                     | <b>1,146</b>     |              |
| Lending fees   | 124                                  | 192                        | 135  | 13                    | 1                                       | <b>465</b>       |              |
| Trading and other income   | 64                                   | 125                        | 424  | 100                   | 2                                       | <b>715</b>       |              |
| Total other operating income/(expense)                                       | 916                                  | 539                        | 670  | 203                   | (2)                                     | <b>2,326</b>     |              |
| <b>Total operating income</b>  | <b>6,871</b>                         | <b>4,926</b>               | <b>1,496</b>                                   | <b>1,577</b>          | <b>151</b>                              | <b>15,021</b>    |              |
| Operating expenses   | (2,742)                              | (1,584)                    | (602)  | (743)                 | (1,219)                                 | <b>(6,890)</b>   |              |
| Loan impairment (expense)/benefit  | (232)                                | (91)                       | 8  | (4)                   | –                                       | <b>(319)</b>     |              |
| <b>Net profit/(loss) before tax</b>  | <b>3,897</b>                         | <b>3,251</b>               | <b>902</b>                                     | <b>830</b>            | <b>(1,068)</b>                          | <b>7,812</b>     |              |
| Corporate tax (expense)/benefit  | (1,170)                              | (979)                      | (252)  | (235)                 | 269                                     | <b>(2,367)</b>   |              |
| <b>Net profit/(loss) after tax from continuing operations – "cash basis"</b> | <b>2,727</b>                         | <b>2,272</b>               | <b>650</b>                                     | <b>595</b>            | <b>(799)</b>                            | <b>5,445</b>     |              |
| Net profit after tax from discontinued operations                            | –                                    | –                          | –  | –                     | –                                       | <b>–</b>         |              |
| <b>Net profit/(loss) after tax – "cash basis" <sup>1</sup></b>               | <b>2,727</b>                         | <b>2,272</b>               | <b>650</b>                                     | <b>595</b>            | <b>(799)</b>                            | <b>5,445</b>     |              |
| Gain/(loss) on acquisition, disposal, closure and demerger of businesses     | –                                    | –                          | –  | –                     | (63)                                    | <b>(63)</b>      |              |
| Hedging and IFRS volatility  | –                                    | –                          | –  | (3)                   | (12)                                    | <b>(15)</b>      |              |
| <b>Net profit/(loss) after tax – "statutory basis"</b>                       | <b>2,727</b>                         | <b>2,272</b>               | <b>650</b>                                     | <b>592</b>            | <b>(874)</b>                            | <b>5,367</b>     |              |
| <b>Additional information</b>  |                                      |                            |  |                       |   |                  |              |
| Amortisation and depreciation  | (158)                                | (79)                       | (25)   | (74)                  | (363)                                   | <b>(699)</b>     |              |
| <b>Balance Sheet</b>   |                                      |                            |  |                       |   |                  |              |
| Total assets   | 573,167                              | 284,200                    | 238,247  | 120,761               | 192,353                                 | <b>1,408,728</b> |              |
| Total liabilities  | 450,004                              | 245,203                    | 296,550  | 107,367               | 232,372                                 | <b>1,331,496</b> |              |

<sup>1</sup> This balance excludes non-cash items, such as unrealised gains and losses relating to hedging and IFRS volatility, and gains and losses on previously announced divestments including post-completion adjustments (such as purchase price adjustments, and finalisation of accounting adjustments for goodwill and foreign currency translation reserve recycling), and transaction and separation costs.

# Notes to the Financial Statements (continued)

## 2.4 Financial reporting by segments (continued)

|  | Half Year Ended 30 June 2025 <sup>1</sup> |                     |   |                |                                  |           |
|--|---|---------------------|---|----------------|----------------------------------|-----------|
|  | Retail<br>Banking<br>Services             | Business<br>Banking | Institutional<br>Banking and<br>Markets | New<br>Zealand | Corporate<br>Centre and<br>Other | Total     |
|  | \$M                                       | \$M                 | \$M                                     | \$M            | \$M                              | \$M       |
| Net interest income  | 5,721                                     | 4,050               | 791                                     | 1,305          | 222                              | 12,089    |
| Other operating income:  |   |                     |   |                |                                  |           |
| Net commission income/(expense)  | 606                                       | 212                 | 109                                     | 91             | (4)                              | 1,014     |
| Lending fees   | 128                                       | 182                 | 138                                     | 14             | 1                                | 463       |
| Trading and other income   | 68  | 171                 | 436                                     | 79             | 48                               | 802       |
| Total other operating income   | 802                                       | 565                 | 683                                     | 184            | 45                               | 2,279     |
| <b>Total operating income</b>  | 6,523                                     | 4,615               | 1,474                                   | 1,489          | 267                              | 14,368    |
| Operating expenses   | (2,548)                                   | (1,491)             | (591)                                   | (668)          | (1,326)                          | (6,624)   |
| Loan impairment (expense)/benefit  | (193)                                     | (135)               | (40)                                    | (39)           | 1                                | (406)     |
| <b>Net profit/(loss) before tax</b>  | 3,782                                     | 2,989               | 843                                     | 782            | (1,058)                          | 7,338     |
| Corporate tax (expense)/benefit  | (1,142)                                   | (898)               | (197)                                   | (216)          | 235                              | (2,218)   |
| <b>Net profit/(loss) after tax from continuing operations – "cash basis"</b> | 2,640                                     | 2,091               | 646                                     | 566            | (823)                            | 5,120     |
| Net profit after tax from discontinued operations                            | –   | –                   | –                                       | –              | –                                | –         |
| <b>Net profit/(loss) after tax – "cash basis" <sup>2</sup></b>               | 2,640                                     | 2,091               | 646                                     | 566            | (823)                            | 5,120     |
| Gain/(loss) on acquisition, disposal, closure and demerger of businesses     | 7   | 19                  | (48)                                    | –              | (168)                            | (190)     |
| Hedging and IFRS volatility  | –   | –                   | –                                       | 98             | (46)                             | 52        |
| <b>Net profit/(loss) after tax – "statutory basis"</b>                       | 2,647                                     | 2,110               | 598                                     | 664            | (1,037)                          | 4,982     |
| <b>Additional information</b>  |   |                     |   |                |                                  |           |
| Amortisation and depreciation  | (136)                                     | (66)                | (22)                                    | (75)           | (430)                            | (729)     |
| <b>Balance Sheet</b>   |   |                     |   |                |                                  |           |
| Total assets   | 549,546                                   | 273,266             | 214,775                                 | 125,777        | 190,435                          | 1,353,799 |
| Total liabilities  | 421,946                                   | 232,505             | 273,210                                 | 111,685        | 235,677                          | 1,275,023 |

<sup>1</sup> Comparative information has been restated to reflect the change detailed in Note 1.1.

<sup>2</sup> This balance excludes non-cash items, such as unrealised gains and losses relating to hedging and IFRS volatility, and gains and losses on previously announced divestments including post-completion adjustments (such as purchase price adjustments, and finalisation of accounting adjustments for goodwill and foreign currency translation reserve recycling), and transaction and separation costs.

## Notes to the Financial Statements (continued)

### 2.4 Financial reporting by segments (continued)

|  | Half Year Ended 31 December 2024 <sup>1</sup> |                            |  |                       |   |  |                  |
|--|---|----------------------------|--|-----------------------|---|--|------------------|
|  | Retail<br>Banking<br>Services<br>\$M          | Business<br>Banking<br>\$M | Institutional<br>Banking and<br>Markets<br>\$M | New<br>Zealand<br>\$M | Corporate<br>Centre and<br>Other<br>\$M |  | Total<br>\$M     |
| Net interest income  | 5,661   | 3,973                      | 795  | 1,306                 | 199                                     |  | <b>11,934</b>    |
| Other operating income:  |   |                            |  |                       |   |  |                  |
| Net commission income/(expense)  | 658   | 236                        | 106  | 101                   | (16)                                    |  | <b>1,085</b>     |
| Lending fees   | 124   | 176                        | 136  | 14                    | (1)                                     |  | <b>449</b>       |
| Trading and other income/(expense)   | 60  | 169                        | 331  | 98                    | (29)                                    |  | <b>629</b>       |
| Total other operating income/(expense)                                       | 842   | 581                        | 573  | 213                   | (46)                                    |  | <b>2,163</b>     |
| <b>Total operating income</b>  | <b>6,503</b>                                  | <b>4,554</b>               | <b>1,368</b>                                   | <b>1,519</b>          | <b>153</b>                              |  | <b>14,097</b>    |
| Operating expenses   | (2,569)                                       | (1,472)                    | (574)  | (632)                 | (1,125)                                 |  | <b>(6,372)</b>   |
| Loan impairment (expense)/benefit  | (79)  | (220)                      | (9)  | (16)                  | 4                                       |  | <b>(320)</b>     |
| <b>Net profit/(loss) before tax</b>  | <b>3,855</b>                                  | <b>2,862</b>               | <b>785</b>                                     | <b>871</b>            | <b>(968)</b>                            |  | <b>7,405</b>     |
| Corporate tax (expense)/benefit  | (1,165)                                       | (861)                      | (193)  | (242)                 | 188                                     |  | <b>(2,273)</b>   |
| <b>Net profit/(loss) after tax from continuing operations – "cash basis"</b> | <b>2,690</b>                                  | <b>2,001</b>               | <b>592</b>                                     | <b>629</b>            | <b>(780)</b>                            |  | <b>5,132</b>     |
| Net profit after tax from discontinued operations                            | –   | –                          | –  | –                     | 1                                       |  | <b>1</b>         |
| <b>Net profit/(loss) after tax – "cash basis" <sup>2</sup></b>               | <b>2,690</b>                                  | <b>2,001</b>               | <b>592</b>                                     | <b>629</b>            | <b>(779)</b>                            |  | <b>5,133</b>     |
| Gain/(loss) on acquisition, disposal, closure and demerger of businesses     | –   | –                          | 5  | –                     | (5)                                     |  | <b>–</b>         |
| Hedging and IFRS volatility  | –   | –                          | –  | 122                   | (121)                                   |  | <b>1</b>         |
| <b>Net profit/(loss) after tax – "statutory basis"</b>                       | <b>2,690</b>                                  | <b>2,001</b>               | <b>597</b>                                     | <b>751</b>            | <b>(905)</b>                            |  | <b>5,134</b>     |
| <b>Additional information</b>  |   |                            |  |                       |   |  |                  |
| Amortisation and depreciation  | (142)   | (66)                       | (26)   | (73)                  | (357)                                   |  | <b>(664)</b>     |
| <b>Balance Sheet</b>   |   |                            |  |                       |   |  |                  |
| Total assets   | 534,255                                       | 259,974                    | 209,838  | 119,690               | 184,809                                 |  | <b>1,308,566</b> |
| Total liabilities  | 410,877                                       | 222,860                    | 256,278  | 106,531               | 236,756                                 |  | <b>1,233,302</b> |

<sup>1</sup> Comparative information has been restated to reflect the change detailed in Note 1.1.

<sup>2</sup> This balance excludes non-cash items, such as unrealised gains and losses relating to hedging and IFRS volatility, and gains and losses on previously announced divestments including post-completion adjustments (such as purchase price adjustments, and finalisation of accounting adjustments for goodwill and foreign currency translation reserve recycling), and transaction and separation costs.

# Notes to the Financial Statements (continued)

## 2.4 Financial reporting by segments (continued)

| Geographical Information               | Half Year Ended |              |               |              |               |              |
|--|-----------------|--------------|---------------|--------------|---------------|--------------|
|  | 31 Dec 25       |              | 30 Jun 25     |              | 31 Dec 24     |              |
| Financial performance and position     | \$M             | %            | \$M           | %            | \$M           | %            |
| <b>Income</b>                          |                 |              |               |              |               |              |
| Australia                              | 12,447          | 83.0         | 11,700        | 82.5         | 11,612        | 82.4         |
| New Zealand                            | 1,761           | 11.7         | 1,706         | 12.0         | 1,712         | 12.1         |
| Other locations <sup>1</sup>           | 792             | 5.3          | 786           | 5.5          | 774           | 5.5          |
| <b>Total income</b>                    | <b>15,000</b>   | <b>100.0</b> | <b>14,192</b> | <b>100.0</b> | <b>14,098</b> | <b>100.0</b> |
| <b>Non-current assets <sup>2</sup></b> |                 |              |               |              |               |              |
| Australia                              | 11,664          | 92.1         | 11,509        | 92.3         | 11,298        | 92.7         |
| New Zealand                            | 926             | 7.3          | 855           | 6.9          | 775           | 6.4          |
| Other locations <sup>1</sup>           | 81              | 0.6          | 100           | 0.8          | 110           | 0.9          |
| <b>Total non-current assets</b>        | <b>12,671</b>   | <b>100.0</b> | <b>12,464</b> | <b>100.0</b> | <b>12,183</b> | <b>100.0</b> |

<sup>1</sup> Other locations include: United Kingdom, the Netherlands, United States, Japan, Singapore, Hong Kong, China and India.

<sup>2</sup> Non-current assets include property, plant and equipment, investments in associates and joint ventures, and intangible assets.

The geographical segment represents the location in which the transaction was recognised.

### ACCOUNTING POLICIES

Operating segments are reported based on the Group's organisational and management structure. Senior management review the Group's internal reporting based on these segments, in order to assess performance and allocate resources.

All transactions between segments are conducted on an arm's length basis, with inter-segment revenue and costs eliminated in the 'Corporate Centre and Other' segment.

# Notes to the Financial Statements (continued)

## 2.5 Income tax expense

The income tax expense for the half year is determined from the profit before income tax as follows:

|   | Half Year Ended |           |           |
|---|-----------------|-----------|-----------|
|   | 31 Dec 25       | 30 Jun 25 | 31 Dec 24 |
|   | \$M             | \$M       | \$M       |
| <b>Profit before income tax</b>   | <b>7,765</b>    | 7,143     | 7,406     |
| Prima facie income tax at 30%   | <b>2,330</b>    | 2,143     | 2,222     |
| <b>Effect of amounts which are non-deductible/(non-assessable) in calculating taxable income:</b> |                 |           |           |
| Offshore tax rate differential  | <b>(57)</b>     | (53)      | (56)      |
| Taxation offsets and other dividend adjustments   | <b>–</b>        | –         | (7)       |
| Income tax under provided in previous years   | <b>9</b>        | 8         | 11        |
| Hybrid capital distributions  | <b>55</b>       | 65        | 72        |
| Other   | <b>16</b>       | (11)      | 22        |
| <b>Total income tax expense</b>   | <b>2,353</b>    | 2,152     | 2,264     |
| <b>Effective tax rate (%)</b>   | <b>30.3</b>     | 30.1      | 30.6      |

### ACCOUNTING POLICIES

Income tax on the profit or loss for the period comprises current and deferred tax.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is calculated using the balance sheet method where temporary differences are identified by comparing the carrying amounts of assets and liabilities for financial reporting purposes to their tax bases.

The amount of deferred tax recognised is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities (i.e. through use or through sale), using tax rates which are expected to apply when the deferred tax asset is realised or the deferred tax liability is settled.

The Group recognised and disclosed separate deferred tax assets and deferred tax liabilities arising from arrangements where the Group is a lessee. Deferred tax assets and liabilities are offset where they relate to income tax levied by the same taxation authority on either the same taxable entity or different taxable entities within the same taxable group and where there is a legal right and intention to settle on a net basis.

The Bank and its wholly owned Australian subsidiaries elected to be treated as a single entity ("the tax consolidated group") under the tax consolidation regime from 1 July 2002. The members of the tax consolidated group have entered into tax funding and tax sharing agreements, which set out the funding obligations and members.

Any current tax assets and liabilities and deferred tax assets from unused tax losses from subsidiaries in the tax consolidated group are recognised by the Bank legal entity and funded in line with the tax funding arrangement.

The measurement and disclosure of deferred tax assets and liabilities have been performed on a modified stand-alone basis under UIG 1052 *Tax Consolidation Accounting*.

### International Tax Reform – Pillar Two Model Rules

The Organisation for Economic Co-operation and Development (OECD) previously published the Global Anti-Base Erosion Pillar Two Model Rules (Pillar Two) which are designed to ensure large multinational enterprises pay a minimum level of tax of 15% in each of the jurisdictions where they operate.

Pillar Two legislation is effective for the Group from 1 July 2024. The Group has assessed that there are no material Pillar Two income taxes in the current period. The Group has also applied the mandatory temporary exception for Pillar Two deferred taxes under AASB 112 *Income Taxes* and has not recognised or disclosed information about deferred tax assets and liabilities related to Pillar Two income taxes.

### Critical accounting judgements and estimates

Provisions for taxation require significant judgement with respect to outcomes that are uncertain. For such uncertainties, the Group has estimated the tax provisions based on the expected outcomes. A deferred tax asset is only recognised to the extent that it is probable that future taxable profits will be available for it to be used against.

# Notes to the Financial Statements (continued)

## 3 Our lending activities

### OVERVIEW

Lending is the Group's primary business activity, generating most of its net interest income and lending fees. The Group meets customers' borrowing needs by providing a broad range of lending products in Australia, New Zealand and other jurisdictions. As a result of its lending activities, the Group assumes credit risk arising from the potential that it will not receive the full amount owed.

This section provides details of the Group's lending portfolio by product type and geographic region, an analysis of the credit quality of the Group's lending portfolio and the related impairment provisions.

### 3.1 Loans and other receivables

|   | As at <sup>1</sup> |                  |                  |
|---|--------------------|------------------|------------------|
|   | 31 Dec 25<br>\$M   | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M |
| <b>Australia</b>                          |                    |                  |                  |
| Home loans <sup>2 3</sup>                 | 658,716            | 633,865          | 615,522          |
| Consumer finance                          | 15,891             | 15,665           | 15,447           |
| Business and corporate loans <sup>4</sup> | 250,215            | 237,606          | 224,289          |
| <b>Total Australia</b>                    | <b>924,822</b>     | <b>887,136</b>   | <b>855,258</b>   |
| <b>New Zealand</b>                        |                    |                  |                  |
| Home loans <sup>2 3</sup>                 | 71,431             | 73,944           | 69,686           |
| Consumer finance                          | 1,337              | 1,422            | 1,422            |
| Business and corporate loans              | 32,801             | 34,340           | 33,051           |
| <b>Total New Zealand</b>                  | <b>105,569</b>     | <b>109,706</b>   | <b>104,159</b>   |
| <b>Overseas</b>                           |                    |                  |                  |
| Home loans <sup>2 3</sup>                 | 41                 | 53               | 61               |
| Business and corporate loans              | 18,556             | 18,988           | 17,906           |
| <b>Total Overseas</b>                     | <b>18,597</b>      | <b>19,041</b>    | <b>17,967</b>    |
| <b>Gross loans and other receivables</b>  | <b>1,048,988</b>   | <b>1,015,883</b> | <b>977,384</b>   |
| <b>Less:</b>                              |                    |                  |                  |
| Provisions for loan impairment            |                    |                  |                  |
| Collective provisions                     | (5,352)            | (5,357)          | (5,294)          |
| Individually assessed provisions          | (793)              | (816)            | (735)            |
| Unearned Income                           |                    |                  |                  |
| Term loans                                | (1,413)            | (1,408)          | (1,427)          |
| Lease financing                           | (549)              | (546)            | (524)            |
|   | <b>(8,107)</b>     | <b>(8,127)</b>   | <b>(7,980)</b>   |
| <b>Net loans and other receivables</b>    | <b>1,040,881</b>   | <b>1,007,756</b> | <b>969,404</b>   |

<sup>1</sup> Comparative information has been restated to reflect the change described in Note 1.1.

<sup>2</sup> Home loans balance includes residential mortgages that have been assigned to securitisation vehicles and covered bond trusts. Further details on these residential mortgages are disclosed in Note 4.4 of the 2025 Annual Report.

<sup>3</sup> These balances are presented gross of mortgage offset balances as required under accounting standards.

<sup>4</sup> Business and corporate loans include \$634 million (30 June 2025: \$621 million; 31 December 2024: \$618 million) in relation to certain transaction product arrangements that include both lending and deposit features. These have been presented gross in the table above but are netted down for the calculation of interest payments.

# Notes to the Financial Statements (continued)

## 3.1 Loans and other receivables (continued)

### ACCOUNTING POLICIES

Loans and other receivables include home loans, consumer finance and business and corporate loans. These financial assets are held within a business model with an objective to hold financial assets in order to collect contractual cash flows. The contractual cash flows on these financial assets comprise the payment of principal and interest only. These instruments are accordingly measured at amortised cost.

Loans and other receivables, consistent with the Group's policy for all financial assets measured at amortised cost, are recognised on settlement date, when funding is advanced to the borrowers. They are initially recognised at their fair value plus directly attributable transaction costs such as broker fees and commissions and fees that are integral parts of the effective interest rate. Subsequent to initial recognition, they are measured at amortised cost using the effective interest method and are presented net of provisions for impairment. The accounting policy for provisions for impairment is provided in Note 3.2. For information on the Group's management of credit risk, refer to Note 9.2 of the 2025 Annual Report.

Finance leases, where the Group acts as lessor, are also included within business and corporate loans. Finance leases are those where substantially all the risks and rewards of the lease asset have been transferred to the lessee. Lease receivables are recognised at an amount equal to the net investment in the lease. Finance lease income reflects a constant periodic return on this net investment and is recognised within other interest income in the Income Statement.

### Critical accounting judgements and estimates

When applying the effective interest method, the Group has estimated the behavioural term of each loan portfolio by reference to historical prepayment rates and the contractual maturities.

## 3.2 Loan impairment expense, provisions for impairment and asset quality

The following table provides information about movements in the Group's provision for impairment losses.

|   | Half Year Ended |              |              |
|---|-----------------|--------------|--------------|
|   | 31 Dec 25       | 30 Jun 25    | 31 Dec 24    |
|   | \$M             | \$M          | \$M          |
| <b>Provision for impairment losses</b>          |                 |              |              |
| <b>Collective provisions</b>                    |                 |              |              |
| Opening balance                                 | 5,561           | 5,492        | 5,423        |
| Net collective provision funding                | 218             | 235          | 221          |
| Impairment losses written off                   | (274)           | (267)        | (245)        |
| Impairment losses recovered                     | 55              | 65           | 65           |
| Other   | (18)            | 36           | 28           |
| <b>Closing balance</b>                          | <b>5,542</b>    | <b>5,561</b> | <b>5,492</b> |
| <b>Individually assessed provisions</b>         |                 |              |              |
| Opening balance                                 | 816             | 735          | 712          |
| Net new and increased individual provisioning   | 245             | 270          | 169          |
| Write-back of provisions no longer required     | (144)           | (99)         | (70)         |
| Discount unwind to interest income              | (7)             | (7)          | (11)         |
| Impairment losses written off                   | (141)           | (119)        | (110)        |
| Other   | 24              | 36           | 45           |
| <b>Closing balance</b>                          | <b>793</b>      | <b>816</b>   | <b>735</b>   |
| <b>Total provisions for impairment losses</b>   | <b>6,335</b>    | <b>6,377</b> | <b>6,227</b> |
| Less: Provision for off balance sheet exposures | (190)           | (204)        | (198)        |
| <b>Total provisions for loan impairment</b>     | <b>6,145</b>    | <b>6,173</b> | <b>6,029</b> |

## Notes to the Financial Statements (continued)

### 3.2 Loan impairment expense, provisions for impairment and asset quality (continued)

|  | Half Year Ended |            |            |
|--|-----------------|------------|------------|
|  | 31 Dec 25       | 30 Jun 25  | 31 Dec 24  |
|  | \$M             | \$M        | \$M        |
| <b>Loan impairment expense</b>                 |                 |            |            |
| Net collective provision funding               | 218             | 235        | 221        |
| Net new and increased individual provisioning  | 245             | 270        | 169        |
| Write-back of individually assessed provisions | (144)           | (99)       | (70)       |
| <b>Total loan impairment expense</b>           | <b>319</b>      | <b>406</b> | <b>320</b> |

#### Movement in provisions for impairment and credit exposures by ECL stage

The following table provides movements in the Group's impairment provisions by expected credit loss (ECL) stage for the half years ended 31 December 2025, 30 June 2025 and 31 December 2024.

Movements in provisions for impairment in the following table represent the sum of monthly movements over the half-year periods and are attributable to the following items:

- **Transfers to/(from):** movements due to transfers of credit exposures between Stage 1, Stage 2 and Stage 3. Excludes the impact of re-measurements of provisions for impairment between 12 months and lifetime ECL;
- **Net re-measurement on transfers between stages:** movements in provisions for impairment due to re-measurement between 12 months and lifetime ECL as a result of transfers of credit exposures between stages;
- **Net financial assets originated:** net movements in provisions for impairment due to new financial assets originated as well as changes in existing credit exposures due to maturities, repayments or credit limit changes;
- **Movements in existing IAP (including IAP write-backs):** net movements in existing individually assessed provisions (IAP) excluding write-offs;
- **Movement due to risk parameters and other changes:** movements in provisions for impairment due to changes in credit risk parameters, forward looking economic scenarios or other assumptions as well as other changes in underlying credit quality that do not lead to transfers between Stage 1, Stage 2 and Stage 3;
- **Write-offs:** derecognition of provisions for impairment upon write-offs;
- **Recoveries:** increases in provisions for impairment due to recoveries of loans previously written off; and
- **Foreign exchange and other movements:** other movements in provisions for impairment including the impact of changes in foreign exchange rates.

# Notes to the Financial Statements (continued)

## 3.2 Loan impairment expense, provisions for impairment and asset quality (continued)

| Provisions   | Group        |              |                | Total <sup>1</sup> |
|--|--------------|--------------|----------------|--------------------|
|  | Performing   |              | Non-performing |                    |
|  | Stage 1      | Stage 2      | Stage 3        |                    |
|  | \$M          | \$M          | \$M            | \$M                |
| <b>Opening balance as at 1 July 2024</b>             | <b>1,795</b> | <b>2,794</b> | <b>1,546</b>   | <b>6,135</b>       |
| Transfers to/(from)                                  |              |              |                |                    |
| Stage 1  | 737          | (733)        | (4)            | –                  |
| Stage 2  | (352)        | 468          | (116)          | –                  |
| Stage 3  | (13)         | (199)        | 212            | –                  |
| Net re-measurement on transfers between stages       | (510)        | 799          | 280            | <b>569</b>         |
| Net financial assets originated                      | 191          | (390)        | (194)          | <b>(393)</b>       |
| Movement in existing IAP (including IAP write-backs) | –            | –            | 40             | <b>40</b>          |
| Movements due to risk parameters and other changes   | (52)         | 179          | (23)           | <b>104</b>         |
| <b>Loan impairment expense for the period</b>        | <b>1</b>     | <b>124</b>   | <b>195</b>     | <b>320</b>         |
| Write-offs   | –            | –            | (355)          | <b>(355)</b>       |
| Recoveries   | –            | –            | 65             | <b>65</b>          |
| Foreign exchange and other commitments               | 9            | 15           | 38             | <b>62</b>          |
| <b>Closing balance as at 31 December 2024</b>        | <b>1,805</b> | <b>2,933</b> | <b>1,489</b>   | <b>6,227</b>       |
| Transfers to/(from)                                  |              |              |                |                    |
| Stage 1  | 733          | (729)        | (4)            | –                  |
| Stage 2  | (393)        | 516          | (123)          | –                  |
| Stage 3  | (6)          | (224)        | 230            | –                  |
| Net re-measurement on transfers between stages       | (503)        | 749          | 323            | <b>569</b>         |
| Net financial assets originated                      | 233          | (404)        | (143)          | <b>(314)</b>       |
| Movement in existing IAP (including IAP write-backs) | –            | –            | 90             | <b>90</b>          |
| Movements due to risk parameters and other changes   | (57)         | 175          | (57)           | <b>61</b>          |
| <b>Loan impairment expense for the period</b>        | <b>7</b>     | <b>83</b>    | <b>316</b>     | <b>406</b>         |
| Write-offs   | –            | –            | (386)          | <b>(386)</b>       |
| Recoveries   | –            | –            | 65             | <b>65</b>          |
| Foreign exchange and other commitments               | 12           | 20           | 33             | <b>65</b>          |
| <b>Closing balance as at 30 June 2025</b>            | <b>1,824</b> | <b>3,036</b> | <b>1,517</b>   | <b>6,377</b>       |
| Transfers to/(from)                                  |              |              |                |                    |
| Stage 1  | 787          | (778)        | (9)            | –                  |
| Stage 2  | (359)        | 514          | (155)          | –                  |
| Stage 3  | (28)         | (273)        | 301            | –                  |
| Net re-measurement on transfers between stages       | (555)        | 823          | 305            | <b>573</b>         |
| Net financial assets originated                      | 288          | (374)        | (245)          | <b>(331)</b>       |
| Movement in existing IAP (including IAP write-backs) | –            | –            | (8)            | <b>(8)</b>         |
| Movements due to risk parameters and other changes   | 32           | (48)         | 101            | <b>85</b>          |
| <b>Loan impairment expense for the period</b>        | <b>165</b>   | <b>(136)</b> | <b>290</b>     | <b>319</b>         |
| Write-offs   | –            | –            | (415)          | <b>(415)</b>       |
| Recoveries   | –            | –            | 55             | <b>55</b>          |
| Foreign exchange and other commitments               | (7)          | (10)         | 16             | <b>(1)</b>         |
| <b>Closing balance as at 31 December 2025</b>        | <b>1,982</b> | <b>2,890</b> | <b>1,463</b>   | <b>6,335</b>       |

1 As at 31 December 2025, total provisions included \$190 million in relation to financial guarantees and other off balance sheet instruments (30 June 2025: \$204 million, 31 December 2024: \$198 million).

### Impact of movements in credit exposures on ECL provisions

During the half year ended 31 December 2025, the Group's total provisions for impairment decreased by \$42 million to \$6,335 million. The impacts of changes in credit exposures on provisions were as follows:

- Stage 1 provisions increased by \$158 million to \$1,982 million. This includes a net increase in provisions of \$150 million due to \$83 billion of new originations and increases in credit exposures net of repayments and maturities, partly offset by the net migration of exposures out of Stage 1 as a result of changes in credit quality and forward looking assumptions of \$22 billion.

# Notes to the Financial Statements (continued)

## 3.2 Loan impairment expense, provisions for impairment and asset quality (continued)

- Stage 2 provisions decreased by \$146 million to \$2,890 million. This includes a net decrease of \$116 million due to \$28 billion of repayments and maturities, partly offset by the net migration of exposures into Stage 2 as a result of changes in credit quality and forward looking assumptions of \$20 billion.
- Stage 3 provisions decreased by \$54 million to \$1,463 million. This includes an increase of \$197 million due to the net migration of exposures into Stage 3 as a result of changes in credit quality of \$2 billion, offset by \$2 billion of net repayments and \$415 million of write-offs during the period.

### ACCOUNTING POLICIES

By providing loans to customers, the Group bears the risk that the future circumstances of customers might change, including their ability to repay their loans in part or in full. While the Group's credit and responsible lending policies aim to minimise this risk, there will always be instances where the Group will not receive the full amount owed and hence a provision for impaired loans will be necessary.

#### Critical accounting judgements and estimates

The Group makes key judgements in determining the expected credit loss (ECL) which include assessing when a significant increase in credit risk (SICR) has occurred, selecting and forecasting forward-looking macroeconomic scenarios, assigning probability weightings to those scenarios, and applying experienced credit judgement. Additional judgements impacting the provision include the segmentation of products and portfolios, the assessment of collateral realisability, the development and calibration of credit loss models, and the selection of inputs, estimates, and assumptions used in those models.

A description of the key components of the Group's impairment methodology is provided in Note 3.2 of the 2025 Annual Report.

#### Forward-looking information

The Group uses the following four alternative macroeconomic scenarios to reflect an unbiased probability-weighted range of possible future outcomes in estimating ECL for significant portfolios:

- **Central scenario:** This scenario is based on the Group's internal economic forecasts and market consensus as well as other assumptions used in business planning and forecasting;
- **Downside scenario:** This scenario contemplates the potential impact of possible, but less likely, adverse macroeconomic conditions, resulting from significant inflationary pressures which leads to disorderly asset price declines, a sharp increase in credit spreads, corporate defaults and high unemployment. This is exacerbated by a breakdown in global trade and compounded by geopolitical risks;
- **Upside scenario:** This scenario is included to account for the potential impact of remote, more favourable macroeconomic conditions. Relative to the Central scenario, the Upside scenario features stronger growth in economic output, further improvement in labour market conditions and a stronger housing market; and
- **Severe downside scenario:** This scenario contemplates the potentially severe impact of remote, extremely adverse macroeconomic conditions, resulting from geopolitical conflict and global trade disruptions. Relative to the Downside scenario, this scenario features a sharper contraction in economic output, a steeper increase in unemployment with higher and more prolonged levels, more severe declines in asset prices, and interest rates reduced to accommodative levels.

The table below provides a summary of macroeconomic variables used in the Central and Downside scenarios as at 31 December 2025.

|   | Central<br>Calendar Year |      | Downside<br>Calendar Year |       |
|---|--------------------------|------|---------------------------|-------|
|   | 2026                     | 2027 | 2026                      | 2027  |
| GDP (annual % change)                                   | 2.3                      | 2.3  | (4.0)                     | (1.0) |
| Unemployment rate (%) <sup>1</sup>                      | 4.4                      | 4.3  | 8.5                       | 8.9   |
| Cash rate (%) <sup>1</sup>                              | 3.60                     | 3.60 | 5.75                      | 4.35  |
| Commercial real estate capital values (annual % change) | 7.2                      | 7.5  | (30.0)                    | –     |
| House prices (annual % change)                          | 6.0                      | 5.0  | (24.3)                    | 0.5   |
| CPI (annual % change) <sup>2</sup>                      | 2.7                      | 2.5  | 6.0                       | 5.0   |
| AUD/USD exchange rate <sup>1</sup>                      | 0.66                     | 0.66 | 0.59                      | 0.59  |
| Trade Weighted Index (TWI) <sup>1</sup>                 | 61.0                     | 61.0 | 56.0                      | 56.0  |
| NZ GDP (annual % change)                                | 2.6                      | 2.5  | (3.5)                     | (1.2) |
| NZ unemployment rate (%) <sup>1</sup>                   | 4.6                      | 4.0  | 8.5                       | 8.9   |
| NZ cash rate (%) <sup>1</sup>                           | 2.25                     | 2.75 | 5.50                      | 4.50  |
| NZ house prices (annual % change)                       | 3.8                      | 3.6  | (15.0)                    | –     |
| NZ Trade Weighted Index (TWI)                           | 69.0                     | 69.0 | 65.0                      | 65.0  |

<sup>1</sup> Spot rate/index at 31 December.

<sup>2</sup> CPI is not a variable used in ECL models, however, it is considered by the Group in deriving forecast macroeconomic variables used in ECL models.

# Notes to the Financial Statements (continued)

## 3.2 Loan impairment expense, provisions for impairment and asset quality (continued)

The requirement to probability-weight possible future outcomes captures the uncertainty inherent in the credit outlook, and changes in that uncertainty over time. Weights are assigned to each scenario based on management's best estimate of the proportion of potential future loss outcomes that each scenario represents. The same economic scenarios and probability weights apply across all portfolios. The following probability weights applied at 31 December 2025, 30 June 2025 and 31 December 2024:

| Scenario                     | Combined weighting |           |           |
|------------------------------|--------------------|-----------|-----------|
|                              | 31 Dec 25          | 30 Jun 25 | 31 Dec 24 |
| Central and Upside           | 55.0%              | 55.0%     | 57.5%     |
| Downside and Severe downside | 45.0%              | 45.0%     | 42.5%     |

During the current half year, macroeconomic scenarios were revised reflecting current economic conditions. The changes to the Central scenario included slightly stronger GDP growth, stronger house price growth and higher interest rates. The Severe downside scenario was also updated to reflect increased geopolitical risks and global macroeconomic uncertainty.

The Group's assessment of SICR also incorporates the impact of multiple probability-weighted future forecast economic scenarios on exposures' internal risk grades using the same four forecast macroeconomic scenarios as described above. There were no changes to scenario weights during the current period.

### Incorporation of experienced credit judgement

Management exercises credit judgement in assessing if an exposure has experienced SICR and in determining the amount of impairment provisions at each reporting date. Where applicable, credit risk factors (PD and LGD) are adjusted to incorporate reasonable and supportable forward looking information about known or expected risks for specific segments of portfolios that would otherwise not have been considered in the modelling process. Credit judgement is used to determine the degree of adjustment to be applied and considers information such as emerging risks at an industry, geographic and portfolio segment level.

The Group also applies overlays which are determined based on a range of techniques including stress testing, benchmarking, scenario analysis and expert judgement. Overlays are subject to internal governance and applied as an incremental ECL top-up amount to the impacted portfolio segments.

As at 31 December 2025, the Group held an overlay of \$274 million (30 June 2025: \$339 million; 31 December 2024: \$473 million) in relation to its retail portfolio for the potential impact on customers more susceptible to ongoing cost of living pressures and high interest rates. The Group also held a \$336 million concentration risk overlay (30 June 2025: \$338 million; 31 December 2024: \$206 million), to account for potential losses that may be incurred in an event of default of a small number of large non-retail exposures.

The Group also applies additional overlays and forward-looking adjustments for other factors that cannot be adequately accounted for through the ECL models.

### Sensitivity of provisions for impairment to changes in forward looking assumptions

As described above, the Group applies four alternative macroeconomic scenarios (Central, Upside, Downside and Severe downside scenarios) to reflect a probability-weighted range of possible future outcomes in estimating ECL.

The table below provides approximate levels of provisions for impairment under the Central and Downside scenarios assuming 100% weighting was applied to each scenario and holding all other assumptions constant. As noted above, these scenarios and their associated weights have been selected based on the expected range of potential future loss outcomes

|                                   | 31 Dec 25 | 30 Jun 25 | 31 Dec 24 |
|-----------------------------------|-----------|-----------|-----------|
|                                   | \$M       | \$M       | \$M       |
| Reported probability weighted ECL | 6,335     | 6,377     | 6,227     |
| 100% Central scenario             | 3,567     | 3,800     | 3,873     |
| 100% Downside scenario            | 8,493     | 8,517     | 8,145     |

### Sensitivity of provisions for impairment to SICR assessment criteria

If 1% of Stage 1 credit exposures as at 31 December 2025 was included in Stage 2, provisions for impairment would increase by approximately \$147 million (30 June 2025: \$140 million; 31 December 2024: \$118 million).

If 1% of Stage 2 credit exposures as at 31 December 2025 was included in Stage 1, provisions for impairment would decrease by approximately \$25 million (30 June 2025: \$27 million; 31 December 2024: \$25 million).

## Notes to the Financial Statements (continued)

### 3.2 Loan impairment expense, provisions for impairment and asset quality (continued)

#### Distribution of financial instruments by credit quality

The following tables provide information about the gross carrying amount of the Group's credit exposures by credit grade and ECL stage. For the definition of the Group's credit grades refer to Note 9.2 of the 2025 Annual Report.

|   | As at 31 December 2025 |                                    |                               |                  |
|---|------------------------|------------------------------------|-------------------------------|------------------|
|   | Stage 1<br>Performing  | Stage 2 <sup>1</sup><br>Performing | Stage 3<br>Non-<br>performing | Total            |
|   | \$M                    | \$M                                | \$M                           | \$M              |
| <b>Loans and other receivables</b>  |                        |                                    |                               |                  |
| <b>Credit grade:</b>  |                        |                                    |                               |                  |
| Investment  | 570,385                | 18,446                             | –                             | 588,831          |
| Pass  | 308,684                | 131,040                            | –                             | 439,724          |
| Weak  | 570                    | 7,684                              | 10,217                        | 18,471           |
| <b>Gross carrying amount</b>  | <b>879,639</b>         | <b>157,170</b>                     | <b>10,217</b>                 | <b>1,047,026</b> |
| <b>Undrawn credit commitments</b>   |                        |                                    |                               |                  |
| <b>Credit grade:</b>  |                        |                                    |                               |                  |
| Investment  | 145,268                | 6,863                              | –                             | 152,131          |
| Pass  | 36,758                 | 13,605                             | –                             | 50,363           |
| Weak  | 150                    | 527                                | 161                           | 838              |
| <b>Total undrawn credit commitments</b>                                   | <b>182,176</b>         | <b>20,995</b>                      | <b>161</b>                    | <b>203,332</b>   |
| <b>Total credit exposures</b>   | <b>1,061,815</b>       | <b>178,165</b>                     | <b>10,378</b>                 | <b>1,250,358</b> |
| <b>Impairment provision</b>   | <b>(1,945)</b>         | <b>(2,743)</b>                     | <b>(1,457)</b>                | <b>(6,145)</b>   |
| <b>Provisions to credit exposure, %</b>                                   | <b>0.2</b>             | <b>1.5</b>                         | <b>14.0</b>                   | <b>0.5</b>       |
| <b>Financial guarantees and other off balance sheet instruments</b>       |                        |                                    |                               |                  |
| <b>Credit grade:</b>  |                        |                                    |                               |                  |
| Investment  | 9,694                  | 1,204                              | –                             | 10,898           |
| Pass  | 5,317                  | 6,261                              | –                             | 11,578           |
| Weak  | 4                      | 570                                | 91                            | 665              |
| <b>Total financial guarantees and other off balance sheet instruments</b> | <b>15,015</b>          | <b>8,035</b>                       | <b>91</b>                     | <b>23,141</b>    |
| <b>Impairment provision</b>   | <b>(37)</b>            | <b>(147)</b>                       | <b>(6)</b>                    | <b>(190)</b>     |
| <b>Provisions to credit exposure, %</b>                                   | <b>0.2</b>             | <b>1.8</b>                         | <b>6.6</b>                    | <b>0.8</b>       |
| <b>Total credit exposures</b>   |                        |                                    |                               |                  |
| <b>Credit grade:</b>  |                        |                                    |                               |                  |
| Investment  | 725,347                | 26,513                             | –                             | 751,860          |
| Pass  | 350,759                | 150,906                            | –                             | 501,665          |
| Weak  | 724                    | 8,781                              | 10,469                        | 19,974           |
| <b>Total credit exposures</b>   | <b>1,076,830</b>       | <b>186,200</b>                     | <b>10,469</b>                 | <b>1,273,499</b> |
| <b>Total impairment provision</b>   | <b>(1,982)</b>         | <b>(2,890)</b>                     | <b>(1,463)</b>                | <b>(6,335)</b>   |
| <b>Provision to credit exposure, %</b>                                    | <b>0.2</b>             | <b>1.6</b>                         | <b>14.0</b>                   | <b>0.5</b>       |

<sup>1</sup> The assessment of SICR includes the impact of forward looking multiple economic scenarios in addition to adjustments for emerging risks at an industry, geographic location or particular portfolio segment level, which are calculated by stressing an exposure's internal credit rating grade at the reporting date. This accounts for approximately 57% of Stage 2 exposures as at 31 December 2025.

## Notes to the Financial Statements (continued)

### 3.2 Loan impairment expense, provisions for impairment and asset quality (continued)

|   | As at 31 December 2025 |                                    |                               |                  |
|---|------------------------|------------------------------------|-------------------------------|------------------|
|   | Stage 1<br>Performing  | Stage 2 <sup>1</sup><br>Performing | Stage 3<br>Non-<br>performing | Total            |
|   | \$M                    | \$M                                | \$M                           | \$M              |
| <b>Home loans</b>                       |                        |                                    |                               |                  |
| <b>Credit grade:</b>                    |                        |                                    |                               |                  |
| Investment                              | 544,102                | 7,100                              | –                             | 551,202          |
| Pass                                    | 218,519                | 46,139                             | –                             | 264,658          |
| Weak                                    | 206                    | 1,062                              | 7,604                         | 8,872            |
| <b>Total home loans</b>                 | <b>762,827</b>         | <b>54,301</b>                      | <b>7,604</b>                  | <b>824,732</b>   |
| <b>Impairment provision</b>             | <b>(1,010)</b>         | <b>(656)</b>                       | <b>(408)</b>                  | <b>(2,074)</b>   |
| <b>Provisions to credit exposure, %</b> | <b>0.1</b>             | <b>1.2</b>                         | <b>5.4</b>                    | <b>0.3</b>       |
| <b>Consumer finance</b>                 |                        |                                    |                               |                  |
| <b>Credit grade:</b>                    |                        |                                    |                               |                  |
| Investment                              | 19,872                 | 1,385                              | –                             | 21,257           |
| Pass                                    | 15,090                 | 947                                | –                             | 16,037           |
| Weak                                    | 464                    | 875                                | 228                           | 1,567            |
| <b>Total consumer finance</b>           | <b>35,426</b>          | <b>3,207</b>                       | <b>228</b>                    | <b>38,861</b>    |
| <b>Impairment provision</b>             | <b>(404)</b>           | <b>(434)</b>                       | <b>(152)</b>                  | <b>(990)</b>     |
| <b>Provisions to credit exposure, %</b> | <b>1.1</b>             | <b>13.5</b>                        | <b>66.7</b>                   | <b>2.5</b>       |
| <b>Business and corporate</b>           |                        |                                    |                               |                  |
| <b>Credit grade:</b>                    |                        |                                    |                               |                  |
| Investment                              | 161,373                | 18,028                             | –                             | 179,401          |
| Pass                                    | 117,150                | 103,820                            | –                             | 220,970          |
| Weak                                    | 54                     | 6,844                              | 2,637                         | 9,535            |
| <b>Total business and corporate</b>     | <b>278,577</b>         | <b>128,692</b>                     | <b>2,637</b>                  | <b>409,906</b>   |
| <b>Impairment provision</b>             | <b>(568)</b>           | <b>(1,800)</b>                     | <b>(903)</b>                  | <b>(3,271)</b>   |
| <b>Provisions to credit exposure, %</b> | <b>0.2</b>             | <b>1.4</b>                         | <b>34.2</b>                   | <b>0.8</b>       |
| <b>Total credit exposures</b>           |                        |                                    |                               |                  |
| <b>Credit grade:</b>                    |                        |                                    |                               |                  |
| Investment                              | 725,347                | 26,513                             | –                             | 751,860          |
| Pass                                    | 350,759                | 150,906                            | –                             | 501,665          |
| Weak                                    | 724                    | 8,781                              | 10,469                        | 19,974           |
| <b>Total credit exposures</b>           | <b>1,076,830</b>       | <b>186,200</b>                     | <b>10,469</b>                 | <b>1,273,499</b> |
| <b>Total impairment provision</b>       | <b>(1,982)</b>         | <b>(2,890)</b>                     | <b>(1,463)</b>                | <b>(6,335)</b>   |
| <b>Provision to credit exposure, %</b>  | <b>0.2</b>             | <b>1.6</b>                         | <b>14.0</b>                   | <b>0.5</b>       |

<sup>1</sup> The assessment of SICR includes the impact of forward looking multiple economic scenarios in addition to adjustments for emerging risks at an industry, geographic location or particular portfolio segment level, which are calculated by stressing an exposure's internal credit rating grade at the reporting date. This accounts for approximately 57% of Stage 2 exposures as at 31 December 2025.

# Notes to the Financial Statements (continued)

## 3.2 Loan impairment expense, provisions for impairment and asset quality (continued)

|   | As at 30 June 2025    |                                    |                               |                  |
|---|-----------------------|------------------------------------|-------------------------------|------------------|
|   | Stage 1<br>Performing | Stage 2 <sup>1</sup><br>Performing | Stage 3<br>Non-<br>performing | Total            |
|   | \$M                   | \$M                                | \$M                           | \$M              |
| <b>Loans and other receivables</b>  |                       |                                    |                               |                  |
| <b>Credit grade:</b>  |                       |                                    |                               |                  |
| Investment  | 530,942               | 21,650                             | –                             | 552,592          |
| Pass  | 303,534               | 138,629                            | –                             | 442,163          |
| Weak  | 636                   | 7,843                              | 10,695                        | 19,174           |
| <b>Gross carrying amount</b>  | <b>835,112</b>        | <b>168,122</b>                     | <b>10,695</b>                 | <b>1,013,929</b> |
| <b>Undrawn credit commitments</b>   |                       |                                    |                               |                  |
| <b>Credit grade:</b>  |                       |                                    |                               |                  |
| Investment  | 139,235               | 7,308                              | –                             | 146,543          |
| Pass  | 33,452                | 12,695                             | –                             | 46,147           |
| Weak  | 144                   | 491                                | 209                           | 844              |
| <b>Total undrawn credit commitments</b>                                   | <b>172,831</b>        | <b>20,494</b>                      | <b>209</b>                    | <b>193,534</b>   |
| <b>Total credit exposures</b>   | <b>1,007,943</b>      | <b>188,616</b>                     | <b>10,904</b>                 | <b>1,207,463</b> |
| <b>Impairment provision</b>   | <b>(1,784)</b>        | <b>(2,882)</b>                     | <b>(1,507)</b>                | <b>(6,173)</b>   |
| <b>Provisions to credit exposure, %</b>                                   | <b>0.2</b>            | <b>1.5</b>                         | <b>13.8</b>                   | <b>0.5</b>       |
| <b>Financial guarantees and other off balance sheet instruments</b>       |                       |                                    |                               |                  |
| <b>Credit grade:</b>  |                       |                                    |                               |                  |
| Investment  | 9,970                 | 875                                | –                             | 10,845           |
| Pass  | 5,282                 | 6,011                              | –                             | 11,293           |
| Weak  | 4                     | 556                                | 98                            | 658              |
| <b>Total financial guarantees and other off balance sheet instruments</b> | <b>15,256</b>         | <b>7,442</b>                       | <b>98</b>                     | <b>22,796</b>    |
| <b>Impairment provision</b>   | <b>(40)</b>           | <b>(154)</b>                       | <b>(10)</b>                   | <b>(204)</b>     |
| <b>Provisions to credit exposure, %</b>                                   | <b>0.3</b>            | <b>2.1</b>                         | <b>10.2</b>                   | <b>0.9</b>       |
| <b>Total credit exposures</b>   |                       |                                    |                               |                  |
| <b>Credit grade:</b>  |                       |                                    |                               |                  |
| Investment  | 680,147               | 29,833                             | –                             | 709,980          |
| Pass  | 342,268               | 157,335                            | –                             | 499,603          |
| Weak  | 784                   | 8,890                              | 11,002                        | 20,676           |
| <b>Total credit exposures</b>   | <b>1,023,199</b>      | <b>196,058</b>                     | <b>11,002</b>                 | <b>1,230,259</b> |
| <b>Total impairment provision</b>   | <b>(1,824)</b>        | <b>(3,036)</b>                     | <b>(1,517)</b>                | <b>(6,377)</b>   |
| <b>Provision to credit exposure, %</b>                                    | <b>0.2</b>            | <b>1.5</b>                         | <b>13.8</b>                   | <b>0.5</b>       |

<sup>1</sup> The assessment of SICR includes the impact of forward looking multiple economic scenarios in addition to adjustments for emerging risk at an industry, geographic location or a particular portfolio segment level, which are calculated by stressing an exposure's internal credit rating grade at the reporting date. This accounts for approximately 58% of Stage 2 credit exposures for the Group as at 30 June 2025.

## Notes to the Financial Statements (continued)

### 3.2 Loan impairment expense, provisions for impairment and asset quality (continued)

|   | As at 30 June 2025    |                                    |                               |                  |
|---|-----------------------|------------------------------------|-------------------------------|------------------|
|   | Stage 1<br>Performing | Stage 2 <sup>1</sup><br>Performing | Stage 3<br>Non-<br>performing | Total            |
|   | \$M                   | \$M                                | \$M                           | \$M              |
| <b>Home loans</b>                       |                       |                                    |                               |                  |
| <b>Credit grade:</b>                    |                       |                                    |                               |                  |
| Investment                              | 509,879               | 9,811                              | –                             | 519,690          |
| Pass                                    | 223,654               | 45,487                             | –                             | 269,141          |
| Weak                                    | 170                   | 879                                | 7,980                         | 9,029            |
| <b>Total home loans</b>                 | <b>733,703</b>        | <b>56,177</b>                      | <b>7,980</b>                  | <b>797,860</b>   |
| <b>Impairment provision</b>             | <b>(936)</b>          | <b>(682)</b>                       | <b>(431)</b>                  | <b>(2,049)</b>   |
| <b>Provisions to credit exposure, %</b> | <b>0.1</b>            | <b>1.2</b>                         | <b>5.4</b>                    | <b>0.3</b>       |
| <b>Consumer finance</b>                 |                       |                                    |                               |                  |
| <b>Credit grade:</b>                    |                       |                                    |                               |                  |
| Investment                              | 19,493                | 1,504                              | –                             | 20,997           |
| Pass                                    | 15,043                | 1,035                              | –                             | 16,078           |
| Weak                                    | 529                   | 935                                | 241                           | 1,705            |
| <b>Total consumer finance</b>           | <b>35,065</b>         | <b>3,474</b>                       | <b>241</b>                    | <b>38,780</b>    |
| <b>Impairment provision</b>             | <b>(396)</b>          | <b>(449)</b>                       | <b>(162)</b>                  | <b>(1,007)</b>   |
| <b>Provisions to credit exposure, %</b> | <b>1.1</b>            | <b>12.9</b>                        | <b>67.2</b>                   | <b>2.6</b>       |
| <b>Business and corporate</b>           |                       |                                    |                               |                  |
| <b>Credit grade:</b>                    |                       |                                    |                               |                  |
| Investment                              | 150,775               | 18,518                             | –                             | 169,293          |
| Pass                                    | 103,571               | 110,813                            | –                             | 214,384          |
| Weak                                    | 85                    | 7,076                              | 2,781                         | 9,942            |
| <b>Total business and corporate</b>     | <b>254,431</b>        | <b>136,407</b>                     | <b>2,781</b>                  | <b>393,619</b>   |
| <b>Impairment provision</b>             | <b>(492)</b>          | <b>(1,905)</b>                     | <b>(924)</b>                  | <b>(3,321)</b>   |
| <b>Provisions to credit exposure, %</b> | <b>0.2</b>            | <b>1.4</b>                         | <b>33.2</b>                   | <b>0.8</b>       |
| <b>Total credit exposures</b>           |                       |                                    |                               |                  |
| <b>Credit grade:</b>                    |                       |                                    |                               |                  |
| Investment                              | 680,147               | 29,833                             | –                             | 709,980          |
| Pass                                    | 342,268               | 157,335                            | –                             | 499,603          |
| Weak                                    | 784                   | 8,890                              | 11,002                        | 20,676           |
| <b>Total credit exposures</b>           | <b>1,023,199</b>      | <b>196,058</b>                     | <b>11,002</b>                 | <b>1,230,259</b> |
| <b>Total impairment provision</b>       | <b>(1,824)</b>        | <b>(3,036)</b>                     | <b>(1,517)</b>                | <b>(6,377)</b>   |
| <b>Provision to credit exposure, %</b>  | <b>0.2</b>            | <b>1.5</b>                         | <b>13.8</b>                   | <b>0.5</b>       |

<sup>1</sup> The assessment of SICR includes the impact of forward looking multiple economic scenarios in addition to adjustments for emerging risk at an industry, geographic location or a particular portfolio segment level, which are calculated by stressing an exposure's internal credit rating grade at the reporting date. This accounts for approximately 58% of Stage 2 credit exposures for the Group as at 30 June 2025

## Notes to the Financial Statements (continued)

### 3.2 Loan impairment expense, provisions for impairment and asset quality (continued)

|   | As at 31 December 2024 <sup>1</sup> |                                    |                               |                  |
|---|-------------------------------------|------------------------------------|-------------------------------|------------------|
|   | Stage 1<br>Performing               | Stage 2 <sup>2</sup><br>Performing | Stage 3<br>Non-<br>performing | Total            |
|   | \$M                                 | \$M                                | \$M                           | \$M              |
| <b>Loans and other receivables</b>  |                                     |                                    |                               |                  |
| <b>Credit grade:</b>  |                                     |                                    |                               |                  |
| Investment  | 505,790                             | 20,102                             | –                             | 525,892          |
| Pass  | 283,224                             | 147,685                            | –                             | 430,909          |
| Weak  | 719                                 | 7,981                              | 9,932                         | 18,632           |
| <b>Gross carrying amount</b>  | <b>789,733</b>                      | <b>175,768</b>                     | <b>9,932</b>                  | <b>975,433</b>   |
| <b>Undrawn credit commitments</b>   |                                     |                                    |                               |                  |
| <b>Credit grade:</b>  |                                     |                                    |                               |                  |
| Investment  | 122,812                             | 9,605                              | –                             | 132,417          |
| Pass  | 43,711                              | 15,666                             | –                             | 59,377           |
| Weak  | 154                                 | 291                                | 109                           | 554              |
| <b>Total undrawn credit commitments</b>                                   | <b>166,677</b>                      | <b>25,562</b>                      | <b>109</b>                    | <b>192,348</b>   |
| <b>Total credit exposures</b>   | <b>956,410</b>                      | <b>201,330</b>                     | <b>10,041</b>                 | <b>1,167,781</b> |
| <b>Impairment provision</b>   | <b>(1,779)</b>                      | <b>(2,782)</b>                     | <b>(1,468)</b>                | <b>(6,029)</b>   |
| <b>Provisions to credit exposure, %</b>                                   | <b>0.2</b>                          | <b>1.4</b>                         | <b>14.6</b>                   | <b>0.5</b>       |
| <b>Financial guarantees and other off balance sheet instruments</b>       |                                     |                                    |                               |                  |
| <b>Credit grade:</b>  |                                     |                                    |                               |                  |
| Investment  | 12,398                              | 1,203                              | –                             | 13,601           |
| Pass  | 4,398                               | 6,192                              | –                             | 10,590           |
| Weak  | 14                                  | 518                                | 140                           | 672              |
| <b>Total financial guarantees and other off balance sheet instruments</b> | <b>16,810</b>                       | <b>7,913</b>                       | <b>140</b>                    | <b>24,863</b>    |
| <b>Impairment provision</b>   | <b>(26)</b>                         | <b>(151)</b>                       | <b>(21)</b>                   | <b>(198)</b>     |
| <b>Provisions to credit exposure, %</b>                                   | <b>0.2</b>                          | <b>1.9</b>                         | <b>15.0</b>                   | <b>0.8</b>       |
| <b>Total credit exposures</b>   |                                     |                                    |                               |                  |
| <b>Credit grade:</b>  |                                     |                                    |                               |                  |
| Investment  | 641,000                             | 30,910                             | –                             | 671,910          |
| Pass  | 331,333                             | 169,543                            | –                             | 500,876          |
| Weak  | 887                                 | 8,790                              | 10,181                        | 19,858           |
| <b>Total credit exposures</b>   | <b>973,220</b>                      | <b>209,243</b>                     | <b>10,181</b>                 | <b>1,192,644</b> |
| <b>Total impairment provision</b>   | <b>(1,805)</b>                      | <b>(2,933)</b>                     | <b>(1,489)</b>                | <b>(6,227)</b>   |
| <b>Provision to credit exposure, %</b>                                    | <b>0.2</b>                          | <b>1.4</b>                         | <b>14.6</b>                   | <b>0.5</b>       |

<sup>1</sup> Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosure-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this document for further details.

<sup>2</sup> The assessment of SICR includes the impact of forward looking multiple economic scenarios in addition to adjustments for emerging risks at an industry, geographic location or particular portfolio segment level, which are calculated by stressing an exposure's internal credit rating grade at the reporting date. This accounts for approximately 60% of Stage 2 exposures as at 31 December 2024.

# Notes to the Financial Statements (continued)

## 3.2 Loan impairment expense, provisions for impairment and asset quality (continued)

|   | As at 31 December 2024 <sup>1</sup> |                                    |                               |                  |
|---|-------------------------------------|------------------------------------|-------------------------------|------------------|
|   | Stage 1<br>Performing               | Stage 2 <sup>2</sup><br>Performing | Stage 3<br>Non-<br>performing | Total            |
|   | \$M                                 | \$M                                | \$M                           | \$M              |
| <b>Home loans</b>                       |                                     |                                    |                               |                  |
| <b>Credit grade:</b>                    |                                     |                                    |                               |                  |
| Investment                              | 477,777                             | 7,555                              | –                             | 485,332          |
| Pass                                    | 235,390                             | 42,140                             | –                             | 277,530          |
| Weak                                    | 163                                 | 840                                | 7,257                         | 8,260            |
| <b>Total home loans</b>                 | <b>713,330</b>                      | <b>50,535</b>                      | <b>7,257</b>                  | <b>771,122</b>   |
| <b>Impairment provision</b>             | <b>(1,030)</b>                      | <b>(598)</b>                       | <b>(441)</b>                  | <b>(2,069)</b>   |
| <b>Provisions to credit exposure, %</b> | <b>0.1</b>                          | <b>1.2</b>                         | <b>6.1</b>                    | <b>0.3</b>       |
| <b>Consumer finance</b>                 |                                     |                                    |                               |                  |
| <b>Credit grade:</b>                    |                                     |                                    |                               |                  |
| Investment                              | 19,566                              | 1,514                              | –                             | 21,080           |
| Pass                                    | 20,571                              | 1,233                              | –                             | 21,804           |
| Weak                                    | 554                                 | 993                                | 217                           | 1,764            |
| <b>Total consumer finance</b>           | <b>40,691</b>                       | <b>3,740</b>                       | <b>217</b>                    | <b>44,648</b>    |
| <b>Impairment provision</b>             | <b>(383)</b>                        | <b>(422)</b>                       | <b>(137)</b>                  | <b>(942)</b>     |
| <b>Provisions to credit exposure, %</b> | <b>0.9</b>                          | <b>11.3</b>                        | <b>63.1</b>                   | <b>2.1</b>       |
| <b>Business and corporate</b>           |                                     |                                    |                               |                  |
| <b>Credit grade:</b>                    |                                     |                                    |                               |                  |
| Investment                              | 143,657                             | 21,841                             | –                             | 165,498          |
| Pass                                    | 75,372                              | 126,170                            | –                             | 201,542          |
| Weak                                    | 170                                 | 6,957                              | 2,707                         | 9,834            |
| <b>Total business and corporate</b>     | <b>219,199</b>                      | <b>154,968</b>                     | <b>2,707</b>                  | <b>376,874</b>   |
| <b>Impairment provision</b>             | <b>(392)</b>                        | <b>(1,913)</b>                     | <b>(911)</b>                  | <b>(3,216)</b>   |
| <b>Provisions to credit exposure, %</b> | <b>0.2</b>                          | <b>1.2</b>                         | <b>33.7</b>                   | <b>0.9</b>       |
| <b>Total credit exposures</b>           |                                     |                                    |                               |                  |
| <b>Credit grade:</b>                    |                                     |                                    |                               |                  |
| Investment                              | 641,000                             | 30,910                             | –                             | 671,910          |
| Pass                                    | 331,333                             | 169,543                            | –                             | 500,876          |
| Weak                                    | 887                                 | 8,790                              | 10,181                        | 19,858           |
| <b>Total credit exposures</b>           | <b>973,220</b>                      | <b>209,243</b>                     | <b>10,181</b>                 | <b>1,192,644</b> |
| <b>Total impairment provision</b>       | <b>(1,805)</b>                      | <b>(2,933)</b>                     | <b>(1,489)</b>                | <b>(6,227)</b>   |
| <b>Provision to credit exposure, %</b>  | <b>0.2</b>                          | <b>1.4</b>                         | <b>14.6</b>                   | <b>0.5</b>       |

1 Comparative information has been restated to conform to presentation in the current period. Refer to "Disclosure-Financial Information Definitions-Basis of Preparation" and Appendix 4.7 of this document for further details.

2 The assessment of SICR includes the impact of forward looking multiple economic scenarios in addition to adjustments for emerging risks at an industry, geographic location or particular portfolio segment level, which are calculated by stressing an exposure's internal credit rating grade at the reporting date. This accounts for approximately 60% of Stage 2 exposures as at 31 December 2024.

# Notes to the Financial Statements (continued)

## 4 Our deposits and funding activities

### OVERVIEW

Stable and well diversified funding sources are critical to the Group's ability to fund its lending and investing activities and support its business growth.

The Group's main sources of funding include customer deposits and term funds raised in domestic and offshore wholesale markets via issuing debt securities and loan capital. The Group also relies on repurchase agreements as a source of short-term wholesale funding. Refer to Note 9.4 of the 2025 Annual Report for the Group's management of liquidity and funding risk.

### 4.1 Deposits and other public borrowings

|   | As at            |                  |                  |
|---|------------------|------------------|------------------|
|   | 31 Dec 25<br>\$M | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M |
| <b>Australia</b>                                    |                  |                  |                  |
| Interest bearing deposits and public borrowings     |                  |                  |                  |
| Certificates of deposit                             | 21,341           | 23,781           | 21,267           |
| Transaction deposits                                | 206,742          | 194,704          | 184,460          |
| Savings deposits                                    | 312,902          | 291,973          | 281,765          |
| Investment deposits                                 | 211,594          | 204,624          | 199,599          |
| Other demand deposits                               | 50               | 33               | 489              |
| Securities sold under agreements to repurchase      | 591              | 47               | 582              |
| Non-interest bearing deposits and public borrowings |                  |                  |                  |
| Transaction deposits                                | 109,282          | 104,810          | 100,962          |
| Other non-interest bearing liabilities              | 1,351            | 1,026            | 1,034            |
| <b>Total Australia</b>                              | <b>863,853</b>   | <b>820,998</b>   | <b>790,158</b>   |
| <b>New Zealand</b>                                  |                  |                  |                  |
| Interest bearing deposits and public borrowings     |                  |                  |                  |
| Certificates of deposit                             | 1,525            | 2,366            | 2,737            |
| Transaction deposits                                | 10,078           | 10,806           | 9,577            |
| Savings deposits                                    | 21,228           | 21,301           | 21,023           |
| Investment deposits                                 | 37,968           | 40,843           | 39,401           |
| Securities sold under agreements to repurchase      | 224              | 328              | 7                |
| Non-interest bearing deposits and public borrowings |                  |                  |                  |
| Transaction deposits                                | 10,367           | 9,729            | 9,368            |
| Other non-interest bearing liabilities              | 115              | 179              | 140              |
| <b>Total New Zealand</b>                            | <b>81,505</b>    | <b>85,552</b>    | <b>82,253</b>    |
| <b>Other overseas</b>                               |                  |                  |                  |
| Interest bearing deposits and public borrowings     |                  |                  |                  |
| Certificates of deposit                             | 17,845           | 14,595           | 16,151           |
| Investment deposits                                 | 8,353            | 9,266            | 8,287            |
| Other demand deposits                               | 93               | 19               | 645              |
| Securities sold under agreements to repurchase      | 10,882           | 7,423            | 4,986            |
| Non-interest bearing deposits and public borrowings |                  |                  |                  |
| Other non-interest bearing liabilities              | 3                | 4                | 22               |
| <b>Total other overseas</b>                         | <b>37,176</b>    | <b>31,307</b>    | <b>30,091</b>    |
| <b>Total deposits and other public borrowings</b>   | <b>982,534</b>   | <b>937,857</b>   | <b>902,502</b>   |

# Notes to the Financial Statements (continued)

## 4.1 Deposits and other public borrowings (continued)

### ACCOUNTING POLICIES

Deposits from customers include certificates of deposit, transaction deposits, savings deposits, investment deposits and other demand deposits. Deposits are initially recognised at their fair value less directly attributable transaction costs. Subsequent to initial recognition, they are measured at amortised cost. Interest incurred is recognised within net interest income using the effective interest method.

Securities sold under repurchase agreements are retained on the Balance Sheet where substantially all the risks and rewards of ownership remain with the Group. A liability for the agreed repurchase amount is recognised within deposits and other public borrowings. Repurchase transactions that are managed on a fair value basis are presented within liabilities at fair value through income statement.

# Notes to the Financial Statements (continued)

## 5 Our capital, equity and reserves

### OVERVIEW

The Group maintains a strong capital position in order to satisfy regulatory capital requirements, provide financial security to its depositors and creditors, and deliver an adequate return to its shareholders. The Group's shareholders' equity includes issued ordinary shares, retained profits and reserves.

This section provides an analysis of the Group's shareholders' equity including changes during the period.

### 5.1 Shareholders' equity

|  | Half Year Ended |               |               |
|--|-----------------|---------------|---------------|
|  | 31 Dec 25       | 30 Jun 25     | 31 Dec 24     |
|  | \$M             | \$M           | \$M           |
| <b>Ordinary share capital</b>                                      |                 |               |               |
| Shares on issue:   |                 |               |               |
| Opening balance  | 33,775          | 33,775        | 33,793        |
| Share buy-backs <sup>1 2</sup>                                     | –               | –             | (18)          |
|  | 33,775          | 33,775        | 33,775        |
| Less treasury shares:  |                 |               |               |
| Opening balance  | (215)           | (189)         | (158)         |
| Purchase of treasury shares <sup>3</sup>                           | (73)            | (31)          | (105)         |
| Sale and vesting of treasury shares <sup>3</sup>                   | 93              | 5             | 74            |
| <b>Total treasury shares</b>                                       | <b>(195)</b>    | <b>(215)</b>  | <b>(189)</b>  |
| <b>Closing balance</b>   | <b>33,580</b>   | <b>33,560</b> | <b>33,586</b> |
| <b>Retained profits</b>  |                 |               |               |
| Opening balance  | 43,974          | 42,578        | 41,600        |
| Actuarial (losses)/gains from defined benefit superannuation plans | (18)            | 71            | 20            |
| Net profit attributable to equity holders of the Bank              | 5,367           | 4,982         | 5,134         |
| <b>Total available for appropriation</b>                           | <b>49,323</b>   | <b>47,631</b> | <b>46,754</b> |
| Transfers from asset revaluation reserve                           | 5               | 7             | –             |
| Transfer from investment securities revaluation reserve            | 42              | 101           | 8             |
| Interim dividend - cash component                                  | –               | (3,083)       | –             |
| Interim dividend - dividend reinvestment plan <sup>4</sup>         | –               | (682)         | –             |
| Final dividend - cash component                                    | (3,708)         | –             | (3,426)       |
| Final dividend - dividend reinvestment plan <sup>4</sup>           | (643)           | –             | (758)         |
| <b>Closing balance</b>   | <b>45,019</b>   | <b>43,974</b> | <b>42,578</b> |

1 On 14 August 2024, the Group announced a 12-month extension of the on-market share buy-back of up to \$1 billion of CBA ordinary shares originally announced on 9 August 2023. During the half year ended 31 December 2024, 118,000 ordinary shares were bought back at an average price of \$151.98 per share (\$18 million). The shares bought back were subsequently cancelled. No shares were bought back during the half year ended 30 June 2025.

2 On 13 August 2025, the Group announced a 12-month extension of the on-market share buy-back of up to \$1 billion of CBA ordinary shares originally announced on 9 August 2023. No shares were bought back during the half year ended 31 December 2025.

3 Relates to the movements in treasury shares held within the employee share scheme plans.

4 The DRP in respect of the final 2024/2025, interim 2024/2025 and final 2023/2024 dividends were satisfied in full through the on-market purchase and transfer of 3,802,106 shares at \$168.60, 4,545,082 shares at \$149.89, 5,335,505 shares at \$141.50, respectively, to participating shareholders

# Notes to the Financial Statements (continued)

## 5.1 Shareholders' equity (continued)

|  | Half Year Ended |               |               |
|--|-----------------|---------------|---------------|
|  | 31 Dec 25       | 30 Jun 25     | 31 Dec 24     |
|  | \$M             | \$M           | \$M           |
| <b>Reserves</b>  |                 |               |               |
| <b>Asset revaluation reserve</b>                                       |                 |               |               |
| Opening balance  | 305             | 292           | 292           |
| Revaluation of properties  | –               | 24            | –             |
| Transfer to retained profits   | (5)             | (7)           | –             |
| Income tax effect  | –               | (4)           | –             |
| <b>Closing balance</b>   | <b>300</b>      | <b>305</b>    | <b>292</b>    |
| <b>Foreign currency translation reserve</b>                            |                 |               |               |
| Opening balance  | 353             | 177           | 123           |
| Currency translation adjustments of foreign operations                 | (892)           | 174           | 33            |
| Currency translation of net investment hedge                           | 2               | 2             | 21            |
| <b>Closing balance</b>   | <b>(537)</b>    | <b>353</b>    | <b>177</b>    |
| <b>Cash flow hedge reserve</b>   |                 |               |               |
| Opening balance  | 1,162           | (590)         | (1,510)       |
| Gains/(losses) on cash flow hedging instruments:                       |                 |               |               |
| Recognised in Other Comprehensive Income                               | (3,311)         | 1,328         | 2,197         |
| Transferred to Income Statement:                                       |                 |               |               |
| Interest income  | 7               | 656           | 1,003         |
| Interest expense   | 118             | (117)         | (707)         |
| Other operating (expense)/income                                       | (64)            | 627           | (1,178)       |
| Income tax effect  | 975             | (742)         | (395)         |
| <b>Closing balance</b>   | <b>(1,113)</b>  | <b>1,162</b>  | <b>(590)</b>  |
| <b>Employee compensation reserve</b>                                   |                 |               |               |
| Opening balance  | 158             | 89            | 117           |
| Current period movement  | (66)            | 69            | (28)          |
| <b>Closing balance</b>   | <b>92</b>       | <b>158</b>    | <b>89</b>     |
| <b>Investment securities revaluation reserve <sup>1</sup></b>          |                 |               |               |
| Opening balance  | (736)           | (868)         | (1,169)       |
| Equity securities:   |                 |               |               |
| Net gain on revaluation of securities held at period end               | 55              | 50            | 794           |
| Net gain/(loss) on revaluation of securities sold during the period    | 24              | 123           | (8)           |
| Transfer to retained profits on sale of securities (net of tax)        | (42)            | (101)         | (8)           |
| Debt securities:   |                 |               |               |
| Net gains/(losses) on revaluation of securities                        | 782             | 12            | (448)         |
| Net losses on securities transferred to Income Statement on sale       | 121             | 81            | 67            |
| Income tax effect  | (313)           | (33)          | (96)          |
| <b>Closing balance</b>   | <b>(109)</b>    | <b>(736)</b>  | <b>(868)</b>  |
| <b>Total reserves</b>  | <b>(1,367)</b>  | <b>1,242</b>  | <b>(900)</b>  |
| <b>Shareholders' equity attributable to equity holders of the Bank</b> | <b>77,232</b>   | <b>78,776</b> | <b>75,264</b> |

<sup>1</sup> Comparative information has been restated to conform to the presentation in the current year.

# Notes to the Financial Statements (continued)

## 5.1 Shareholders' equity (continued)

### ACCOUNTING POLICIES

Shareholders' equity includes ordinary share capital, retained profits and reserves. Policies for each component are set out below.

#### Ordinary share capital

Ordinary shares are recognised at the amount paid up per ordinary share, net of directly attributable issue costs. Where the Bank or entities within the Group purchase shares in the Bank, the consideration paid is deducted from total Shareholders' equity and the shares are treated as treasury shares until they are subsequently sold, reissued or cancelled. Where such shares are sold or reissued, any consideration received is included in shareholders' equity.

#### Retained profits

Retained profits include the accumulated profits for the Group including certain amounts recognised directly in retained profits less dividends paid.

#### Reserves

##### Asset revaluation reserve

The asset revaluation reserve is used to record revaluation adjustments on the Group's property assets. Where an asset is sold or disposed of, any balance in the reserve in relation to the asset is transferred directly to retained profits.

##### Foreign currency translation reserve

Exchange differences arising on translation of the Group's foreign operations and any offsetting gains or losses on hedging the net investment are accumulated in the foreign currency translation reserve. Specifically, assets and liabilities are translated at the prevailing exchange rate at balance sheet date, revenue and expenses are translated at the transaction date, and all resulting exchange differences are recognised in the foreign currency translation reserve.

When a foreign operation is disposed of, exchange differences are reclassified to the Income Statement.

##### Cash flow hedge reserve

The cash flow hedge reserve is used to record fair value gains or losses associated with the effective portion of designated cash flow hedging instruments. Amounts are reclassified to the Income Statement when the hedged items impact profit or loss.

##### Employee compensation reserve

Employee compensation reserve is used to recognise the fair value of shares and other equity instruments issued to employees under the employee share plans and bonus schemes.

##### Investment securities revaluation reserve

Investment securities revaluation reserve includes changes in the fair value of investment securities measured at fair value through other comprehensive income. For debt securities, these changes are reclassified to the Income Statement when the asset is derecognised. For equity securities, these changes are not reclassified to the Income Statement when derecognised.

# Notes to the Financial Statements (continued)

## 6 Fair values

### OVERVIEW

The Group holds a range of financial instruments as a result of its lending, investing and funding activities. Some of the financial instruments are actively traded on stock exchanges or in over-the-counter markets whilst others do not have liquid markets. This section provides information about fair values of the Group's financial instruments including a description of valuation methodologies used, the classification of financial instruments according to liquidity and the observability of inputs used in deriving the fair values.

### 6.1 Disclosures about fair values

Financial assets and financial liabilities are measured on an ongoing basis either at fair value or amortised cost.

#### (a) Fair value information for financial instruments not measured at fair value

The estimated fair values of the Group's financial instruments not measured at fair value are presented below. Fair values of financial assets and liabilities not included in the table below approximate their carrying values.

#### Disclosures about fair value of financial instruments not measured at fair value

|   | 31 Dec 25      |            | 30 Jun 25      |            |
|---|----------------|------------|----------------|------------|
|   | Carrying value | Fair value | Carrying value | Fair value |
|   | \$M            | \$M        | \$M            | \$M        |
| <b>Financial assets</b>                 |                |            |                |            |
| Investment securities at amortised cost | 471            | 472        | 633            | 633        |
| Loans and other receivables             | 1,040,881      | 1,043,083  | 1,007,756      | 1,010,199  |
| <b>Financial liabilities</b>            |                |            |                |            |
| Deposits and other public borrowings    | 982,534        | 982,481    | 937,857        | 937,997    |
| Debt issues                             | 169,499        | 170,211    | 170,509        | 170,801    |
| Loan capital                            | 37,939         | 39,558     | 38,973         | 40,306     |

#### (b) Fair value hierarchy for financial assets and liabilities measured at fair value

The classification in the fair value hierarchy of the Group's financial assets and liabilities measured at fair value is presented in the table below. An explanation of how fair values are calculated and the levels in the fair value hierarchy are included in the accounting policy within this note.

|  | Fair value as at 31 December 2025 |                |                |                | Fair value as at 30 June 2025 |                |                |                |
|--|-----------------------------------|----------------|----------------|----------------|-------------------------------|----------------|----------------|----------------|
|  | Level 1<br>\$M                    | Level 2<br>\$M | Level 3<br>\$M | Total<br>\$M   | Level 1<br>\$M                | Level 2<br>\$M | Level 3<br>\$M | Total<br>\$M   |
| <b>Financial assets measured at fair value on a recurring basis</b>      |                                   |                |                |                |                               |                |                |                |
| Assets at fair value through income statement:                           |                                   |                |                |                |                               |                |                |                |
| Trading  | 35,370                            | 12,001         | 3              | 47,374         | 27,827                        | 10,621         | 5              | 38,453         |
| Other  | –                                 | 69,483         | 819            | 70,302         | –                             | 57,278         | 639            | 57,917         |
| Derivative assets  | 193                               | 19,378         | 102            | 19,673         | –                             | 24,630         | 89             | 24,719         |
| Investment securities at fair value through other comprehensive income   | 97,915                            | 16,564         | 736            | 115,215        | 89,574                        | 16,029         | 1,415          | 107,018        |
| <b>Total financial assets measured at fair value</b>                     | <b>133,478</b>                    | <b>117,426</b> | <b>1,660</b>   | <b>252,564</b> | <b>117,401</b>                | <b>108,558</b> | <b>2,148</b>   | <b>228,107</b> |
| <b>Financial liabilities measured at fair value on a recurring basis</b> |                                   |                |                |                |                               |                |                |                |
| Liabilities at fair value through income statement                       | 6,430                             | 60,132         | –              | 66,562         | 7,751                         | 42,091         | –              | 49,842         |
| Derivative liabilities   | 135                               | 22,305         | 37             | 22,477         | 166                           | 24,956         | 24             | 25,146         |
| <b>Total financial liabilities measured at fair value</b>                | <b>6,565</b>                      | <b>82,437</b>  | <b>37</b>      | <b>89,039</b>  | <b>7,917</b>                  | <b>67,047</b>  | <b>24</b>      | <b>74,988</b>  |

# Notes to the Financial Statements (continued)

## 6.1 Disclosures about fair values (continued)

### (c) Analysis of movements between fair value hierarchy levels

The table below summarises movements in Level 3 balances during the half year. Transfers in and out of Level 3 were due to changes in the observability of inputs.

#### Level 3 movement analysis for the half year ended 31 December 2025

|  | Derivative<br>assets | Investment<br>securities at<br>fair value<br>through OCI | Assets at<br>fair value<br>through<br>income<br>statement | Derivative<br>liabilities |
|--|----------------------|--|---|---------------------------|
|  | \$M                  | \$M  | \$M   | \$M                       |
| <b>As at 30 June 2025</b>  | 89                   | 1,415  | 644   | (24)                      |
| Purchases  | 53                   | 3  | 521   | (9)                       |
| Sales/settlements  | (34)                 | –  | (370)   | 20                        |
| Gains/(losses) in the period:  |                      |  |   |                           |
| Recognised in the Income Statement   | (2)                  | –  | 27  | (24)                      |
| Recognised in the Statement of Comprehensive Income  | (4)                  | 266  | –   | –                         |
| Transfers in   | –                    | –  | –   | –                         |
| Transfers out <sup>1</sup>   | –                    | (948)  | –   | –                         |
| <b>As at 31 December 2025</b>  | <b>102</b>           | <b>736</b>   | <b>822</b>  | <b>(37)</b>               |
| <b>Gains/(losses) recognised in the Income Statement for financial instruments held as at 31 December 2025</b> | 12                   | –  | 27  | (25)                      |

<sup>1</sup> Includes \$948 million in relation to the Group's investment in Klarna Group plc, that has been reclassified from Level 3 to Level 1 following an initial public offering.

## ACCOUNTING POLICIES

### Valuation

Fair value is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. On initial recognition, the transaction price generally represents the fair value of the financial instrument, unless there is observable information from an active market that provides a more appropriate fair value.

The fair value for financial instruments traded in active markets at the reporting date is based on their quoted market price or dealer price quotations, without any deduction for transaction costs. Assets and long positions are measured at a quoted bid price, liabilities and short positions are measured at a quoted asking price. Where the Group has positions with offsetting market risks, mid-market prices are used to measure the offsetting risk positions and a quoted bid or asking price adjustment is applied only to the net open position as appropriate.

Non-market quoted financial instruments are mostly valued using valuation techniques based on observable inputs except where observable market data is unavailable. Where market data is unavailable the financial instrument is initially recognised at the transaction price, which is generally the best indicator of fair value. This may differ from the value obtained from the valuation model. The timing of the recognition in the Income Statement of this initial difference in fair value depends on the individual facts and circumstances of each transaction but is never later than when the market data becomes observable. The difference may be either amortised over the life of the transaction, recognised when the inputs become observable or on derecognition of the instrument, as appropriate.

The fair value of over-the-counter (OTC) derivatives includes credit valuation adjustments (CVA) for derivative assets to reflect the credit worthiness of the counterparty. Fair value of uncollateralised derivative assets and uncollateralised derivative liabilities incorporate funding valuation adjustments (FVA) to reflect funding costs and benefits to the Group. These adjustments are applied after considering any relevant collateral or master netting arrangements

# Notes to the Financial Statements (continued)

## 6.1 Disclosures about fair values (continued)

### ACCOUNTING POLICIES (continued)

#### Fair value hierarchy

The Group utilises various valuation techniques and applies a hierarchy for valuation inputs that maximise the use of observable market data, if available.

Under AASB 13 *Fair Value Measurement* all financial and non-financial assets and liabilities measured or disclosed at fair value are categorised into one of the following three fair value hierarchy levels:

#### Quoted prices in active markets – Level 1

This category includes assets and liabilities for which the valuation is determined by reference to unadjusted quoted prices for identical assets or liabilities in active markets where the quoted price is readily available, and the price represents actual and regularly occurring market transactions on an arm's length basis. An active market is one in which transactions occur with sufficient volume and frequency to provide pricing information on an ongoing basis.

Financial instruments included in this category are liquid government bonds, listed equities and exchange traded derivatives.

#### Valuation technique using observable inputs – Level 2

This category includes assets and liabilities that have been valued using inputs other than quoted prices as described for Level 1, but which are observable for the asset or liability, either directly or indirectly. The valuation techniques include the use of discounted cash flow analysis, option pricing models and other market accepted valuation models.

Financial instruments included in this category are financial institution and corporate bonds, certificates of deposit, bank bills, commercial papers, mortgage-backed securities and OTC derivatives including interest rate swaps, cross currency swaps and FX options.

#### Valuation technique using significant unobservable inputs – Level 3

This category includes assets and liabilities where the valuation incorporates significant inputs that are not based on observable market data (unobservable inputs). Unobservable inputs are those not readily available in an active market due to market illiquidity or complexity of the product. These inputs are generally derived and extrapolated from observable inputs to match the risk profile of the financial instrument, and are calibrated against current market assumptions, historic transactions and economic models, where available. These inputs may include the timing and amount of future cash flows, rates of estimated credit losses, discount rates and volatility. Financial instruments within this category for the Group include certain exotic OTC derivatives and unlisted equity instruments.

As at 30 June 2025, the Group held an unlisted equity investment in Klarna Group plc (Klarna) measured on a recurring basis at fair value through other comprehensive income of \$956 million (31 December 2024: \$998 million). The valuation of the investment was previously based on a methodology which considered revenue multiples of market listed comparable companies as well as any recent market transactions. Comparable listed companies were included based on industry, size, development stage and/or strategy. A revenue multiple was derived for each comparable company identified and then discounted for considerations such as illiquidity. The Group used 5.3x and 5.9x adjusted revenue multiples in its valuations of Klarna as at 30 June 2025 and 31 December 2024, respectively. Klarna completed its initial public offering (IPO) on the New York Stock Exchange in September 2025. Post the IPO, the Group has used Klarna's listed share price to value its investment. Accordingly, the investment has been reclassified from Level 3 to Level 1 during the half year ended 31 December 2025.

#### Critical accounting judgements and estimates

Valuation techniques are used to estimate the fair value of securities. When using valuation techniques the Group makes maximum use of market inputs and relies as little as possible on entity specific inputs. It incorporates all factors that the Group believes market participants would consider in setting a price and is consistent with accepted economic methodologies for pricing financial instruments. Data inputs that the Group relies upon when valuing financial instruments relate to counterparty credit risk, volatility, correlation and extrapolation.

Periodically, the Group calibrates its valuation techniques and tests them for validity using prices from any observable current market transaction in the same instruments (i.e. without modification or repackaging) and any other available observable market data.

# Notes to the Financial Statements (continued)

## 7 Other information

### 7.1 Contingent liabilities, contingent assets and commitments arising from the banking business

Details of contingent liabilities and off balance sheet instruments are presented below and in Note 7.2, in relation to litigation, investigations and reviews. The amount represents the maximum amount that could be lost if the counterparty fails to meet its financial obligations. The credit commitments shown in the table below also constitute contingent assets. These commitments would be classified as loans and other assets in the Balance Sheet should they be drawn upon by the customer.

| <b>Credit risk related instruments</b>                       | <b>31 Dec 25</b> | <b>30 Jun 25</b> |
|--|------------------|------------------|
|  | <b>\$M</b>       | <b>\$M</b>       |
| Commitments to provide credit                                | <b>216,833</b>   | 207,278          |
| Performance related contingencies                            | <b>16,664</b>    | 15,993           |
| Financial guarantees and other off balance sheet instruments | <b>6,023</b>     | 6,803            |
| <b>Total credit risk related instruments</b>                 | <b>239,520</b>   | 230,074          |

#### ACCOUNTING POLICIES

The types of instruments included in this category are:

- **Commitments to provide credit** include obligations on the part of the Group to provide credit facilities against which clients can borrow money under defined terms and conditions. Such loan commitments are made either for a fixed period, or are cancellable by the Group subject to notice conditions. As facilities may expire without being drawn upon, the notional amounts do not necessarily reflect future cash requirements. Loan commitments must be measured with reference to expected credit losses required to be recognised. In the case of undrawn loan commitments, the inherent credit risk is managed and monitored by the Group together with the drawn component as a single credit exposure. The exposure at default on the entire facility is used to calculate the cumulative expected credit losses;
- **Performance related contingencies** are undertakings that oblige the Group to pay third parties should a customer fail to fulfil a contractual non-monetary obligation; and
- **Financial guarantees** are unconditional undertakings given to support the obligations of a customer to third parties. They include documentary letters of credit which are undertakings by the Group to pay or accept drafts drawn by a supplier of goods against presentation of documents in the event of payment default by a customer. Financial guarantees are recognised within other liabilities and are initially measured at their fair value, equal to the premium received. Subsequent to initial recognition, the Group's liability under each guarantee is measured at the higher of the amount initially recognised less cumulative amortisation recognised in the Income Statement and the expected credit losses. Any increase in the liability relating to financial guarantees is recorded in the Income Statement. The premium received is recognised in the Income Statement in other operating income on a straight-line basis over the life of the guarantee.

The details of the Group's accounting policies and critical judgements and estimates involved in calculating impairment provisions are provided in Note 3.2.

#### Other contingent liabilities

##### Clearing and settlement obligations

The Group is subject to the rules governing clearing and settlement activities under which loss sharing arrangements may arise. This includes the requirements of central clearing houses where the Group has made contributions to a default fund. In the event of a default of another clearing member, the Group could be required to make additional default fund contributions.

## 7.2 Customer remediation, litigation, investigations and reviews, other matters

### Customer remediation

Provisions for customer remediation require significant levels of estimation and judgement. The amount raised depends on a number of different assumptions, such as the number of potentially impacted customers, the number of years impacted, the forecast refund rate and the average cost per case. The Group is committed to comprehensively and efficiently addressing the full range of remediation issues impacting customers of the Banking and former Wealth Management businesses. Significant resources have been committed to a comprehensive program of work, to undertake remediation and so that issues are identified and addressed.

As at 31 December 2025, the provision held by the Group in relation to Banking customer remediation programs was \$457 million (30 June 2025: \$301 million; 31 December 2024: \$177 million). The provision includes an estimate of customer refunds (including interest) in relation to remediation of certain fees, interest and charges relating to business and retail banking products and services, as well as remediation of aspects of CBA's historical treatment of customer loss resulting from some types of unauthorised transactions, including certain specific scenarios involving remote access scams.

As at 30 June 2025 and 31 December 2024, the Group held \$16 million and \$35 million of provisions in relation to Aligned Advice remediation, respectively. The provision was utilised during the half year ended 31 December 2025.

### Litigation, investigations and reviews

The Group is party to a number of legal proceedings, and the subject of various investigations and reviews. Provisions have been raised in accordance with the principles outlined in the accounting policies section of this note. Disclosures about provisions raised in relation to specific matters are not provided where such information is expected to seriously prejudice the position of the Group.

#### Risk context

The Group is subject to a range of financial, non-financial and strategic risks which are described in Note 9.1 to the Financial Statements for the year ended 30 June 2025. The matters disclosed in this note are influenced by several of those risks, including:

- operational risk, being the risk of losses from inadequate or failed internal processes, systems and people or from external events, which extends to data management risk and fraud and scams risk (external and internal); and
- compliance risk, being the risk of legal or regulatory sanctions, material financial loss, or loss of reputation that the Group may incur as a result of its failure to comply with its obligations and which extends to a failure to comply with laws, regulations, rules, licence conditions, and statements of regulatory policy, including with respect to privacy and financial crime.

The outcomes and total costs associated with the matters disclosed in this note, collectively, remain uncertain and may be materially affected by these and other risks.

#### Litigation

The main litigated claims against the Group as at 31 December 2025 are summarised below.

##### Shareholder class actions

In October 2017 and June 2018, two separate shareholder class action proceedings were filed against CBA in the Federal Court of Australia, alleging breaches of CBA's continuous disclosure obligations and misleading and deceptive conduct in relation to the subject matter of the civil penalty proceedings brought against CBA by the Australian Transaction Reports and Analysis Centre (AUSTRAC). The AUSTRAC proceedings concerned contraventions of the *Anti-Money Laundering and Counter-Terrorism Financing Act 2006* (Cth) (AML/CTF Act). The resolution of the AUSTRAC civil penalty proceedings was approved by the Federal Court of Australia on 20 June 2018 with CBA paying a penalty of \$700 million and legal costs.

It was alleged in the class actions that CBA shareholders who acquired an interest in CBA shares between 16 June 2014 and 3 August 2017 suffered losses as a result of the alleged conduct. On 10 May 2024, the Federal Court of Australia handed down judgment in CBA's favour and on 28 May 2024 orders were made dismissing both class actions. The applicants appealed the Federal Court of Australia's decision to the Full Court of the Federal Court of Australia and CBA defended the appeals. The Full Court made final orders on 4 September 2025 partially allowing the appeals, declaring that CBA had breached its continuous disclosure obligations on or about 24 April 2017, but dismissing the applicants' individual claims. The proceedings were remitted to a single judge of the Federal Court of Australia for case management of any additional claims group members may wish to raise which do not depend on alleged inflation of CBA's share price during the period 24 April 2017 to 3 August 2017. On 13 February 2026, the High Court of Australia granted the applicants special leave to appeal from the judgment of the Full Court. CBA is defending the appeals. It is currently not possible to determine the ultimate impact of these claims, if any, on the Group.

##### Superannuation class actions

There are two current class actions against the Group in relation to superannuation products.

The first class action was filed on 9 October 2018 against Colonial First State Investments Limited (CFSIL) and CBA in the Federal Court of Australia. The claim initially related to investment in cash and deposit options (which are cash and deposit products provided by CBA) in the Colonial First State FirstChoice Superannuation Trust (FirstChoice Fund) and Commonwealth Essential Super and later expanded to join Avanteos Investments Limited (AIL) as a party in respect of claims regarding the FirstWrap Pooled Cash Account. The main claims are that members who invested in these cash and deposit options received lower interest rates than they could have received had CFSIL/AIL offered similar products made available in the market by another bank with comparable risk and that CFSIL/AIL retained the margin that arose, through the internal transfer pricing process in respect of deposits made with CBA, for their own benefit. It is claimed CFSIL/AIL breached their duties as a trustee of the funds, CFSIL breached its duties as a Responsible Entity of the underlying managed investment schemes and that CBA was involved in CFSIL/AIL's breaches. CBA, CFSIL and AIL deny the allegations and are defending the proceedings. The Court has ordered that a mediation take place by 26 June 2026 and has listed the matter for trial commencing 9 November 2026.

## 7.2 Customer remediation, litigation, investigations and reviews, other matters (continued)

The second class action was filed on 22 January 2020 against CFSIL and The Colonial Mutual Life Assurance Society Limited (CMLA) in the Federal Court of Australia. On 22 October 2021, AIA Australia Limited (AIAA), which from 1 April 2021 was liable for and assumed certain liabilities of CMLA under a life insurance scheme pursuant to Part 9 of the *Life Insurance Act 1995* (Cth) (Part 9 Scheme), was joined as a third respondent to the class action. The class action alleges that CFSIL did not act in the best interests of members and breached its trustee duties when taking out group insurance policies obtained from CMLA. The key allegation is that CFSIL entered into and maintained insurance policies with CMLA on terms that were less favourable to members than would have reasonably been available in the market. It is alleged that CMLA was knowingly involved in CFSIL's contraventions as trustee and profited from those contraventions. In September 2025, the parties reached an in-principle settlement to resolve the class action for \$140 million, with no admission of liability. The settlement is subject to Court approval. An approval hearing has been listed for 25 March 2026.

On 1 December 2021, the Group completed the sale of a 55% interest in Colonial First State (CFS) (including CFSIL and AIL) to KKR. CBA has assumed carriage of the superannuation class actions proceedings on CFSIL's and AIL's behalf subject to the terms of a conduct indemnity deed between CBA, CFSIL and AIL. The Group has provided for certain legal and other costs associated with its obligations under the indemnity deed, including the agreed settlement amount.

### Advice class actions

On 21 August 2020, a class action was filed in the Federal Court of Australia against Commonwealth Financial Planning Limited (CFP), Financial Wisdom Limited (FWL) and CMLA. The claim relates to certain CMLA life insurance policies recommended during the period 21 August 2014 to 21 August 2020 by financial advisers appointed by CFP and FWL. On 16 November 2021, AIAA (which from 1 April 2021 was liable for and assumed certain liabilities of CMLA under the Part 9 Scheme) was joined as a fourth respondent to the class action. The key allegations include that CFP and FWL or their financial advisers breached their fiduciary duties to their clients, breached their duty to act in the best interest of their clients, and had prioritised their own interests (and the interests of CFP, FWL and CMLA) over the interests of their clients, in recommending certain CMLA life insurance policies in preference to substantially equivalent or better policies available at lower premiums from third party insurers. It is also alleged that CMLA knew the material facts giving rise to the breaches of fiduciary duty. In November 2025, the parties reached an in-principle settlement to resolve the class action for \$22.5 million, with no admission of liability. The settlement is subject to Court approval. An approval hearing date has not yet been set. The Group has provided for the legal costs associated with this claim and the agreed settlement amount.

On 24 August 2020, a class action was commenced against Count Financial Limited (Count Financial) in the Federal Court of Australia. The proceeding relates to commissions paid to Count Financial and its financial advisers in respect of financial products (including insurance) and certain obligations of its financial advisers to provide ongoing advice in the period 21 August 2014 to 21 August 2020. The claim also includes allegations (related to the receipt of commissions) that Count Financial engaged in misleading or deceptive conduct, and that Count Financial and its authorised representatives breached fiduciary duties owed to the applicant and group members. The claim sought compensation and damages from Count Financial, including any profits resulting from the alleged contraventions. A pre-trial mediation did not resolve the class action and the matter proceeded to a 3 week initial trial in March 2024. On 27 May 2025, judgment was handed down dismissing the class action, with an order for legal costs in favour of Count Financial. An appeal by the applicant to the Full Court of the Federal Court of Australia was filed on 24 June 2025. The appeal is listed to be heard over two days from 26 March 2026.

Count Financial was a wholly owned subsidiary of CBA until 1 October 2019, when it was acquired by Count Limited. CBA has assumed the conduct of the defence in this matter on Count Financial's behalf. Count Financial denies the allegations made against it and will defend the appeal proceedings. The Group has provided for certain legal and other costs associated with any indemnity obligations.

### ASB class action

Proceedings were served on CBA subsidiary ASB Bank Limited (ASB) on 29 September 2021 by plaintiffs seeking to bring representative (class action) proceedings against ASB in the High Court of New Zealand. The proceedings relate to ASB's compliance with parts of the *Credit Contracts and Consumer Finance Act 2003* (NZ) (CCCFA) which requires a variation disclosure to be issued when customers and ASB make agreed changes to loan agreements captured under the CCCFA. A settlement was reached between the parties, with ASB agreeing to pay NZ\$135.6 million. In agreeing to resolve the litigation, ASB makes no admission of liability. The settlement was approved by the High Court of New Zealand on 14 January 2026. The Group has provided for the agreed settlement amount.

### Regulatory enforcement proceedings

#### ASB FMA proceedings

On 7 October 2024, the New Zealand Financial Markets Authority (FMA) commenced civil proceedings in the High Court of New Zealand alleging ASB made false and misleading representations in contravention of section 22 of the *Financial Markets Conduct Act 2013* (NZ) in respect of two matters. The first matter relates to multi-policy discounts that were not applied to some insurance policies underwritten by IAG New Zealand Limited. The second matter relates to FastNet Business fees that were incorrectly charged to some customers.

The FMA alleges between April 2014 (when the relevant legislation came into force) and May 2022 a total of 23,062 customers were affected by the multi-policy discount issue and 2,435 customers were affected by the FastNet Business fees issue.

The issues were self-reported to the FMA. ASB has completed remediation of both matters. The Group has provided for costs associated with these matters.

## 7.2 Customer remediation, litigation, investigations and reviews, other matters (continued)

### **ASB RBNZ AML/CFT proceedings**

Following an investigation, on 12 December 2025, the Reserve Bank of New Zealand (RBNZ) filed civil proceedings in the High Court of New Zealand against ASB alleging breaches of the *Anti-Money Laundering and Countering Financing of Terrorism Act 2009* (NZ) (AML/CFT Act) from at least December 2019.

ASB's non-compliance relates to its failures to establish, implement, or maintain an AML/CFT programme that complied in all respects with the requirements of the AML/CFT Act, adequately conduct ongoing customer due diligence, report suspicious activities within the timeframe provided in the AML/CFT Act, conduct enhanced customer due diligence, and terminate business relationships as required by the AML/CFT Act.

ASB has admitted liability for all alleged causes of action, and the RBNZ and ASB have agreed to jointly recommend to the Court that a penalty of NZ\$6.7 million is appropriate. The final penalty will be determined by the Court. This matter will be heard in the High Court on 9 March 2026. The Group has provided for the proposed penalty.

### **ACCC Consumer Data Right**

On 11 November 2025, the ACCC issued CBA with four infringement notices for alleged breaches of the *Competition and Consumer (Consumer Data Right) Rules 2020* (Cth). CBA has paid a total penalty of \$792,000. The ACCC and CBA have also agreed an administrative resolution under which CBA will undertake a remediation program for certain impacted customers and accredited data recipients.

### **Ongoing regulatory investigations, reviews and remediation**

Both in Australia and offshore, the financial services industry is subject to evolving regulatory environments and heightened levels of regulatory reviews and investigations.

There are also a range of ongoing matters where domestic or foreign regulators or other bodies are investigating whether CBA, ASB or another Group entity has breached legal, regulatory or other obligations. There has been a recent increase in the number of matters on which the Group has engaged with regulators (including an increase in investigations and reviews). For the Group (excluding ASB), the scope of regulatory investigations and reviews relates or has related in recent years to matters including fee (or other) disclosure obligations, service obligations to (or expectations of) customers, responsible lending practices, customer remediation, securities market participation, design and distribution obligations, interest and fees and the entitlement to charge them, regulatory reporting and scams. For ASB, the scope of regulatory investigations and reviews relates or has related in recent years to matters including anti-money laundering and counter financing of terrorism obligations, responsible lending practices, disclosure obligations, interest and fees and the entitlement to charge them, customer remediations, competition and fair dealing obligations. Where a breach has occurred or obligations have not been met by a Group entity, regulators or other bodies may commence civil or criminal proceedings, impose, or apply to a Court for, fines and/or other sanctions, or may require remediation or may exercise other regulatory powers. These matters include investigations of a number of issues which were notified to, or identified by, regulators or other bodies.

The Group undertakes ongoing compliance activities, including regulatory engagement, breach reporting, and customer remediations. The Group also conducts reviews of products, conduct, services and disclosures provided to customers (including interest, fees and premiums charged), as well as scams, fraud and financial crime matters. Some of these activities have resulted in remediation programs and, where required, the Group consults with the relevant regulator and other bodies on the proposed remediation action.

While the Group regularly monitors and tests controls, there is also a risk of undetected failures of internal controls, or the ineffective remediation of compliance issues which could lead to breaches and may result in potential penalties.

Provisions have been recognised by the Group where the criteria outlined in the accounting policies section of this note are satisfied. Contingent liabilities exist with respect to these matters where it is not possible to determine the extent of any obligation to remediate or the potential liability cannot be reliably estimated.

In addition to regulatory investigations, enforcement actions, fines and other financial penalties, there may also be financial exposure to claims by customers, third parties, and/or shareholders. This could include further class actions, customer remediation, claims for compensation or other remedies. The outcomes and total costs associated with such matters, and possible claims, collectively, remain uncertain.

### **Financial crime, fraud and scams**

The Group is exposed to risks of fraud, scams and financial crime through its interactions with customers, service providers, internal actors and other external parties. These risks may expose the Group to financial loss, customer remediation, reputational damage, regulatory action and litigation.

The Group continues to invest in people, systems, processes and controls to respond to a rapidly evolving operating environment. This includes responding to ongoing legislative reforms and other risks such as the increasingly sophisticated use of technology by criminals targeting the financial system to perpetrate scams, fraud, and cyberattacks.

The Group plays a crucial role in mitigating the impact of financial crime and it continues to make significant investment in its financial crime disruption capabilities (including in relation to anti-money laundering and counter-terrorism financing (AML/CTF), sanctions, anti-bribery and corruption and anti-tax evasion facilitation) delivered by a range of risk, compliance, operations, technology and business teams.

The Group also continues to undertake activities to improve financial crime related processes and controls, including in relation to data completeness and accuracy, transaction monitoring coverage, customer risk assessment, and the quality and timeliness of ongoing customer due diligence.

## 7.2 Customer remediation, litigation, investigations and reviews, other matters (continued)

As noted above, in 2018 the Group resolved the AUSTRAC proceedings against CBA relating to contraventions of the AML/CTF Act and, in December 2025, the RBNZ commenced proceedings against ASB alleging breaches of the AML/CTF Act. CBA and ASB continue to address the underlying causes of their respective AML/CTF law failings that resulted in AUSTRAC and the RBNZ commencing their respective proceedings.

The Group also continues to review and remediate a number of known AML/CTF compliance issues. As this work progresses, further compliance issues have been and may continue to be identified and reported to AUSTRAC or other regulators, who may also investigate certain matters, and additional enhancements of systems and processes may be required.

The Group provides updates to AUSTRAC and other domestic and foreign regulators on its AML/CTF program and other financial crime compliance capabilities, related enhancements and remediation activities.

However, there is no assurance that AUSTRAC or other regulators will agree the Group's enhancements to its financial crime compliance capabilities, including through multi-year enhancements, are adequate or will effectively enhance the Group's financial crime compliance programs across its business units and the jurisdictions in which it operates. There is also a risk of undetected failures of internal controls, or the ineffective remediation of compliance issues which could lead to breaches of AML/CTF laws, sanctions, anti-bribery and corruption, or anti-tax evasion facilitation obligations, and result in potentially significant monetary and regulatory penalties.

Significant reforms to Australia's AML/CTF laws have been introduced under the *Anti-Money Laundering and Counter-Terrorism Financing Amendment Act 2024* (Cth), resulting in changes to legal requirements including those relating to AML/CTF programs, risk assessments, customer due diligence, reporting of suspicious matters, threshold transaction reports and value transfers (currently known as international funds transfer instructions). A substantial number of new requirements commence on March 31, 2026, including provisions that will apply to CBA and its subsidiaries, including in relation to designated services provided offshore. Given the scale and complexity of these reforms, the Group will not be compliant with all new requirements by March 31, 2026. AUSTRAC acknowledged there are industry-wide compliance challenges given the timeframe to comply and the complexity of the reforms, and has published its regulatory expectations noting that entities should have a documented implementation plan where they are unable to meet new or changed obligations within the required timeframes. AUSTRAC has indicated that it expects reporting entities to show sustained effort and reasonable progress against an implementation plan and that money laundering and terrorism financing risks are being effectively managed. The Australian Government has also stated its intention to adopt transitional rules to allow additional periods of time for reporting entities to comply with some of the new obligations (Transitional rules). It is not yet known when the Transitional rules will be finalised. The Group is developing and implementing a large-scale implementation plan across multiple years to seek to achieve compliance with these reforms. The Group continues to engage with AUSTRAC on the reforms. Risks associated with the reforms include that the Group's implementation plan (in whole or in part) may not align with AUSTRAC's expectations and the foreshadowed transitional rules, including with regard to timeframes, that implementation of the Group's implementation plan may be delayed or not achieve the intended compliance outcomes, and that the Group may be subject to regulatory scrutiny or enforcement action and penalties in relation to inadequate compliance with the amended AML/CTF laws. A failure to adequately update the Group's systems and processes to address the evolving complexity of financial crime risk could result in breach of financial crime laws, including AML/CTF laws, which may result in substantial financial penalties, reputational damage or materially adversely impact the Group.

Except for the RBNZ proceedings against ASB disclosed in this note, the Group is not currently aware of any enforcement proceeding commenced by any domestic or foreign regulators in respect of its financial crime compliance. As the Group regularly engages with such regulators, including in respect of compliance issues, there can be no assurance that the Group will not be subject to further enforcement proceedings in the future.

### **CommSec Compliance Program**

As part of the proceedings ASIC commenced against Commonwealth Securities Limited (CommSec) in October 2022, the Federal Court of Australia ordered CommSec to undertake a compliance program. As required by the program, CommSec appointed an independent expert to review the adequacy and effectiveness of its remediation of the issues in the proceedings and their root causes, as well as the adequacy of its systems and controls. The independent expert prepared an initial report and CommSec agreed a remedial action plan with ASIC to address the recommendations made in the report. CommSec completed implementation of the actions in the remedial action plan in April 2025. Following the independent expert's review of that implementation, and release of a final report, CommSec agreed a further remedial action plan with ASIC, and is in the process of implementing it.

### **Enforceable Undertaking (EU) to the Australian Communications and Media Authority (ACMA)**

In connection with breaches of certain provisions of the *Spam Act 2003* (Cth) (Spam Act), CBA paid the ACMA a penalty of \$3.55 million and, on 2 June 2023, entered into an EU with the ACMA. Following a subsequent investigation by the ACMA, which was commenced in January 2024, CBA has paid the ACMA an additional penalty of \$7.5 million in connection with other breaches of the Spam Act relating to the way in which CBA classified certain electronic messages for the purposes of the Spam Act. CBA fully cooperated with the ACMA's investigation and the EU with the ACMA was amended on 3 October 2024. As required by the amended EU, CBA has appointed an independent expert to review its current procedures, policies, training and systems relating to CBA's compliance with the Spam Act. CBA is committed to implementing the independent expert's recommendations, providing ongoing compliance reports to the ACMA, and training relevant personnel.

### **Other matters**

#### **Exposures to divested businesses**

The Group has potential exposures to divested businesses, including through the provision of services, warranties and indemnities. These exposures may have an adverse impact on the Group's financial performance and position. The Group has recognised provisions where payments in relation to the exposures are probable and reliably measurable.

## **ACCOUNTING POLICIES**

Provisions are recognised for present obligations arising from past events where a payment to settle the obligation is probable and can be reliably estimated. Where the effect of the time value of money is material, the amount of the provision is measured as the present value of expenditures required to settle the obligation, based on a market observable rate. Where a payment to settle an obligation is not probable or cannot be reliably estimated, no provision is recognised. Such obligations are disclosed as contingent liabilities.

# Notes to the Financial Statements (continued)

## 7.3 Business divestments and assets held for sale

The Group continues to deliver on its strategic priority to create simpler, better foundations through divestments of non-core businesses. A summary of divestments entered into and completed during the half years ended 31 December 2025, 30 June 2025 and 31 December 2024 are set out below.

### Bank of Hangzhou

On 24 January 2025, the Group announced that it entered into a binding agreement to sell its remaining 5.45% shareholding in Bank of Hangzhou (HZB) to New China Life Insurance Co., Ltd (NCL), a Beijing headquartered life insurance company dual listed on the Shanghai Stock Exchange and the Hong Kong Stock Exchange. The completion of the sale was announced on 10 June 2025, resulting in a total post-tax loss of \$156 million.

### Vietnam International Commercial Joint Stock Bank

On 5 March 2025, the Group announced that it completed the sale of its remaining 4.4% shareholding in Vietnam International Commercial Joint Stock Bank via the Ho Chi Minh Stock Exchange. The Group recognised a post-tax gain of \$39 million on the sale of its investment, including a post-tax gain of \$43 million on the partial sale and reclassification of the holding from an investment in associate to an investment measured at fair value through other comprehensive income.

### Balance Sheet

As at 31 December 2024, the Group held certain structured asset finance leases and properties amounting to \$687 million which were classified as held for sale. The Group completed the sales of these assets during the year ended 30 June 2025.

### ACCOUNTING POLICIES

Non-current assets (including disposal groups) are classified as held for sale if they will be recovered primarily through sale rather than through continuing use. Non-current assets which are to be abandoned, or businesses which are to be closed, are not classified as held for sale, since the carrying amount will be recovered principally through continuing use. A discontinued operation is a component of an entity that has been sold, or classified as held for sale, and represents a separate major line of business or geographical area of operations, is part of a single coordinated plan to dispose of a separate major line of business or geographical area of operations, or is a subsidiary acquired exclusively with a view to resale.

# Notes to the Financial Statements (continued)

## 7.4 Subsequent events

The Directors have determined a fully franked interim dividend of 235 cents per share amounting to \$3,933 million.

### Dividend Reinvestment Plan (DRP)

The Bank expects the DRP for the interim dividend for the half year ended 31 December 2025 will be satisfied in full by an on-market purchase of shares of approximately \$580 million based on historical DRP participation rate.

# Directors' Declaration

**The Directors of the Commonwealth Bank of Australia declare that:**

In the opinion of the Directors, the consolidated financial statements and notes for the half year ended on 31 December 2025, as set out on pages 77 - 121, are in accordance with the *Corporations Act 2001* (Cth), including:

- i. complying with the Australian Accounting Standards and any further requirements in the *Corporations Regulations 2001*; and
- ii. giving a true and fair view of the Group's financial position as at 31 December 2025 and its performance for the six months ended 31 December 2025;

In the opinion of the Directors, there are reasonable grounds to believe that the Commonwealth Bank of Australia will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.



Paul O'Malley

Chair

11 February 2026



Matt Comyn

Managing Director and Chief Executive Officer

11 February 2026

# Auditor's Independence Declaration



## Independent auditor's review report to the members of the Commonwealth Bank of Australia

### Report on the half-year financial report

#### Conclusion

We have reviewed the half-year financial report of the Commonwealth Bank of Australia (the Bank) and the entities it controlled during the half-year (together the Group), which comprises the Consolidated Balance Sheet as at 31 December 2025, the Consolidated Income Statement, Consolidated Statement of Comprehensive Income, Consolidated Statement of Changes in Equity and Condensed Consolidated Statement of Cash Flows for the half-year ended on that date, material accounting policy information and selected explanatory notes and the Directors' Declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the Commonwealth Bank of Australia does not comply with:

1. The *Corporations Act 2001* including:
  - a. giving a true and fair view of the Group's financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
  - b. complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.
2. International Accounting Standard IAS 34 *Interim Financial Reporting* as issued by the International Accounting Standards Board (IASB).

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# Independent Auditor's Report (continued)



## **Basis for conclusion**

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410) and ISRE 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* (ISRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) and the *International Code of Ethics for Professional Accountants (including International Independence Standards)* issued by the International Ethics Standards Board for Accountants (IESBA Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code and the IESBA Code.

## **Responsibilities of the directors for the half-year financial report**

The directors of the Bank are responsible for the preparation of the half-year financial report, in accordance with Australian Accounting Standards, the *Corporations Act 2001* and International Financial Reporting Standards, including giving a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement whether due to fraud or error.

## **Auditor's responsibilities for the review of the half-year financial report**

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2025 and of its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

ISRE 2410 requires us to conclude whether anything has come to our attention that causes us to believe that the half-year financial statements, taken as a whole, are not prepared in all material respects in accordance with International Accounting Standard IAS 34 *Interim Financial Reporting*.

# Independent Auditor's Report (continued)



A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

*PricewaterhouseCoopers*

PricewaterhouseCoopers

*Elizabeth O'Brien*

Elizabeth O'Brien  
Partner

Sydney  
11 February 2026

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## 7 Appendices

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# Appendices

## 1 Our Performance

### OVERVIEW

The Group earns its returns from providing a broad range of banking products and services to retail and wholesale customers in Australia, New Zealand and other jurisdictions.

Lending and deposit taking are the Group's primary business activities with net interest income being the main contributor to the Group's results. Net interest income is derived from the difference between interest earned on lending and investment assets, and interest incurred on customer deposits and wholesale debt raised to fund these assets.

The Group further generates income from lending fees and commissions, and trading activities. It also incurs costs associated with running the business such as staff, occupancy and technology related expenses.

The following Performance section provides details of the main contributors to the Group's income by nature and geographical region.

### 1.1 Net Interest Margin (continuing operations basis)

|  | Half Year Ended |           |           |
|--|-----------------|-----------|-----------|
|  | 31 Dec 25       | 30 Jun 25 | 31 Dec 24 |
|  | %               | %         | %         |
| <b>Australia</b>   |                 |           |           |
| Interest spread <sup>1 2</sup>   | <b>1.49</b>     | 1.46      | 1.40      |
| Benefit of interest-free liabilities, provisions and equity <sup>3</sup> | <b>0.53</b>     | 0.59      | 0.64      |
| <b>Net interest margin <sup>2 4</sup></b>                                | <b>2.02</b>     | 2.05      | 2.04      |
| <b>New Zealand</b>   |                 |           |           |
| Interest spread <sup>1 2</sup>   | <b>1.86</b>     | 1.69      | 1.63      |
| Benefit of interest-free liabilities, provisions and equity <sup>3</sup> | <b>0.51</b>     | 0.60      | 0.64      |
| <b>Net interest margin <sup>2 4</sup></b>                                | <b>2.37</b>     | 2.29      | 2.27      |
| <b>Other Overseas</b>  |                 |           |           |
| Interest spread <sup>1 2</sup>   | <b>0.56</b>     | 0.69      | 0.73      |
| Benefit of interest-free liabilities, provisions and equity <sup>3</sup> | <b>0.13</b>     | 0.10      | 0.03      |
| <b>Net interest margin <sup>2 4</sup></b>                                | <b>0.69</b>     | 0.79      | 0.76      |
| <b>Total Group</b>   |                 |           |           |
| Interest spread <sup>1</sup>   | <b>1.51</b>     | 1.48      | 1.44      |
| Benefit of interest-free liabilities, provisions and equity <sup>3</sup> | <b>0.53</b>     | 0.60      | 0.64      |
| <b>Net interest margin <sup>4</sup></b>                                  | <b>2.04</b>     | 2.08      | 2.08      |

1 Difference between the average interest rate earned and the average interest rate paid on funds.

2 Interest spread and margin calculations have been adjusted to include intragroup borrowings to more appropriately reflect the overseas cost of funds.

3 A portion of the Group's interest earning assets is funded by net interest-free liabilities and shareholders' equity. The benefit to the Group of these interest-free funds is the amount it would cost to replace them at the average cost of funds.

4 Net interest income divided by average interest earning assets for the half year annualised.

## Appendices (continued)

### 1.2 Average Balances and Related Interest (continuing operations basis)

The following tables list the major categories of interest earning assets and interest bearing liabilities of the Group together with the respective interest earned or paid and the average interest rate for each of the half years ended 31 December 2025, 30 June 2025 and 31 December 2024. Averages used are predominantly daily averages. Interest is accounted for based on product yield.

Where assets or liabilities are hedged, the interest amounts are shown net of the hedge, however individual items not separately hedged may be affected by movements in exchange rates.

The New Zealand and Other Overseas components comprise overseas branches of the Group and overseas domiciled controlled entities.

Non-accrual loans are included in interest earning assets under Loans and other receivables.

During the half year ended 31 December 2025, the official cash rate in Australia has decreased 25 basis points on a spot basis, while in New Zealand the official cash rate has decreased 100 basis points on a spot basis.

|   | Half Year Ended 31 Dec 25 |                 |             | Half Year Ended 30 Jun 25 |                 |             | Half Year Ended 31 Dec 24 |                 |             |
|---|---------------------------|-----------------|-------------|---------------------------|-----------------|-------------|---------------------------|-----------------|-------------|
|   | Avg Bal<br>\$M            | Interest<br>\$M | Yield<br>%  | Avg Bal<br>\$M            | Interest<br>\$M | Yield<br>%  | Avg Bal<br>\$M            | Interest<br>\$M | Yield<br>%  |
| <b>Interest Earning Assets</b>                      |                           |                 |             |                           |                 |             |                           |                 |             |
| Home loans <sup>1</sup>                             | 622,058                   | 17,306          | 5.52        | 604,882                   | 17,770          | 5.92        | 590,609                   | 17,723          | 5.95        |
| Consumer finance <sup>2</sup>                       | 16,985                    | 956             | 11.17       | 16,928                    | 964             | 11.48       | 16,657                    | 950             | 11.31       |
| Business and corporate loans <sup>3</sup>           | 293,300                   | 8,244           | 5.58        | 279,588                   | 7,848           | 5.66        | 264,323                   | 7,693           | 5.77        |
| <b>Loans and other receivables</b>                  | <b>932,343</b>            | <b>26,506</b>   | <b>5.64</b> | <b>901,398</b>            | <b>26,582</b>   | <b>5.95</b> | <b>871,589</b>            | <b>26,366</b>   | <b>6.00</b> |
| Cash and other liquid assets                        | 93,524                    | 1,750           | 3.71        | 85,819                    | 1,760           | 4.14        | 82,336                    | 1,838           | 4.43        |
| Assets at fair value through<br>Income Statement    | 97,010                    | 1,822           | 3.73        | 81,007                    | 1,655           | 4.12        | 81,873                    | 1,929           | 4.67        |
| Investment Securities:                              |                           |                 |             |                           |                 |             |                           |                 |             |
| At fair value through Other<br>Comprehensive Income | 108,888                   | 2,275           | 4.14        | 102,843                   | 2,412           | 4.73        | 99,010                    | 2,521           | 5.05        |
| At amortised cost                                   | 561                       | 13              | 4.60        | 737                       | 18              | 4.93        | 1,051                     | 29              | 5.47        |
| <b>Non-lending interest earning<br/>assets</b>      | <b>299,983</b>            | <b>5,860</b>    | <b>3.88</b> | <b>270,406</b>            | <b>5,845</b>    | <b>4.36</b> | <b>264,270</b>            | <b>6,317</b>    | <b>4.74</b> |
| <b>Total interest earning assets <sup>4</sup></b>   | <b>1,232,326</b>          | <b>32,366</b>   | <b>5.21</b> | <b>1,171,804</b>          | <b>32,427</b>   | <b>5.58</b> | <b>1,135,859</b>          | <b>32,683</b>   | <b>5.71</b> |
| Non-interest earning assets <sup>1</sup>            | 141,808                   |                 |             | 145,027                   |                 |             | 130,141                   |                 |             |
| Assets held for sale                                | 9                         |                 |             | 723                       |                 |             | 815                       |                 |             |
| <b>Total average assets</b>                         | <b>1,374,143</b>          |                 |             | <b>1,317,554</b>          |                 |             | <b>1,266,815</b>          |                 |             |

<sup>1</sup> Home loans are reported net of average mortgage offset balances of \$92,454 million for the half year ended 31 December 2025 (\$86,934 million for the half year ended 30 June 2025; \$81,358 million for the half year ended 31 December 2024), which are included in non-interest earning assets. While these balances are required to be grossed up under accounting standards, they are netted down for the calculation of customer interest payments and the calculation of the Group's net interest margin.

<sup>2</sup> Consumer finance includes personal loans, credit cards and margin loans.

<sup>3</sup> Interest and yield impacted by hedge accounting of interest rate swaps embedded in the replicating portfolio.

<sup>4</sup> Used for calculating net interest margin.

## Appendices (continued)

### 1.2 Average Balances and Related Interest (continued)

|   | Half Year Ended 31 Dec 25 |               |             | Half Year Ended 30 Jun 25 |               |             | Half Year Ended 31 Dec 24 |               |             |
|---|---------------------------|---------------|-------------|---------------------------|---------------|-------------|---------------------------|---------------|-------------|
|   | Avg Bal                   | Interest      | Yield       | Avg Bal                   | Interest      | Yield       | Avg Bal                   | Interest      | Yield       |
|   | \$M                       | \$M           | %           | \$M                       | \$M           | %           | \$M                       | \$M           | %           |
| <b>Interest Bearing Liabilities</b>                   |                           |               |             |                           |               |             |                           |               |             |
| Transaction deposits <sup>1</sup>                     | 123,173                   | 2,054         | 3.31        | 112,987                   | 2,019         | 3.60        | 112,241                   | 2,072         | 3.66        |
| Savings deposits <sup>1</sup>                         | 325,444                   | 4,263         | 2.60        | 308,066                   | 4,451         | 2.91        | 295,370                   | 4,310         | 2.89        |
| Investment deposits                                   | 256,705                   | 5,283         | 4.08        | 249,602                   | 5,651         | 4.57        | 244,743                   | 5,858         | 4.75        |
| Certificates of deposit and other                     | 48,253                    | 1,002         | 4.12        | 48,406                    | 1,103         | 4.60        | 47,857                    | 1,123         | 4.65        |
| <b>Total interest bearing deposits</b>                | <b>753,575</b>            | <b>12,602</b> | <b>3.32</b> | <b>719,061</b>            | <b>13,224</b> | <b>3.71</b> | <b>700,211</b>            | <b>13,363</b> | <b>3.79</b> |
| Payables to financial institutions                    | 31,282                    | 612           | 3.88        | 26,479                    | 538           | 4.10        | 23,017                    | 528           | 4.55        |
| Liabilities at fair value through<br>Income Statement | 57,525                    | 1,057         | 3.64        | 43,366                    | 850           | 3.95        | 42,597                    | 952           | 4.43        |
| Term funding from central banks                       | 617                       | 9             | 2.89        | 2,019                     | 37            | 3.70        | 3,813                     | 94            | 4.89        |
| Debt issues   | 168,855                   | 3,895         | 4.58        | 170,262                   | 4,210         | 4.99        | 155,700                   | 4,334         | 5.52        |
| Loan capital  | 39,298                    | 1,198         | 6.05        | 37,701                    | 1,204         | 6.44        | 35,898                    | 1,216         | 6.72        |
| Lease liabilities                                     | 2,255                     | 41            | 3.61        | 2,272                     | 39            | 3.46        | 2,360                     | 40            | 3.36        |
| Bank levy   | –                         | 257           | –           | –                         | 236           | –           | –                         | 222           | –           |
| <b>Total interest bearing liabilities</b>             | <b>1,053,407</b>          | <b>19,671</b> | <b>3.70</b> | <b>1,001,160</b>          | <b>20,338</b> | <b>4.10</b> | <b>963,596</b>            | <b>20,749</b> | <b>4.27</b> |
| Non-interest bearing liabilities <sup>1</sup>         | 242,732                   |               |             | 239,374                   |               |             | 229,043                   |               |             |
| Liabilities held for sale                             | –                         |               |             | –                         |               |             | –                         |               |             |
| <b>Total average liabilities</b>                      | <b>1,296,139</b>          |               |             | <b>1,240,534</b>          |               |             | <b>1,192,639</b>          |               |             |
|   |                           |               |             |                           |               |             |                           |               |             |
|   | Half Year Ended 31 Dec 25 |               |             | Half Year Ended 30 Jun 25 |               |             | Half Year Ended 31 Dec 24 |               |             |
|   | Avg Bal                   | Interest      | Yield       | Avg Bal                   | Interest      | Yield       | Avg Bal                   | Interest      | Yield       |
|   | \$M                       | \$M           | %           | \$M                       | \$M           | %           | \$M                       | \$M           | %           |
| <b>Net Interest Margin</b>                            |                           |               |             |                           |               |             |                           |               |             |
| Total interest earning assets                         | 1,232,326                 | 32,366        | 5.21        | 1,171,804                 | 32,427        | 5.58        | 1,135,859                 | 32,683        | 5.71        |
| Total interest bearing liabilities                    | 1,053,407                 | 19,671        | 3.70        | 1,001,160                 | 20,338        | 4.10        | 963,596                   | 20,749        | 4.27        |
| <b>Net interest income and<br/>interest spread</b>    |                           | <b>12,695</b> | <b>1.51</b> |                           | <b>12,089</b> | <b>1.48</b> |                           | <b>11,934</b> | <b>1.44</b> |
| Benefit of free funds                                 |                           |               | <b>0.53</b> |                           |               | <b>0.60</b> |                           |               | <b>0.64</b> |
| <b>Net interest margin</b>                            |                           |               | <b>2.04</b> |                           |               | <b>2.08</b> |                           |               | <b>2.08</b> |

<sup>1</sup> Transaction and savings deposits exclude average mortgage offset balances of \$92,454 million for the half year ended 31 December 2025 (\$86,934 million for the half year ended 30 June 2025; \$81,358 million for the half year ended 31 December 2024), which are included in non-interest bearing liabilities.

# Appendices (continued)

## 1.2 Average Balances and Related Interest (continued)

| Geographical Analysis<br>of Key Categories <sup>1</sup> | Half Year Ended 31 Dec 25 |               |             | Half Year Ended 30 Jun 25 |               |             | Half Year Ended 31 Dec 24 |               |             |
|---|---------------------------|---------------|-------------|---------------------------|---------------|-------------|---------------------------|---------------|-------------|
|   | Avg Bal                   | Interest      | Yield       | Avg Bal                   | Interest      | Yield       | Avg Bal                   | Interest      | Yield       |
|   | \$M                       | \$M           | %           | \$M                       | \$M           | %           | \$M                       | \$M           | %           |
| <b>Loans and other receivables</b>                      |                           |               |             |                           |               |             |                           |               |             |
| Australia   | 806,227                   | 22,922        | 5.64        | 777,029                   | 22,816        | 5.92        | 751,730                   | 22,399        | 5.91        |
| New Zealand   | 106,843                   | 2,948         | 5.47        | 106,201                   | 3,156         | 5.99        | 102,868                   | 3,330         | 6.42        |
| Other Overseas  | 19,273                    | 636           | 6.55        | 18,168                    | 610           | 6.77        | 16,991                    | 637           | 7.44        |
| <b>Total</b>  | <b>932,343</b>            | <b>26,506</b> | <b>5.64</b> | <b>901,398</b>            | <b>26,582</b> | <b>5.95</b> | <b>871,589</b>            | <b>26,366</b> | <b>6.00</b> |
| <b>Non-lending interest<br/>earning assets</b>          |                           |               |             |                           |               |             |                           |               |             |
| Australia   | 205,427                   | 4,068         | 3.93        | 184,900                   | 4,059         | 4.43        | 188,499                   | 4,423         | 4.65        |
| New Zealand   | 15,542                    | 256           | 3.27        | 14,993                    | 309           | 4.16        | 14,657                    | 401           | 5.43        |
| Other Overseas  | 79,014                    | 1,536         | 3.86        | 70,513                    | 1,477         | 4.22        | 61,114                    | 1,493         | 4.85        |
| <b>Total</b>  | <b>299,983</b>            | <b>5,860</b>  | <b>3.88</b> | <b>270,406</b>            | <b>5,845</b>  | <b>4.36</b> | <b>264,270</b>            | <b>6,317</b>  | <b>4.74</b> |
| <b>Interest bearing deposits</b>                        |                           |               |             |                           |               |             |                           |               |             |
| Australia   | 646,817                   | 10,741        | 3.29        | 612,314                   | 11,078        | 3.65        | 598,451                   | 11,074        | 3.67        |
| New Zealand   | 74,636                    | 1,181         | 3.14        | 76,606                    | 1,474         | 3.88        | 76,292                    | 1,634         | 4.25        |
| Other Overseas  | 32,122                    | 680           | 4.20        | 30,141                    | 672           | 4.50        | 25,468                    | 655           | 5.10        |
| <b>Total</b>  | <b>753,575</b>            | <b>12,602</b> | <b>3.32</b> | <b>719,061</b>            | <b>13,224</b> | <b>3.71</b> | <b>700,211</b>            | <b>13,363</b> | <b>3.79</b> |
| <b>Other interest bearing<br/>liabilities</b>           |                           |               |             |                           |               |             |                           |               |             |
| Australia   | 220,862                   | 5,599         | 5.03        | 213,477                   | 5,718         | 5.40        | 197,640                   | 5,713         | 5.73        |
| New Zealand   | 25,620                    | 494           | 3.82        | 23,795                    | 546           | 4.63        | 23,007                    | 690           | 5.95        |
| Other Overseas  | 53,350                    | 976           | 3.63        | 44,827                    | 850           | 3.82        | 42,738                    | 983           | 4.56        |
| <b>Total</b>  | <b>299,832</b>            | <b>7,069</b>  | <b>4.68</b> | <b>282,099</b>            | <b>7,114</b>  | <b>5.09</b> | <b>263,385</b>            | <b>7,386</b>  | <b>5.56</b> |

<sup>1</sup> The New Zealand and Other Overseas components comprise overseas branches of the Group and overseas domiciled controlled entities.

## Appendices (continued)

### 1.3 Interest Rate and Volume Analysis (continuing operations basis)

The following tables show the movement in interest income and expense due to changes in volume and interest rates from prior periods. Volume variances reflect the change in interest due to movements in the average balance. Rate variances reflect the change in interest due to changes in interest rates. When the change cannot be isolated to either volume or rate, it has been allocated to volume.

|  | Half Year Ended<br>Dec 25 vs Jun 25 |                |              | Half Year Ended<br>Dec 25 vs Dec 24 |                |              |
|--|-------------------------------------|----------------|--------------|-------------------------------------|----------------|--------------|
|  | Volume<br>\$M                       | Rate<br>\$M    | Total<br>\$M | Volume<br>\$M                       | Rate<br>\$M    | Total<br>\$M |
| <b>Interest Earning Assets <sup>1</sup></b>      |                                     |                |              |                                     |                |              |
| Home loans                                       | 752                                 | (1,216)        | (464)        | 875                                 | (1,292)        | (417)        |
| Consumer finance                                 | 19                                  | (27)           | (8)          | 18                                  | (12)           | 6            |
| Business and corporate loans                     | 514                                 | (118)          | 396          | 814                                 | (263)          | 551          |
| <b>Loans and other receivables</b>               | <b>1,298</b>                        | <b>(1,374)</b> | <b>(76)</b>  | <b>1,727</b>                        | <b>(1,587)</b> | <b>140</b>   |
| Cash and other liquid assets                     | 170                                 | (180)          | (10)         | 209                                 | (297)          | (88)         |
| Assets at fair value through Income Statement    | 325                                 | (158)          | 167          | 284                                 | (391)          | (107)        |
| Investment securities:                           |                                     |                |              |                                     |                |              |
| At fair value through Other Comprehensive Income | 161                                 | (298)          | (137)        | 206                                 | (452)          | (246)        |
| At amortised cost                                | (4)                                 | (1)            | (5)          | (11)                                | (5)            | (16)         |
| <b>Non-lending interest earning assets</b>       | <b>664</b>                          | <b>(649)</b>   | <b>15</b>    | <b>698</b>                          | <b>(1,155)</b> | <b>(457)</b> |
| <b>Total interest earning assets</b>             | <b>2,091</b>                        | <b>(2,152)</b> | <b>(61)</b>  | <b>2,534</b>                        | <b>(2,851)</b> | <b>(317)</b> |

|  | Half Year Ended<br>Dec 25 vs Jun 25 |                |              | Half Year Ended<br>Dec 25 vs Dec 24 |                |                |
|--|-------------------------------------|----------------|--------------|-------------------------------------|----------------|----------------|
|  | Volume<br>\$M                       | Rate<br>\$M    | Total<br>\$M | Volume<br>\$M                       | Rate<br>\$M    | Total<br>\$M   |
| <b>Interest Bearing Liabilities <sup>1</sup></b>   |                                     |                |              |                                     |                |                |
| Transaction deposits                               | 201                                 | (166)          | 35           | 182                                 | (200)          | (18)           |
| Savings deposits                                   | 293                                 | (481)          | (188)        | 394                                 | (441)          | (47)           |
| Investment deposits                                | 230                                 | (598)          | (368)        | 246                                 | (821)          | (575)          |
| Certificates of deposit and other                  | 13                                  | (114)          | (101)        | 8                                   | (129)          | (121)          |
| <b>Interest bearing deposits</b>                   | <b>773</b>                          | <b>(1,395)</b> | <b>(622)</b> | <b>892</b>                          | <b>(1,653)</b> | <b>(761)</b>   |
| Payables to financial institutions                 | 102                                 | (28)           | 74           | 162                                 | (78)           | 84             |
| Liabilities at fair value through Income Statement | 273                                 | (66)           | 207          | 274                                 | (169)          | 105            |
| Term funding from central banks                    | (20)                                | (8)            | (28)         | (47)                                | (38)           | (85)           |
| Debt issues  | 32                                  | (347)          | (315)        | 303                                 | (742)          | (439)          |
| Loan capital                                       | 67                                  | (73)           | (6)          | 104                                 | (122)          | (18)           |
| Lease liabilities                                  | –                                   | 2              | 2            | (2)                                 | 3              | 1              |
| Bank levy  | –                                   | 21             | 21           | –                                   | 35             | 35             |
| <b>Total interest bearing liabilities</b>          | <b>1,280</b>                        | <b>(1,947)</b> | <b>(667)</b> | <b>1,677</b>                        | <b>(2,755)</b> | <b>(1,078)</b> |

|   | Half Year Ended                                |  |
|---|--|--|
|   | Dec 25 vs Jun 25<br>Increase/(Decrease)<br>\$M | Dec 25 vs Dec 24<br>Increase/(Decrease)<br>\$M |
| <b>Change in Net Interest Income</b>                        |  |  |
| Due to changes in average volume of interest earning assets | 613  | 994  |
| Due to changes in interest margin                           | (214)  | (233)  |
| Due to variation in time period                             | 207  | –  |
| <b>Change in net interest income</b>                        | <b>606</b>                                     | <b>761</b>                                     |

<sup>1</sup> "Rate" reflects the change due to movements in yield assuming average volume is consistent across the two periods. "Volume" reflects the change due to balance movements assuming the average rate is consistent across the two periods. When the change cannot be isolated to either volume or rate, it has been allocated to volume. The volume and rate variances for total interest earning assets and total interest bearing liabilities have been calculated separately (rather than being the sum of the individual categories).

# Appendices (continued)

## 1.3 Interest Rate and Volume Analysis (continued)

| Geographical Analysis of Key Categories <sup>1</sup> | Half Year Ended<br>Dec 25 vs Jun 25 |                |              | Half Year Ended<br>Dec 25 vs Dec 24 |                |              |
|--|-------------------------------------|----------------|--------------|-------------------------------------|----------------|--------------|
|  | Volume<br>\$M                       | Rate<br>\$M    | Total<br>\$M | Volume<br>\$M                       | Rate<br>\$M    | Total<br>\$M |
| <b>Loans and other receivables</b>                   |                                     |                |              |                                     |                |              |
| Australia  | 1,190                               | (1,084)        | 106          | 1,549                               | (1,026)        | 523          |
| New Zealand  | 65                                  | (273)          | (208)        | 110                                 | (492)          | (382)        |
| Other Overseas                                       | 46                                  | (20)           | 26           | 75                                  | (76)           | (1)          |
| <b>Total</b>   | <b>1,298</b>                        | <b>(1,374)</b> | <b>(76)</b>  | <b>1,727</b>                        | <b>(1,587)</b> | <b>140</b>   |
| <b>Non-lending interest earning assets</b>           |                                     |                |              |                                     |                |              |
| Australia  | 466                                 | (457)          | 9            | 335                                 | (690)          | (355)        |
| New Zealand  | 13                                  | (66)           | (53)         | 15                                  | (160)          | (145)        |
| Other Overseas                                       | 188                                 | (129)          | 59           | 348                                 | (305)          | 43           |
| <b>Total</b>   | <b>664</b>                          | <b>(649)</b>   | <b>15</b>    | <b>698</b>                          | <b>(1,155)</b> | <b>(457)</b> |
| <b>Interest bearing deposits</b>                     |                                     |                |              |                                     |                |              |
| Australia  | 739                                 | (1,076)        | (337)        | 803                                 | (1,136)        | (333)        |
| New Zealand  | (11)                                | (282)          | (293)        | (26)                                | (427)          | (453)        |
| Other Overseas                                       | 52                                  | (44)           | 8            | 141                                 | (116)          | 25           |
| <b>Total</b>   | <b>773</b>                          | <b>(1,395)</b> | <b>(622)</b> | <b>892</b>                          | <b>(1,653)</b> | <b>(761)</b> |
| <b>Other interest bearing liabilities</b>            |                                     |                |              |                                     |                |              |
| Australia  | 275                                 | (394)          | (119)        | 589                                 | (703)          | (114)        |
| New Zealand  | 43                                  | (95)           | (52)         | 50                                  | (246)          | (196)        |
| Other Overseas                                       | 169                                 | (43)           | 126          | 194                                 | (201)          | (7)          |
| <b>Total</b>   | <b>527</b>                          | <b>(572)</b>   | <b>(45)</b>  | <b>859</b>                          | <b>(1,176)</b> | <b>(317)</b> |

<sup>1</sup> "Rate" reflects the change due to movements in yield assuming average volume is consistent across the two periods. "Volume" reflects the change due to balance movements assuming the average rate is consistent across the two periods. When the change cannot be isolated to either volume or rate, it has been allocated to volume. The volume and rate variances for total interest earning assets and total interest bearing liabilities have been calculated separately (rather than being the sum of the individual categories).

# Appendices (continued)

## 2 Risk Management

### OVERVIEW

The Group is exposed to financial, non-financial and strategic risks through the products and services it offers. The Group manages these risks through its Risk Management Framework (the Framework), which is discussed in Note 9.1 of the 2025 Financial Report. The Group's material risk types are credit, market, liquidity, operational, compliance and strategic.

### 2.1 Integrated Risk Management

The Group's approach to risk management is described within Note 9 of the Financial Statements in the 2025 Financial Report. Further disclosures in respect of capital adequacy and risk are provided in the Group's annual Pillar 3 document.

#### Credit Risk

The Group uses a portfolio approach for the management of its credit risk, of which a key element is a well-diversified portfolio. The Group uses various portfolio management tools to assist in diversifying the credit portfolio.

Below is a breakdown of the Group's committed exposures across industry sector, commercial credit quality and region.

| Total Committed Exposures (TCE) by Sector | As at <sup>1</sup> |                  |                  |
|---|--------------------|------------------|------------------|
|   | 31 Dec 25<br>\$M   | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M |
| Government, Admin. & Defence              | 200,527            | 185,397          | 175,647          |
| Finance & Insurance                       | 114,856            | 115,579          | 111,216          |
| Commercial Property                       | 112,935            | 105,374          | 98,446           |
| Agriculture & Forestry                    | 35,039             | 35,001           | 33,590           |
| Transport & Storage                       | 28,984             | 28,462           | 27,362           |
| Entertainment, Leisure & Tourism          | 22,425             | 20,732           | 20,136           |
| Manufacturing                             | 22,140             | 20,868           | 21,578           |
| Wholesale Trade                           | 21,071             | 18,732           | 18,759           |
| Business Services                         | 19,723             | 18,059           | 18,068           |
| Electricity, Water & Gas                  | 19,174             | 19,457           | 18,666           |
| Health & Community Services               | 18,461             | 17,831           | 16,338           |
| Retail Trade                              | 17,364             | 17,030           | 16,158           |
| Construction                              | 14,899             | 14,383           | 13,568           |
| Media & Communications                    | 6,939              | 6,875            | 6,134            |
| Mining                                    | 6,446              | 7,358            | 7,173            |
| Education                                 | 4,245              | 4,036            | 4,011            |
| Personal & Other Services                 | 4,241              | 4,306            | 4,034            |
| Other                                     | 6,298              | 5,894            | 5,634            |
| <b>Corporate Total</b>                    | <b>675,767</b>     | 645,374          | 616,518          |
| Consumer                                  | 878,803            | 851,592          | 825,746          |
| <b>Total</b>                              | <b>1,554,570</b>   | 1,496,966        | 1,442,264        |

<sup>1</sup> Committed exposures are disclosed on a gross basis (calculated before collateralisation).

# Appendices (continued)

## 2.1 Integrated Risk Management (continued)

|  | As at        |           |           |
|--|--------------|-----------|-----------|
|  | 31 Dec 25    | 30 Jun 25 | 31 Dec 24 |
| <b>Non-Retail Exposures by Commercial Portfolio Quality <sup>1</sup></b> | %            | %         | %         |
| AAA/AA   | 36.7         | 36.3      | 36.2      |
| A  | 12.8         | 12.9      | 12.9      |
| BBB  | 15.8         | 15.8      | 15.6      |
| Other  | 34.7         | 35.0      | 35.3      |
|  | <b>100.0</b> | 100.0     | 100.0     |

As a measure of individually risk-rated commercial portfolio exposure (including finance and insurance), the Group has 65.3% (June 2025: 65.0%; December 2024: 64.7%) of commercial exposures at investment grade quality.

|   | As at        |           |           |
|---|--------------|-----------|-----------|
|   | 31 Dec 25    | 30 Jun 25 | 31 Dec 24 |
| <b>Group TCE by Region <sup>1</sup></b> | %            | %         | %         |
| Australia                               | 81.8         | 81.5      | 81.8      |
| New Zealand                             | 9.4          | 9.9       | 9.6       |
| Americas                                | 4.1          | 4.0       | 3.8       |
| Europe                                  | 2.6          | 2.4       | 2.6       |
| Asia                                    | 2.1          | 2.2       | 2.2       |
|   | <b>100.0</b> | 100.0     | 100.0     |

<sup>1</sup> Committed exposures are disclosed on a gross basis (calculated before collateralisation).

# Appendices (continued)

## 2.1 Integrated Risk Management (continued)

### Asset Quality

The tables below provide information about the credit quality of the Group's retail and non-retail assets.

|                                    | As at 31 December 2025 |                             |                             |               |
|------------------------------------|------------------------|-----------------------------|-----------------------------|---------------|
|                                    | Home Loans             | Other Personal <sup>1</sup> | Other Commercial Industrial | Total         |
|                                    | \$M                    | \$M                         | \$M                         | \$M           |
| <b>Loans past due <sup>2</sup></b> |                        |                             |                             |               |
| Past due 1 - 29 days               | 10,509                 | 354                         | 2,571                       | 13,434        |
| Past due 30 - 59 days              | 2,128                  | 137                         | 377                         | 2,642         |
| Past due 60 - 89 days              | 1,327                  | 90                          | 175                         | 1,592         |
| Past due 90 - 179 days             | 2,022                  | 153                         | 336                         | 2,511         |
| Past due 180 days or more          | 2,569                  | 30                          | 1,015                       | 3,614         |
| <b>Total loans past due</b>        | <b>18,555</b>          | <b>764</b>                  | <b>4,474</b>                | <b>23,793</b> |

|                                    | As at 30 June 2025 |                             |                             |               |
|------------------------------------|--------------------|-----------------------------|-----------------------------|---------------|
|                                    | Home Loans         | Other Personal <sup>1</sup> | Other Commercial Industrial | Total         |
|                                    | \$M                | \$M                         | \$M                         | \$M           |
| <b>Loans past due <sup>2</sup></b> |                    |                             |                             |               |
| Past due 1 - 29 days               | 11,310             | 369                         | 2,402                       | 14,081        |
| Past due 30 - 59 days              | 2,522              | 133                         | 375                         | 3,030         |
| Past due 60 - 89 days              | 1,415              | 93                          | 283                         | 1,791         |
| Past due 90 - 179 days             | 2,262              | 159                         | 344                         | 2,765         |
| Past due 180 days or more          | 2,676              | 30                          | 896                         | 3,602         |
| <b>Total loans past due</b>        | <b>20,185</b>      | <b>784</b>                  | <b>4,300</b>                | <b>25,269</b> |

|                                    | As at 31 December 2024 |                             |                             |               |
|------------------------------------|------------------------|-----------------------------|-----------------------------|---------------|
|                                    | Home Loans             | Other Personal <sup>1</sup> | Other Commercial Industrial | Total         |
|                                    | \$M                    | \$M                         | \$M                         | \$M           |
| <b>Loans past due <sup>2</sup></b> |                        |                             |                             |               |
| Past due 1 - 29 days               | 11,750                 | 394                         | 1,943                       | 14,087        |
| Past due 30 - 59 days              | 2,622                  | 141                         | 377                         | 3,140         |
| Past due 60 - 89 days              | 1,434                  | 88                          | 152                         | 1,674         |
| Past due 90 - 179 days             | 2,100                  | 145                         | 293                         | 2,538         |
| Past due 180 days or more          | 2,378                  | 24                          | 833                         | 3,235         |
| <b>Total loans past due</b>        | <b>20,284</b>          | <b>792</b>                  | <b>3,598</b>                | <b>24,674</b> |

<sup>1</sup> Included in these balances are credit card facilities and other unsecured portfolio managed facilities.

<sup>2</sup> An exposure is considered past due from the first day of missed payment and includes loans past due that are in the process of curing.

## Appendices (continued)

### 2.1 Integrated Risk Management (continued)

#### Total Group Non-Performing Exposures

|  | As at         |               |               |
|--|---------------|---------------|---------------|
|  | 31 Dec 25     | 30 Jun 25     | 31 Dec 24     |
|  | \$M           | \$M           | \$M           |
| <b>Non-performing exposures by level of security</b> |               |               |               |
| Home loans   | 7,019         | 7,308         | 6,761         |
| Other loans  | 1,252         | 1,388         | 1,210         |
| <b>Total well-secured</b>                            | <b>8,271</b>  | <b>8,696</b>  | <b>7,971</b>  |
| Home loans   | 585           | 673           | 496           |
| Other loans  | 1,613         | 1,633         | 1,846         |
| <b>Total not well-secured and unsecured</b>          | <b>2,198</b>  | <b>2,306</b>  | <b>2,342</b>  |
| <b>Total non-performing exposures</b>                | <b>10,469</b> | <b>11,002</b> | <b>10,313</b> |

|   | As at         |               |               |
|---|---------------|---------------|---------------|
|   | 31 Dec 25     | 30 Jun 25     | 31 Dec 24     |
|   | \$M           | \$M           | \$M           |
| <b>Non-performing exposures by size of exposure</b> |               |               |               |
| Less than \$1 million                               | 6,611         | 6,962         | 6,491         |
| \$1 million to \$10 million                         | 2,968         | 3,009         | 2,625         |
| Greater than \$10 million                           | 890           | 1,031         | 1,197         |
| <b>Total non-performing exposures</b>               | <b>10,469</b> | <b>11,002</b> | <b>10,313</b> |

|   | Half Year Ended |               |               |
|---|-----------------|---------------|---------------|
|   | 31 Dec 25       | 30 Jun 25     | 31 Dec 24     |
|   | \$M             | \$M           | \$M           |
| <b>Movement in non-performing exposures</b>       |                 |               |               |
| Non-performing exposures – opening balance        | 11,002          | 10,313        | 9,638         |
| New to non-performing status                      | 3,576           | 4,247         | 3,739         |
| Balances written off                              | (415)           | (386)         | (356)         |
| Returned to performing status                     | (2,060)         | (1,924)       | (1,682)       |
| Other changes <sup>1</sup>                        | (1,634)         | (1,248)       | (1,026)       |
| <b>Non-performing exposures – closing balance</b> | <b>10,469</b>   | <b>11,002</b> | <b>10,313</b> |

<sup>1</sup> Other changes include repayments of facilities, increases in existing non-performing facilities and other exposure changes.

# Appendices (continued)

## 2.1 Integrated Risk Management (continued)

### Market Risk

Market Risk measurement is discussed within Note 9.3 of the 2025 Financial Report.

#### Traded Market Risk

##### Value at Risk (VaR)

The Group uses Value at Risk (VaR) as one of the measures of Traded market risk. VaR measures potential loss using historically observed market movements and correlation between different markets.

VaR is modelled at a 99.0% confidence level. This means that there is a 99.0% probability that the loss will not exceed the VaR estimate on any given day. A 10-day holding period is used for trading book positions.

Where VaR is deemed not to be an appropriate method of risk measurement, other risk measures have been used as specified by the heading or accompanying footnotes of the tables provided.

|                                 | Average VaR <sup>1</sup> |             |             |
|---------------------------------|--------------------------|-------------|-------------|
|                                 | 31 Dec 25                | 30 Jun 25   | 31 Dec 24   |
|                                 | \$M                      | \$M         | \$M         |
| <b>Traded Market Risk</b>       |                          |             |             |
| <b>Risk Type</b>                |                          |             |             |
| Interest rate risk <sup>2</sup> | 23.8                     | 26.7        | 25.2        |
| Foreign exchange risk           | 6.1                      | 4.8         | 3.5         |
| Equities risk                   | –                        | –           | –           |
| Commodities risk                | 5.4                      | 9.2         | 9.8         |
| Credit spread risk              | 25.4                     | 25.4        | 24.4        |
| Volatility risk                 | 3.2                      | 2.5         | 4.9         |
| Diversification benefit         | (40.8)                   | (42.2)      | (37.8)      |
| Total general market risk       | 23.1                     | 26.4        | 30.0        |
| Undiversified risk              | 19.8                     | 12.3        | 12.8        |
| Other <sup>3</sup>              | 0.9                      | 0.8         | 0.9         |
| <b>Total</b>                    | <b>43.8</b>              | <b>39.5</b> | <b>43.7</b> |

<sup>1</sup> Average VaR is at 10-day 99% confidence and is calculated for each 6 month period.

<sup>2</sup> Includes basis risk.

<sup>3</sup> Includes ASB and CBA Europe N.V.

# Appendices (continued)

## 2.1 Integrated Risk Management (continued)

### Interest Rate Risk in the Banking Book

#### Expected Shortfall (ES)

The Group uses Expected Shortfall (ES) as one of the measures of Non-Traded market risk. ES measures expected potential loss using historically observed market movements and correlation between different markets.

ES is modelled at a 97.5% confidence level and represents the average of the losses exceeding the 2.5% worst loss observed over the eight-year history. A 10-day scaled to a one-year holding period is used for interest rate risk in the banking book.

Where ES is deemed not to be an appropriate method of risk measurement, other risk measures have been used as specified by the heading or accompanying footnotes of the tables provided.

#### (a) Next 12 Months' Earnings

The figures in the following table represent the potential unfavourable change to the Group's net interest earnings during the year based on a 200 basis point parallel rate shock.

|   | Half Year Ended |
|---|-----------------|
|   | 31 Dec 25       |
|   | \$M             |
| <b>Net Interest Earnings at Risk <sup>1</sup></b> |                 |
| Average monthly exposure                          | 1,005.5         |
| High monthly exposure                             | 1,583.5         |
| Low monthly exposure                              | 479.2           |

#### (b) Economic Value

A 1-year 97.5% ES is used to capture the economic impact of adverse changes in interest rates and credit spreads on all banking book assets and liabilities.

|  | Half Year Ended |
|--|-----------------|
|  | 31 Dec 25       |
|  | \$M             |
| <b>Non-Traded Interest Rate Risk ES <sup>1</sup></b> |                 |
| Average daily exposure                               | 1,473.9         |
| High daily exposure                                  | 2,901.3         |
| Low daily exposure                                   | 575.0           |

<sup>1</sup> New disclosure following the adoption of the revised APS 117 *Capital Adequacy: Interest Rate Risk in the Banking Book* effective from 1 October 2025. Prior period comparatives are not presented as they were prepared using methodologies that are not consistent with the current disclosure.

# Appendices (continued)

## 2.1 Integrated Risk Management (continued)

### Funding Sources

The following table provides the funding sources for the Group including customer deposits, and short-term and long-term wholesale funding. Shareholders' equity is excluded from this view of funding sources.

|  | As at            |                  |                  |                       |                       |
|--|------------------|------------------|------------------|-----------------------|-----------------------|
|  | 31 Dec 25<br>\$M | 30 Jun 25<br>\$M | 31 Dec 24<br>\$M | Dec 25 vs<br>Jun 25 % | Dec 25 vs<br>Dec 24 % |
| Transaction deposits <sup>1</sup>  | 216,820          | 205,510          | 194,037          | 6                     | 12                    |
| Savings deposits   | 334,130          | 313,274          | 302,788          | 7                     | 10                    |
| Investment deposits <sup>2</sup>   | 283,444          | 273,733          | 265,000          | 4                     | 7                     |
| Other customer deposits <sup>1 3</sup>   | 121,908          | 116,295          | 111,707          | 5                     | 9                     |
| <b>Total customer deposits</b>   | <b>956,302</b>   | <b>908,812</b>   | <b>873,532</b>   | <b>5</b>              | <b>9</b>              |
| <b>Wholesale funding</b>   |                  |                  |                  |                       |                       |
| <b>Short-term</b>  |                  |                  |                  |                       |                       |
| Certificates of deposit <sup>4</sup>   | 40,563           | 40,398           | 39,771           | –                     | 2                     |
| US commercial paper programme  | 24,264           | 24,410           | 25,018           | (1)                   | (3)                   |
| Other <sup>5</sup>   | 13,803           | 13,802           | 15,292           | –                     | (10)                  |
| <b>Total short-term wholesale funding</b>  | <b>78,630</b>    | <b>78,610</b>    | <b>80,081</b>    | <b>–</b>              | <b>(2)</b>            |
| <b>Total short-term collateral deposits <sup>6</sup></b>                                       | <b>2,643</b>     | <b>4,241</b>     | <b>6,149</b>     | <b>(38)</b>           | <b>(57)</b>           |
| <b>Total long-term funding - less than or equal to one year residual maturity <sup>7</sup></b> | <b>29,274</b>    | <b>30,273</b>    | <b>35,697</b>    | <b>(3)</b>            | <b>(18)</b>           |
| <b>Long-term - greater than one year residual maturity</b>                                     |                  |                  |                  |                       |                       |
| Domestic debt program  | 26,938           | 23,331           | 22,044           | 15                    | 22                    |
| Offshore medium-term note programme <sup>8</sup>   | 39,822           | 44,182           | 42,500           | (10)                  | (6)                   |
| Covered bond programme   | 36,236           | 38,229           | 31,422           | (5)                   | 15                    |
| Securitisation   | 4,631            | 3,896            | 4,658            | 19                    | (1)                   |
| Loan capital   | 37,854           | 39,364           | 36,189           | (4)                   | 5                     |
| Other  | 1,418            | 1,224            | 1,606            | 16                    | (12)                  |
| <b>Total long-term funding - greater than one year residual maturity</b>                       | <b>146,899</b>   | <b>150,226</b>   | <b>138,419</b>   | <b>(2)</b>            | <b>6</b>              |
| <b>IFRS MTM and derivative FX revaluations</b>   | <b>(6,117)</b>   | <b>(5,956)</b>   | <b>(6,277)</b>   | <b>(3)</b>            | <b>3</b>              |
| <b>Total funding</b>   | <b>1,207,631</b> | <b>1,166,206</b> | <b>1,127,601</b> | <b>4</b>              | <b>7</b>              |
| <b>Reported as</b>   |                  |                  |                  |                       |                       |
| Deposits and other public borrowings   | 982,534          | 937,857          | 902,502          | 5                     | 9                     |
| Payables to financial institutions   | 32,982           | 27,956           | 27,599           | 18                    | 20                    |
| Liabilities at fair value through Income Statement   | 66,562           | 49,842           | 39,868           | 34                    | 67                    |
| Term funding from central banks <sup>9</sup>   | 16               | 1,131            | 3,247            | (99)                  | (large)               |
| Debt issues  | 169,499          | 170,509          | 167,125          | (1)                   | 1                     |
| Loan capital   | 37,939           | 38,973           | 36,722           | (3)                   | 3                     |
| Loans and other receivables - collateral posted  | (866)            | (936)            | (1,018)          | 7                     | 15                    |
| Receivables due from other financial institutions - collateral posted                          | (4,641)          | (4,749)          | (3,975)          | 2                     | (17)                  |
| Securities purchased under agreements to resell  | (76,394)         | (54,377)         | (44,469)         | (40)                  | (72)                  |
| <b>Total funding</b>   | <b>1,207,631</b> | <b>1,166,206</b> | <b>1,127,601</b> | <b>4</b>              | <b>7</b>              |

1 Transaction deposits exclude non-interest bearing deposits (included in other customer deposits).

2 Investment deposits include central bank and interbank deposits.

3 Other customer deposits primarily consist of non-interest bearing transaction deposits and deposits held at fair value through the Income Statement.

4 Includes Bank Acceptances.

5 Includes net non-HQLA securities sold or purchased under repurchase agreements.

6 Includes other repurchase agreements not reported above and Vostro balances.

7 Residual maturity of long-term wholesale funding (included in Debt issues, Loan capital and other funding instruments) is the earlier of the next call date or final maturity.

8 Includes notes issued under the Group's 3(a)(2) programme.

9 Includes drawings from the RBNZ Funding for Lending Programme (FLP) and Term Lending Facility (TLF).

# Appendices (continued)

## 2.1 Integrated Risk Management (continued)

### Overview

The Group's liquidity and funding policies are designed to ensure it will meet its obligations as and when they fall due by ensuring it is able to raise funding on an unsecured or secured basis, has sufficient liquid assets to borrow against under repurchase agreements or sell to raise immediate funds without adversely affecting the Group's net asset value.

The Group's liquidity policies are designed to ensure it maintains sufficient holdings of cash and liquid assets to meet its obligations to customers, in both normal market conditions and during periods of severe stress. These policies are intended to protect the value of the Group's operations during periods of unfavourable market conditions.

The Group's funding policies are designed to achieve diversified sources of funding by product, term, maturity date, investor type, investor location, currency and concentration, on a cost effective basis. This objective applies to the Group's wholesale and retail funding activities.

### Liquidity and Funding Risk Management Framework

The CBA Board is responsible for the sound and prudent management of liquidity risk across the Group. The Group's liquidity and funding policies, structured under the Group Liquidity Risk Management Framework, are approved by the Board. The Group Asset and Liability Committee's (ALCO) responsibilities include asset and liability management, reviewing liquidity and funding policies and strategies, and monitoring compliance with those policies across the Group. Group Treasury manages the Group's liquidity and funding positions in accordance with the Group's Liquidity Policy and supporting standards, and has ultimate authority to execute liquidity and funding decisions should the Group Contingency Funding Plan be activated. Risk Management provides oversight of the Group's liquidity and funding risks, compliance with Group policies and manages the Group's relationship with prudential regulators.

Subsidiaries within the Group apply their own liquidity and funding strategies to address their specific needs. The Group's New Zealand banking subsidiary, ASB and CBA Europe N.V., manage their own domestic liquidity and funding needs in accordance with their own liquidity policy and the policies of the Group. ASB's liquidity policy is also overseen by the RBNZ.

### Liquidity and Funding Policies and Management

The Group's liquidity and funding policies provide that:

- an excess of liquid assets over the minimum prescribed under APRA's Liquidity Coverage Ratio (LCR) requirement is maintained. Designated Australian ADIs are required to meet a 100% LCR, calculated as the ratio of High Quality Liquid Assets (HQLA) to 30 day net cash outflows projected under a prescribed stress scenario;
- a surplus of stable funding from various sources, as measured by APRA's Net Stable Funding Ratio (NSFR), is maintained. The NSFR is calculated by applying factors prescribed by APRA to assets and liabilities to determine a ratio of available stable funding to required stable funding which must be greater than 100%;
- central to the Group's liquidity management framework, the Group undertakes additional stress testing including severe and moderate market specific and idiosyncratic scenarios over and above the regulatory defined scenarios;

- additional funding and liquidity metrics are calculated and monitored as early warning indicators of a potential stress event;
- short and long-term wholesale funding limits are established, monitored and reviewed regularly;
- the Group's wholesale funding market capacity is regularly assessed and used as a factor in funding strategies;
- Group Treasury maintains a portfolio of liquid assets to meet liquidity requirements under a range of market conditions. The liquid asset portfolio includes cash and liquid assets, including deposits with the RBA and offshore central banks, Australian government and semi-government securities, and foreign government securities;
- liquid assets are held in Australian dollar and foreign currency denominated securities in accordance with expected requirements;
- in line with APRA's requirements to hold adequate levels of self-securitised assets, the Group also holds internal Residential Mortgage Backed Securities (RMBS) with a minimum value of 30% of the Group's Australian dollar LCR net cash outflows. The internal RMBS has mortgages securitised but retained by the Bank, and are repo-eligible collateral to obtain funding from the RBA under the Exceptional Liquidity Assistance (ELA) arrangement; and
- offshore branches and subsidiaries adhere to liquidity policies and hold appropriate foreign currency liquid assets to meet required regulations. Material banking subsidiaries are required to maintain an LCR of at least 100%.

The Group's key funding tools include:

- consumer retail funding base, which includes a wide range of retail transaction accounts, savings accounts and term deposits from individual consumers;
- small business customer and institutional deposit base; and
- wholesale domestic and international funding programmes, which include Australian dollar Negotiable Certificates of Deposit, US and Euro Commercial Paper programmes, Australian dollar Domestic Debt Programme, US Medium-Term Note Programmes, Euro Medium-Term Note Programme, multi-jurisdiction Covered Bond programmes and Medallion securitisation programmes.

Liquidity modelling and forecasting is undertaken on a daily basis to ensure the Group meets its internal and regulatory liquidity requirements at all times. A regulatory liquidity management reporting system models and reports regulatory liquidity outcomes. Additionally a comprehensive Funds Transfer Pricing framework is in place to attribute the cost of funding and liquidity to business units and to provide appropriate incentives to inform business decision making.

### Contingency Funding Plan

The Group maintains a Contingency Funding Plan (CFP) which details how the Group would respond to a liquidity stress event. The plan includes details of roles and responsibilities including the committee of responsible executives, early warning indicators and trigger events, potential contingent funding actions that could be undertaken to manage the Group's liquidity position as well as a communications strategy. The plan is regularly tested and is approved by the CBA Board on an annual basis.

# Appendices (continued)

## 2.2 Counterparty and Other Credit Risk Exposures

### Leveraged Finance

The Group provides leveraged finance to companies. This can include companies acquired or owned by private equity sponsors which can be highly leveraged, primarily domiciled in Australia and New Zealand and exhibit stable and established earnings providing the ability to reduce borrowing levels. The Group's exposure to firms owned by private equity sponsors is diversified across industries and private equity sponsors. Leveraged debt facilities provided to private equity sponsors are typically senior with first ranking security over the cash flows and assets of the businesses.

### Hedge Funds

There were no material movements in exposures to hedge funds during the current half and these exposures are not considered to be material.

# Appendices (continued)

## 3 Our Capital, Equity and Reserves

### OVERVIEW

The Group maintains a strong capital position in order to satisfy regulatory capital requirements, provide financial security to its depositors and creditors, and deliver an adequate return to its shareholders. The Group's shareholders' equity includes issued ordinary shares, retained profits and reserves.

This section provides an analysis of the Group's shareholders' equity including changes during the period.

### 3.1 Capital

The tables below show the capital adequacy calculation at 31 December 2025 together with prior period comparatives.

|                                     | As at       |             |             |
|-------------------------------------|-------------|-------------|-------------|
|                                     | 31 Dec 25   | 30 Jun 25   | 31 Dec 24   |
|                                     | %           | %           | %           |
| <b>Risk Weighted Capital Ratios</b> |             |             |             |
| Common Equity Tier 1                | 12.3        | 12.3        | 12.2        |
| Additional Tier 1                   | 1.5         | 1.6         | 1.9         |
| Tier 1                              | 13.8        | 13.9        | 14.1        |
| Tier 2                              | 6.8         | 7.0         | 6.6         |
| <b>Total Capital</b>                | <b>20.6</b> | <b>20.9</b> | <b>20.7</b> |

|  | As at          |               |               |
|--|----------------|---------------|---------------|
|  | 31 Dec 25      | 30 Jun 25     | 31 Dec 24     |
|  | \$M            | \$M           | \$M           |
| <b>Ordinary share capital and treasury shares</b>                            |                |               |               |
| Ordinary share capital   | 33,580         | 33,560        | 33,586        |
| Treasury shares <sup>1</sup>   | 195            | 215           | 189           |
| <b>Ordinary share capital and treasury shares</b>                            | <b>33,775</b>  | <b>33,775</b> | <b>33,775</b> |
| <b>Reserves</b>  | <b>(1,367)</b> | <b>1,242</b>  | <b>(900)</b>  |
| <b>Retained earnings and current period profits</b>                          |                |               |               |
| Retained earnings and current period profits                                 | 45,019         | 43,974        | 42,578        |
| Retained earnings adjustment from non-consolidated subsidiaries <sup>2</sup> | (66)           | (63)          | (60)          |
| <b>Net retained earnings</b>   | <b>44,953</b>  | <b>43,911</b> | <b>42,518</b> |
| <b>Common Equity Tier 1 Capital before regulatory adjustments</b>            | <b>77,361</b>  | <b>78,928</b> | <b>75,393</b> |

<sup>1</sup> Represents eligible employee share scheme arrangements.

<sup>2</sup> Cumulative current period profit and retained earnings adjustments for subsidiaries not consolidated for regulatory purposes.

# Appendices (continued)

## 3.1 Capital (continued)

|  | As at           |                 |                 |
|--|-----------------|-----------------|-----------------|
|  | 31 Dec 25       | 30 Jun 25       | 31 Dec 24       |
|  | \$M             | \$M             | \$M             |
| <b>Common Equity Tier 1 regulatory adjustments</b>               |                 |                 |                 |
| Goodwill   | (5,270)         | (5,289)         | (5,282)         |
| Other intangibles (including software) <sup>1</sup>              | (2,970)         | (2,737)         | (2,446)         |
| Capitalised costs and deferred fees                              | (1,381)         | (1,317)         | (1,250)         |
| Defined benefit superannuation plan surplus <sup>2</sup>         | (407)           | (417)           | (338)           |
| Deferred tax asset   | (2,890)         | (3,333)         | (3,165)         |
| Cash flow hedge reserve  | 1,113           | (1,162)         | 590             |
| Employee compensation reserve                                    | (92)            | (158)           | (89)            |
| Equity investments <sup>3</sup>                                  | (3,289)         | (3,260)         | (4,225)         |
| Equity investments in non-consolidated subsidiaries <sup>4</sup> | (89)            | (89)            | (89)            |
| Unrealised fair value adjustments <sup>5</sup>                   | (49)            | (42)            | (60)            |
| Shortfall of provisions to expected losses <sup>6</sup>          | –               | –               | –               |
| Other  | (115)           | (157)           | (168)           |
| <b>Common Equity Tier 1 regulatory adjustments</b>               | <b>(15,439)</b> | <b>(17,961)</b> | <b>(16,522)</b> |
| <b>Common Equity Tier 1 Capital</b>                              | <b>61,922</b>   | <b>60,967</b>   | <b>58,871</b>   |
| <b>Additional Tier 1 Capital</b>                                 |                 |                 |                 |
| Basel III complying instruments <sup>7</sup>                     | 7,907           | 7,907           | 9,272           |
| <b>Total Additional Tier 1 Capital</b>                           | <b>7,907</b>    | <b>7,907</b>    | <b>9,272</b>    |
| <b>Total Tier 1 Capital</b>                                      | <b>69,829</b>   | <b>68,874</b>   | <b>68,143</b>   |
| <b>Tier 2 Capital</b>  |                 |                 |                 |
| Basel III complying instruments <sup>8</sup>                     | 32,790          | 33,079          | 29,925          |
| Holding of Tier 2 Capital  | (586)           | (444)           | (474)           |
| Prudential general reserve for credit losses <sup>9</sup>        | 2,228           | 2,194           | 2,111           |
| <b>Total Tier 2 Capital</b>                                      | <b>34,432</b>   | <b>34,829</b>   | <b>31,562</b>   |
| <b>Total Capital</b>   | <b>104,261</b>  | <b>103,703</b>  | <b>99,705</b>   |

1 Other intangibles (including capitalised software costs), net of any associated deferred tax liability.

2 Represents the surplus in the Group's defined benefit superannuation fund, net of any deferred tax liability.

3 Represents the Group's non-controlling interest in other entities.

4 Non-consolidated subsidiaries include the Group's insurance entity and qualifying securitisation vehicles that meet APRA's operational requirement for regulatory capital relief under APS 120 "Securitisation".

5 Includes gains due to changes in the Group's credit risk on fair valued liabilities and other prudential valuation adjustments.

6 Represents the shortfall between the regulatory Expected Losses (EL) and Eligible Provisions (EP) with respect to credit portfolios which are subject to the AIRB approach. The adjustment is assessed separately for both defaulted and non-defaulted exposures. Where there is an excess of EL over EP in either assessments, the difference must be deducted from CET1. For non-defaulted exposures, where the EL is lower than the EP, this may be included in Tier 2 Capital up to a maximum of 0.6% of total Credit RWA.

7 As at 31 December 2025, comprises PERLS XVI \$1,550 million (June 2023), PERLS XV \$1,777 million (November 2022), PERLS XIV \$1,750 million (March 2022), PERLS XIII \$1,180 million (April 2021) and PERLS XII \$1,650 million (November 2019).

8 In the half year ended 31 December 2025, the Group issued EUR1,000 million Basel III compliant subordinated notes and redeemed AUD1,400 million subordinated notes and the remaining USD597 million of the USD1,250 million subordinated notes, both Basel III compliant Tier 2 Capital instruments.

9 Represents provisions for credit losses eligible for inclusion in Tier 2 Capital.

# Appendices (continued)

## 3.1 Capital (continued)

|   | As at          |                |                |
|---|----------------|----------------|----------------|
|   | 31 Dec 25      | 30 Jun 25      | 31 Dec 24      |
|   | \$M            | \$M            | \$M            |
| <b>Risk Weighted Assets (RWA) <sup>1</sup></b>    |                |                |                |
| <b>Credit Risk</b>                                |                |                |                |
| <b>Subject to AIRB approach <sup>2</sup></b>      |                |                |                |
| Corporate (incl. SME corporate) <sup>3 4</sup>    | 102,005        | 96,933         | 92,343         |
| SME retail  | 11,581         | 11,323         | 10,897         |
| Residential mortgage <sup>5</sup>                 | 154,941        | 149,143        | 144,873        |
| Qualifying revolving retail                       | 5,233          | 5,210          | 5,222          |
| Other retail                                      | 9,183          | 9,023          | 9,102          |
| <b>Total RWA subject to AIRB approach</b>         | <b>282,943</b> | <b>271,632</b> | <b>262,437</b> |
| <b>Subject to FIRB approach <sup>2</sup></b>      |                |                |                |
| Corporate – large <sup>3 4</sup>                  | 30,014         | 27,667         | 25,839         |
| Sovereign   | 2,524          | 2,447          | 2,278          |
| Financial Institution                             | 9,539          | 9,511          | 7,955          |
| <b>Total RWA subject to FIRB approach</b>         | <b>42,077</b>  | <b>39,625</b>  | <b>36,072</b>  |
| <b>Specialised lending</b>                        | <b>4,304</b>   | <b>4,675</b>   | <b>4,713</b>   |
| <b>Subject to Standardised approach</b>           |                |                |                |
| Corporate (incl. SME corporate)                   | 659            | 930            | 744            |
| SME retail  | 800            | 650            | 639            |
| Sovereign   | -              | 1              | 1              |
| Residential mortgage                              | 7,497          | 7,432          | 7,197          |
| Other retail                                      | 322            | 331            | 292            |
| Other assets <sup>6</sup>                         | 6,224          | 6,091          | 6,016          |
| <b>Total RWA subject to Standardised approach</b> | <b>15,502</b>  | <b>15,435</b>  | <b>14,889</b>  |
| Securitisation                                    | 4,096          | 4,031          | 3,685          |
| Credit valuation adjustment                       | 3,327          | 3,841          | 4,589          |
| RBNZ regulated entities <sup>2</sup>              | 49,586         | 51,636         | 49,886         |
| Counterparty credit risk <sup>1</sup>             | 7,284          | 8,053          | 8,846          |
| <b>Total RWA for Credit Risk Exposures</b>        | <b>409,119</b> | <b>398,928</b> | <b>385,117</b> |
| Traded market risk                                | 9,971          | 9,752          | 7,949          |
| Interest rate risk in the banking book            | 35,179         | 39,841         | 41,679         |
| Operational risk                                  | 51,041         | 47,624         | 47,624         |
| <b>Total risk weighted assets</b>                 | <b>505,310</b> | <b>496,145</b> | <b>482,369</b> |

1 Credit Risk Weighted Assets are disclosed separately to counterparty credit risk to align with presentation in APRA's revised Prudential Standard for Public Disclosure (APS 330).

2 Pursuant to APRA requirements, RWA amounts derived from the risk weighted functions of AIRB, FIRB and the advanced portfolio of RBNZ regulated entities have been multiplied by a scaling factor of 1.10.

3 Includes non-retail overlays of \$nil as at 31 December 2025 (30 June 2025: \$0.5 billion; 31 December 2024: \$0.5 billion).

4 Includes IPRE risk weight floor of \$2.9 billion as at 31 December 2025 (30 June 2025: \$2.6 billion; 31 December 2024: \$2.9 billion).

5 31 December 2025 includes an \$8.0 billion RWA overlay relating to the Australian Residential Mortgage PD model. 30 June 2025 includes a self-imposed residential mortgage risk weight floor of \$2.4 billion.

6 Includes settlement risk of \$7 million as at 31 December 2025 (30 June 2025: \$nil; 31 December 2024: \$3 million).

# Appendices (continued)

## 3.2 Share Capital

| Shares on Issue   | Half Year Ended      |                      |                      |
|---|----------------------|----------------------|----------------------|
|   | 31 Dec 25<br>Shares  | 30 Jun 25<br>Shares  | 31 Dec 24<br>Shares  |
| Opening balance (excluding treasury shares deduction)                       | 1,673,462,358        | 1,673,462,358        | 1,673,580,358        |
| Share buy-backs   |                      |                      |                      |
| On-market buy-back <sup>1</sup>   | –                    | –                    | (118,000)            |
| Dividend reinvestment plan issues:  |                      |                      |                      |
| 2023/2024 Final dividend fully paid ordinary shares \$141.50 <sup>2</sup>   | –                    | –                    | –                    |
| 2024/2025 Interim dividend fully paid ordinary shares \$149.89 <sup>2</sup> | –                    | –                    | –                    |
| 2024/2025 Final dividend fully paid ordinary shares \$168.60 <sup>2</sup>   | –                    | –                    | –                    |
| Closing balance (excluding treasury shares deduction)                       | 1,673,462,358        | 1,673,462,358        | 1,673,462,358        |
| Less: Treasury shares <sup>3</sup>  | (1,338,636)          | (1,620,212)          | (1,463,595)          |
| <b>Closing balance</b>  | <b>1,672,123,722</b> | <b>1,671,842,146</b> | <b>1,671,998,763</b> |

- On 13 August 2025, the Group announced a 12-month extension of the on-market share buy-back of up to \$1 billion of CBA ordinary shares originally announced on 9 August 2023. During the half year ended 31 December 2024, 118,000 ordinary shares were bought back at an average price of \$151.98 per share (\$18 million). The shares bought back were subsequently cancelled. No share buy-back activity was undertaken during 1H26 and 2H25.
- The DRP in respect of the final 2024/2025, interim 2024/2025 and final 2023/2024 dividends were satisfied in full through the on-market purchase and transfer of 3,802,106 shares at \$168.60, 4,545,082 shares at \$149.89 and 5,335,505 shares at \$141.50, respectively, to participating shareholders.
- Relates to the movements in treasury shares held within the employee share scheme plans.

### Dividend Franking Account

#### Australian Franking Credits

The franking credits available to the Group at 31 December 2025, after allowing for Australian tax payable in respect of the current and prior reporting period's profit, are estimated to be \$1,895 million (30 June 2025: \$2,008 million; 31 December 2024: \$1,738 million).

#### New Zealand Imputation Credits

The New Zealand imputation credits available to CBA at 31 December 2025 are estimated to be NZ\$891 million (30 June 2025: NZ\$1,121 million; 31 December 2024: NZ\$1,088 million). This is calculated on the same basis as the Australian franking credits but using the New Zealand current tax liability.

#### Dividends

The Directors have determined a fully franked interim dividend of 235 cents per share amounting to \$3,933 million. The dividend will be payable on or around 30 March 2026 to shareholders on the register at 5:00pm (Sydney time) on 19 February 2026.

The Board determines the dividend per share based on net profit after tax ("cash basis") per share, having regard to a range of factors including:

- Current and expected rates of business growth and the mix of business;
- Capital needs to support economic, regulatory and credit ratings requirements;
- Investments and/or divestments to support business development;
- Competitors comparison and market expectations; and
- Earnings per share growth.

### Dividend Reinvestment Plan

The Group has a Dividend Reinvestment Plan (DRP) that is available to shareholders in Australia and certain other jurisdictions. Shareholders can elect to participate to acquire fully paid ordinary shares instead of receiving a cash dividend payment. Shares issued under DRP rank equally with ordinary shares on issue. The DRP for the 2025 final, 2025 interim and 2024 final dividends were satisfied in full by the on-market purchase and transfer of shares, and had participation rates of 14.8%, 18.1% and 18.1% respectively.

#### Record Date

The record date for determination of interim dividend entitlement is 5:00pm (Sydney time) on 19 February 2026. The date for notifying a change to participation in the DRP for the interim dividend is 5:00pm (Sydney time) on 20 February 2026.

#### Ex-Dividend Date

The ex-dividend date for the interim dividend is 18 February 2026.

#### Share Buy-Back

On 13 August 2025, the Group announced a 12-month extension of the on-market share buy-back of up to \$1 billion of CBA ordinary shares originally announced on 9 August 2023.

As at 31 December 2025, the Group has completed \$300 million of the \$1 billion on-market share buy-back, with 2,706,964 ordinary shares bought back at an average price of \$110.72.

The ordinary shares bought back were subsequently cancelled.

# Appendices (continued)

## 4 Other Information

### 4.1 Intangible Assets

|                                 | As at        |              |              |
|---------------------------------|--------------|--------------|--------------|
|                                 | 31 Dec 25    | 30 Jun 25    | 31 Dec 24    |
|                                 | \$M          | \$M          | \$M          |
| <b>Goodwill</b>                 |              |              |              |
| Purchased goodwill at cost      | 5,270        | 5,289        | 5,282        |
| <b>Closing balance</b>          | <b>5,270</b> | <b>5,289</b> | <b>5,282</b> |
| <b>Computer Software Costs</b>  |              |              |              |
| Net carrying value              | 2,840        | 2,607        | 2,315        |
| <b>Closing balance</b>          | <b>2,840</b> | <b>2,607</b> | <b>2,315</b> |
| <b>Brand Names <sup>1</sup></b> |              |              |              |
| Cost                            | 186          | 186          | 186          |
| <b>Closing balance</b>          | <b>186</b>   | <b>186</b>   | <b>186</b>   |
| <b>Total intangible assets</b>  | <b>8,296</b> | <b>8,082</b> | <b>7,783</b> |

<sup>1</sup> Brand names predominantly represent the value of royalty costs foregone by the Group through acquiring the Bankwest brand name. The Bankwest brand name has an indefinite useful life, as there is no foreseeable limit to the period over which the brand name is expected to generate cash flows. The brand name is not subject to amortisation, but requires annual impairment testing. No impairment was recognised during the period.

# Appendices (continued)

## 4.2 ASX Appendix 4D

| <b>Cross Reference Index</b>   | <b>Page</b>        |
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| Details of Reporting Period and Previous Period (Rule 4.2A.3 Item No. 1)   | Inside Front Cover |
| Results for Announcement to the Market (Rule 4.2A.3 Item No. 2)  | Inside Front Cover |
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| Details of entities over which control was gained and lost during the period (Rule 4.2A.3 Item No. 4)                          | 149                |
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| Independent auditor's review report subject to a modified opinion, emphasis of matter or other matter (Rule 4.2A.3 Item No. 9) | 149                |

### Details of entities over which control was gained and lost during the period (Rule 4.2A.3 Item No. 4)

The Group did not gain or lose control over any material entities during the half year ended 31 December 2025.

### Details of Associates and Joint Ventures (Rule 4.2A.3 Item No. 7)

| <b>As at 31 December 2025</b>                     | <b>Ownership Interest Held</b> |
|---|--------------------------------|
| Superannuation and Investments HoldCo Pty Limited | 45%                            |
| Lendi Group Pty Ltd                               | 42%                            |
| More Telecom Pty Ltd                              | 40%                            |
| Tangerine Telecom Pty Ltd                         | 40%                            |
| Nindethana Seed Service Pty Ltd                   | 27%                            |
| Payble Pty Ltd                                    | 26%                            |
| Count Limited                                     | 24%                            |
| PEXA Group Limited                                | 24%                            |
| Gift Card Co Pty Ltd                              | 22%                            |
| Australian Business Growth Fund Pty Ltd           | 19%                            |
| Payments NZ Limited                               | 19%                            |
| Silicon Quantum Computing Pty Ltd                 | 18%                            |
| Amber Holding Corporation Pty Ltd                 | 14%                            |

### Foreign Entities (Rule 4.2A.3 Item No. 8)

Not applicable.

### Independent auditor's review report subject to a modified opinion, emphasis of matter or other matter (Rule 4.2A.3 Item No. 9)

Not applicable.

## Appendices (continued)

### 4.3 Profit Reconciliation

Non-cash items are excluded from net profit after tax ("cash basis"), which is management's preferred measure of the Group's financial performance, as they tend to be non-recurring in nature or are not considered representative of the Group's ongoing financial performance. The impact of these items on the Group's net profit after tax ("statutory basis") is outlined below and treated consistently with the prior financial year. A description of these items is provided below.

|  | Half Year Ended 31 December 2025        |   |                                |  |
|--|---|---|--------------------------------|--|
|  | Net profit after<br>tax "cash<br>basis" | Gain/(loss) on<br>disposal and<br>acquisition of<br>controlled<br>entities <sup>1</sup> | Hedging and<br>IFRS volatility | Net profit after<br>tax "statutory<br>basis" |
|  | \$M                                     | \$M   | \$M                            | \$M  |
| <b>Profit Reconciliation</b>   |   |   |                                |  |
| <b>Group</b>   |   |   |                                |  |
| Interest income <sup>2</sup>   | 32,366                                  | –   | –                              | 32,366                                       |
| Interest expense   | (19,671)                                | –   | –                              | (19,671)                                     |
| Net interest income  | 12,695                                  | –   | –                              | 12,695                                       |
| Other operating income   | 2,326                                   | –   | (21)                           | 2,305  |
| <b>Total operating income</b>  | <b>15,021</b>                           | <b>–</b>  | <b>(21)</b>                    | <b>15,000</b>                                |
| Operating expenses   | (6,890)                                 | (26)  | –                              | (6,916)                                      |
| Loan impairment expense  | (319)                                   | –   | –                              | (319)  |
| <b>Net profit/(loss) before tax</b>                                  | <b>7,812</b>                            | <b>(26)</b>   | <b>(21)</b>                    | <b>7,765</b>                                 |
| Corporate tax expense  | (2,367)                                 | 8   | 6                              | (2,353)                                      |
| <b>Net profit/(loss) after income tax from continuing operations</b> | <b>5,445</b>                            | <b>(18)</b>   | <b>(15)</b>                    | <b>5,412</b>                                 |
| Net profit/(loss) after income tax from discontinued operations      | –                                       | (45)  | –                              | (45)   |
| <b>Net profit/(loss) after income tax</b>                            | <b>5,445</b>                            | <b>(63)</b>   | <b>(15)</b>                    | <b>5,367</b>                                 |

1 These amounts include post-completion adjustments (such as purchase price adjustments, and finalisation of accounting adjustments for goodwill and foreign currency reserves recycling), and transaction and separation costs associated with the previously announced divestments.

2 Interest income includes total effective interest income and other interest income.

#### Gain/(loss) on disposal and acquisition of controlled entities

Gains and losses on these transactions are inclusive of foreign exchange impacts, impairments, restructuring, separation and transactions costs and cover both controlled businesses and associates.

#### Hedging and IFRS volatility

Hedging and IFRS volatility represents timing differences between fair value movements on qualifying economic hedges and the underlying exposure. They do not affect the Group's performance over the life of the hedge relationship, and are recognised over the life of the hedged transaction. To qualify as an economic hedge the terms and/or risk profile must match or be substantially the same as the underlying exposure.

# Appendices (continued)

## 4.3 Profit Reconciliation (continued)

|  | Half Year Ended 30 June 2025      |   |                             |  |
|--|-----------------------------------|---|-----------------------------|--|
| Profit Reconciliation  | Net profit after tax "cash basis" | Gain/(loss) on disposal and acquisition of controlled entities <sup>1</sup> | Hedging and IFRS volatility | Net profit after tax "statutory basis" |
|  | \$M                               | \$M   | \$M                         | \$M                                    |
| <b>Group</b>   |                                   |   |                             |  |
| Interest income <sup>2</sup>   | 32,427                            | –   | –                           | 32,427                                 |
| Interest expense   | (20,338)                          | –   | –                           | (20,338)                               |
| Net interest income  | 12,089                            | –   | –                           | 12,089                                 |
| Other operating income   | 2,279                             | (249)   | 73                          | 2,103                                  |
| <b>Total operating income</b>  | <b>14,368</b>                     | <b>(249)</b>  | <b>73</b>                   | <b>14,192</b>                          |
| Operating expenses   | (6,624)                           | (19)  | –                           | (6,643)                                |
| Loan impairment expense  | (406)                             | –   | –                           | (406)                                  |
| <b>Net profit/(loss) before tax</b>                                  | <b>7,338</b>                      | <b>(268)</b>  | <b>73</b>                   | <b>7,143</b>                           |
| Corporate tax expense  | (2,218)                           | 87  | (21)                        | (2,152)                                |
| <b>Net profit/(loss) after income tax from continuing operations</b> | <b>5,120</b>                      | <b>(181)</b>  | <b>52</b>                   | <b>4,991</b>                           |
| Net profit/(loss) after income tax from discontinued operations      | –                                 | (9)   | –                           | (9)                                    |
| <b>Net profit/(loss) after income tax</b>                            | <b>5,120</b>                      | <b>(190)</b>  | <b>52</b>                   | <b>4,982</b>                           |

1 These amounts include post-completion adjustments (such as purchase price adjustments, and finalisation of accounting adjustments for goodwill and foreign currency reserves recycling), and transaction and separation costs associated with the previously announced divestments. Economic hedges relating to divestments completed in the current period were presented in Gain/(loss) on disposal and acquisition of controlled entities.

2 Interest income includes total effective interest income and other interest income.

# Appendices (continued)

## 4.3 Profit Reconciliation (continued)

|  | Half Year Ended 31 December 2024  |   |                             |  |
|--|-----------------------------------|---|-----------------------------|--|
| Profit Reconciliation  | Net profit after tax "cash basis" | Gain/(loss) on disposal and acquisition of controlled entities <sup>1</sup> | Hedging and IFRS volatility | Net profit after tax "statutory basis" |
|  | \$M                               | \$M   | \$M                         | \$M                                    |
| <b>Group</b>   |                                   |   |                             |  |
| Interest income <sup>2</sup>   | 32,683                            | –   | –                           | 32,683                                 |
| Interest expense   | (20,749)                          | –   | –                           | (20,749)                               |
| Net interest income  | 11,934                            | –   | –                           | 11,934                                 |
| Other operating income   | 2,163                             | 5   | (4)                         | 2,164                                  |
| <b>Total operating income</b>  | <b>14,097</b>                     | <b>5</b>  | <b>(4)</b>                  | <b>14,098</b>                          |
| Operating expenses   | (6,372)                           | –   | –                           | (6,372)                                |
| Loan impairment expense  | (320)                             | –   | –                           | (320)                                  |
| <b>Net profit/(loss) before tax</b>                                  | <b>7,405</b>                      | <b>5</b>  | <b>(4)</b>                  | <b>7,406</b>                           |
| Corporate tax expense  | (2,273)                           | 4   | 5                           | (2,264)                                |
| <b>Net profit/(loss) after income tax from continuing operations</b> | <b>5,132</b>                      | <b>9</b>  | <b>1</b>                    | <b>5,142</b>                           |
| Net profit/(loss) after income tax from discontinued operations      | 1                                 | (9)   | –                           | (8)                                    |
| <b>Net profit/(loss) after income tax</b>                            | <b>5,133</b>                      | <b>–</b>  | <b>1</b>                    | <b>5,134</b>                           |

1 These amounts include post-completion adjustments (such as purchase price adjustments, and finalisation of accounting adjustments for goodwill and foreign currency reserves recycling), and transaction and separation costs associated with the previously announced divestments.

2 Interest income includes total effective interest income and other interest income.

## Appendices (continued)

### 4.4 Analysis Template

| Ratios - Output Summary (continuing operations basis)              | Half Year Ended <sup>1</sup> |           |           |
|--|------------------------------|-----------|-----------|
|  | 31 Dec 25                    | 30 Jun 25 | 31 Dec 24 |
|  | \$M                          | \$M       | \$M       |
| <b>Earnings Per Share (EPS)</b>                                    |                              |           |           |
| Net profit after tax - "cash basis"                                | 5,445                        | 5,120     | 5,132     |
| Average number of shares (M) - "cash basis"                        | 1,672                        | 1,672     | 1,672     |
| <b>Earnings Per Share basic - "cash basis" (cents)</b>             | <b>325.7</b>                 | 306.2     | 306.9     |
| Net profit after tax - "statutory basis"                           | 5,412                        | 4,991     | 5,142     |
| Average number of shares (M) - "statutory basis"                   | 1,672                        | 1,672     | 1,672     |
| <b>Earnings Per Share basic - "statutory basis" (cents)</b>        | <b>323.7</b>                 | 298.5     | 307.5     |
| Interest expense (after tax) - PERLS                               | –                            | –         | –         |
| <b>Profit impact of assumed conversions (after tax)</b>            | <b>–</b>                     | –         | –         |
| Weighted average number of shares - PERLS (M)                      | –                            | –         | –         |
| Weighted average number of shares - Employee share plans (M)       | 2                            | 3         | 2         |
| <b>Weighted average number of shares - dilutive securities (M)</b> | <b>2</b>                     | 3         | 2         |
| Net profit after tax - "cash basis"                                | 5,445                        | 5,120     | 5,132     |
| Add back profit impact of assumed conversions (after tax)          | –                            | –         | –         |
| Adjusted diluted profit for EPS calculation                        | 5,445                        | 5,120     | 5,132     |
| Average number of shares (M) - "cash basis"                        | 1,672                        | 1,672     | 1,672     |
| Add back weighted average number of shares (M)                     | 2                            | 3         | 2         |
| Diluted average number of shares (M)                               | 1,674                        | 1,675     | 1,674     |
| <b>Earnings Per Share diluted - "cash basis" (cents)</b>           | <b>325.2</b>                 | 305.8     | 306.5     |
| Net profit after tax - "statutory basis"                           | 5,412                        | 4,991     | 5,142     |
| Add back profit impact of assumed conversions (after tax)          | –                            | –         | –         |
| Adjusted diluted profit for EPS calculation                        | 5,412                        | 4,991     | 5,142     |
| Average number of shares (M) - "statutory basis"                   | 1,672                        | 1,672     | 1,672     |
| Add back weighted average number of shares (M)                     | 2                            | 3         | 2         |
| Diluted average number of shares (M)                               | 1,674                        | 1,675     | 1,674     |
| <b>Earnings Per Share diluted - "statutory basis" (cents)</b>      | <b>323.2</b>                 | 298.1     | 307.1     |

<sup>1</sup> Calculations are based on actual numbers prior to rounding to the nearest million.

# Appendices (continued)

## 4.4 Analysis Template (continued)

|  | Half Year Ended <sup>1</sup> |              |              |
|--|------------------------------|--------------|--------------|
|  | 31 Dec 25                    | 30 Jun 25    | 31 Dec 24    |
| <b>Ratios - Output Summary (including discontinued operations)</b> | <b>\$M</b>                   | <b>\$M</b>   | <b>\$M</b>   |
| <b>Earnings Per Share (EPS)</b>                                    |                              |              |              |
| Net profit after tax - "cash basis"                                | 5,445                        | 5,120        | 5,133        |
| Average number of shares (M) - "cash basis"                        | 1,672                        | 1,672        | 1,672        |
| <b>Earnings Per Share basic - "cash basis" (cents)</b>             | <b>325.7</b>                 | <b>306.2</b> | <b>307.0</b> |
| Net profit after tax - "statutory basis"                           | 5,367                        | 4,982        | 5,134        |
| Average number of shares (M) - "statutory basis"                   | 1,672                        | 1,672        | 1,672        |
| <b>Earnings Per Share basic - "statutory basis" (cents)</b>        | <b>321.0</b>                 | <b>298.0</b> | <b>307.0</b> |
| Interest expense (after tax) - PERLS                               | –                            | –            | –            |
| <b>Profit impact of assumed conversions (after tax)</b>            | <b>–</b>                     | <b>–</b>     | <b>–</b>     |
| Weighted average number of shares - PERLS (M)                      | –                            | –            | –            |
| Weighted average number of shares - Employee share plans (M)       | 2                            | 3            | 2            |
| <b>Weighted average number of shares - dilutive securities (M)</b> | <b>2</b>                     | <b>3</b>     | <b>2</b>     |
| Net profit after tax - "cash basis"                                | 5,445                        | 5,120        | 5,133        |
| Add back profit impact of assumed conversions (after tax)          | –                            | –            | –            |
| Adjusted diluted profit for EPS calculation                        | 5,445                        | 5,120        | 5,133        |
| Average number of shares (M) - "cash basis"                        | 1,672                        | 1,672        | 1,672        |
| Add back weighted average number of shares (M)                     | 2                            | 3            | 2            |
| Diluted average number of shares (M)                               | 1,674                        | 1,675        | 1,674        |
| <b>Earnings Per Share diluted - "cash basis" (cents)</b>           | <b>325.2</b>                 | <b>305.8</b> | <b>306.6</b> |
| Net profit after tax - "statutory basis"                           | 5,367                        | 4,982        | 5,134        |
| Add back profit impact of assumed conversions (after tax)          | –                            | –            | –            |
| Adjusted diluted profit for EPS calculation                        | 5,367                        | 4,982        | 5,134        |
| Average number of shares (M) - "statutory basis"                   | 1,672                        | 1,672        | 1,672        |
| Add back weighted average number of shares (M)                     | 2                            | 3            | 2            |
| Diluted average number of shares (M)                               | 1,674                        | 1,675        | 1,674        |
| <b>Earnings Per Share diluted - "statutory basis" (cents)</b>      | <b>320.6</b>                 | <b>297.5</b> | <b>306.6</b> |

<sup>1</sup> Calculations are based on actual numbers prior to rounding to the nearest million.

# Appendices (continued)

## 4.4 Analysis Template (continued)

|  | Half Year Ended <sup>1</sup> |            |            |
|--|------------------------------|------------|------------|
|  | 31 Dec 25                    | 30 Jun 25  | 31 Dec 24  |
| <b>Dividends Per Share (DPS)</b>                                       |                              |            |            |
| <b>Dividends (including discontinued operations)</b>                   | <b>\$M</b>                   | <b>\$M</b> | <b>\$M</b> |
| Dividends per share (cents) - fully franked                            | 235                          | 260        | 225        |
| No. of shares at end of period excluding treasury shares deduction (M) | 1,673                        | 1,673      | 1,673      |
| Total dividends (\$M) <sup>2</sup>                                     | 3,933                        | 4,351      | 3,765      |
| <b>Dividend payout ratio - "cash basis"</b>                            |                              |            |            |
| Net profit after tax - attributable to ordinary shareholders (\$M)     | 5,445                        | 5,120      | 5,133      |
| Total dividends (\$M) <sup>2</sup>                                     | 3,933                        | 4,351      | 3,765      |
| Payout ratio - "cash basis" (%)  | 72.2                         | 85.0       | 73.4       |
| <b>Dividend cover</b>  |                              |            |            |
| Net profit after tax - attributable to ordinary shareholders (\$M)     | 5,445                        | 5,120      | 5,133      |
| Total dividends (\$M) <sup>2</sup>                                     | 3,933                        | 4,351      | 3,765      |
| Dividend cover - "cash basis" (times)                                  | 1.4                          | 1.2        | 1.4        |

<sup>1</sup> Calculations are based on actual numbers prior to rounding to the nearest million.

<sup>2</sup> Total dividends and payout ratio are calculated based on the closing number of shares for the respective periods.

|  | Half Year Ended <sup>1</sup> |            |            |
|--|------------------------------|------------|------------|
|  | 31 Dec 25                    | 30 Jun 25  | 31 Dec 24  |
| <b>Ratios - Output Summary (continuing operations basis)</b> | <b>\$M</b>                   | <b>\$M</b> | <b>\$M</b> |
| <b>Return on Equity (ROE)</b>                                |                              |            |            |
| <b>Return on Equity - "cash basis"</b>                       |                              |            |            |
| Average net assets   | 78,004                       | 77,020     | 74,176     |
| Less:  |                              |            |            |
| Average non-controlling interests                            | —                            | —          | —          |
| Net average equity   | 78,004                       | 77,020     | 74,176     |
| Net profit after tax - "cash basis"                          | 5,445                        | 5,120      | 5,132      |
| ROE - "cash basis" (%)                                       | 13.8                         | 13.4       | 13.7       |
| <b>Return on Equity - "statutory basis"</b>                  |                              |            |            |
| Average net assets   | 78,004                       | 77,020     | 74,176     |
| Less:  |                              |            |            |
| Average non-controlling interests                            | —                            | —          | —          |
| Net average equity   | 78,004                       | 77,020     | 74,176     |
| Net profit after tax - "statutory basis"                     | 5,412                        | 4,991      | 5,142      |
| ROE - "statutory basis" (%)                                  | 13.8                         | 13.1       | 13.8       |

<sup>1</sup> Calculations are based on actual numbers prior to rounding to the nearest million.

# Appendices (continued)

## 4.4 Analysis Template (continued)

|  | Half Year Ended <sup>1</sup> |              |              |
|--|------------------------------|--------------|--------------|
|  | 31 Dec 25                    | 30 Jun 25    | 31 Dec 24    |
|  | \$M                          | \$M          | \$M          |
| <b>Ratios - Output Summary (including discontinued operations)</b>     |                              |              |              |
| <b>Return on Equity (ROE)</b>  |                              |              |              |
| <b>Return on Equity - "cash basis"</b>                                 |                              |              |              |
| Average net assets   | 78,004                       | 77,020       | 74,176       |
| Less:  |                              |              |              |
| Average non-controlling interests                                      | –                            | –            | –            |
| Net average equity   | 78,004                       | 77,020       | 74,176       |
| Net profit after tax - "cash basis"                                    | 5,445                        | 5,120        | 5,133        |
| ROE - "cash basis" (%)   | 13.8                         | 13.4         | 13.7         |
| <b>Return on Equity - "statutory basis"</b>                            |                              |              |              |
| Average net assets   | 78,004                       | 77,020       | 74,176       |
| Less:  |                              |              |              |
| Average non-controlling interests                                      | –                            | –            | –            |
| Net average equity   | 78,004                       | 77,020       | 74,176       |
| Net profit after tax - "statutory basis"                               | 5,367                        | 4,982        | 5,134        |
| ROE - "statutory basis" (%)  | 13.6                         | 13.0         | 13.7         |
| <b>Net Tangible Assets per share</b>                                   |                              |              |              |
| Net assets   | 77,232                       | 78,776       | 75,264       |
| Less:  |                              |              |              |
| Intangible assets  | (8,296)                      | (8,082)      | (7,783)      |
| Non-controlling interests  | –                            | –            | –            |
| Total net tangible assets  | 68,936                       | 70,694       | 67,481       |
| No. of shares at end of period excluding treasury shares deduction (M) | 1,673                        | 1,673        | 1,673        |
| <b>Net Tangible Assets per share (\$)</b>                              | <b>41.19</b>                 | <b>42.24</b> | <b>40.32</b> |

<sup>1</sup> Calculations are based on actual numbers prior to rounding to the nearest million.

# Appendices (continued)

## 4.5 Foreign Exchange Rates

| Exchange Rates Utilised <sup>1</sup> | Currency | As at           |           |           |
|--------------------------------------|----------|-----------------|-----------|-----------|
|                                      |          | 31 Dec 25       | 30 Jun 25 | 31 Dec 24 |
| AUD 1.00 =                           | USD      | <b>0.6690</b>   | 0.6545    | 0.6219    |
|                                      | EUR      | <b>0.5701</b>   | 0.5576    | 0.5978    |
|                                      | GBP      | <b>0.4970</b>   | 0.4766    | 0.4954    |
|                                      | NZD      | <b>1.1590</b>   | 1.0766    | 1.1042    |
|                                      | JPY      | <b>104.7646</b> | 94.2042   | 97.2314   |

| Average Exchange Rates Utilised <sup>2</sup> | Currency | Half Year Ended |           |           |
|--|----------|-----------------|-----------|-----------|
|  |          | 31 Dec 25       | 30 Jun 25 | 31 Dec 24 |
| AUD 1.00 =                                   | USD      | <b>0.6555</b>   | 0.6341    | 0.6613    |
|  | EUR      | <b>0.5620</b>   | 0.5810    | 0.6109    |
|  | GBP      | <b>0.4893</b>   | 0.4891    | 0.5124    |
|  | NZD      | <b>1.1237</b>   | 1.0929    | 1.0998    |
|  | JPY      | <b>98.7977</b>  | 94.1920   | 99.7786   |

1 End of day, Sydney time.

2 Rates are the six month period average of End of day, Sydney time.

# Appendices (continued)

## 4.6 Definitions

### Glossary of Terms

| Term   | Description   |
|--|---|
| Assets Under Management (AUM)                  | Assets Under Management represents the market value of assets for which the Group acts as an appointed manager.   |
| Bankwest                                       | The Bankwest brand has transitioned to a digital bank that provides home lending, consumer finance and a range of deposit products across Australia. The activities conducted under the Bankwest brand are consolidated into Retail Banking Services.   |
| Business Banking                               | Business Banking serves the banking needs of business, corporate and agribusiness customers across the full range of financial services solutions, as well as providing equities trading and margin lending services through the CommSec business.  |
| Corporate Centre and Other                     | Corporate Centre and Other includes the results of the Group's centrally held minority investments and subsidiaries, Group-wide remediation costs, investment spend including enterprise-wide infrastructure and other strategic projects, employee entitlements, and unallocated revenue and expenses relating to the Bank's support functions including Treasury, Investor Relations, Group Strategy, Legal and Corporate Affairs and Bank-wide elimination entries arising on consolidation.   |
| Corporate Troublesome Exposures                | Exposures to corporate customers where profitability is weak and the capacity to meet financial commitments is diminished. These customers are at higher risk of default over the next 12 months.   |
| Corporations Act                               | <i>Corporations Act 2001</i> (Cth).   |
| Dividend payout ratio ("cash basis")           | Dividends paid on ordinary shares divided by net profit after tax ("cash basis").   |
| Dividend payout ratio ("statutory basis")      | Dividends paid on ordinary shares divided by net profit after tax ("statutory basis").  |
| DPS  | Dividend per share.   |
| DRP  | Dividend reinvestment plan.   |
| DRP participation                              | The percentage of total issued capital participating in the dividend reinvestment plan.   |
| Earnings Per Share (EPS) (basic)               | Basic earnings per share is the net profit attributable to ordinary equity holders of the Bank, divided by the weighted average number of ordinary shares on issue during the year per the requirements of relevant accounting standards.   |
| Earnings Per Share (EPS) (diluted)             | Diluted earnings per share adjusts the net profit attributable to ordinary equity holders of the Bank and the weighted average number of ordinary shares on issue used in the calculation of basic earnings per share, for the effects of dilutive potential ordinary shares per the requirements of relevant accounting standards.   |
| Institutional Banking and Markets (IB&M)       | Institutional Banking and Markets (IB&M) provides a full range of domestic and global financing and banking services to large corporate, institutional and government clients. These services include debt capital markets, risk management, transaction banking, sustainable finance, structured capital solutions and working capital delivered through dedicated product and industry specialists, as well as tailored research and data analytics.  |
| Interest Rate Risk in the Banking Book (IRRBB) | Interest Rate Risk in the Banking Book is the risk that the Bank's profit derived from Net Interest Income (interest earned less interest paid), in current and future periods, is adversely impacted by changes in interest rates. This is measured from two perspectives: firstly by quantifying the change in the net present value of the Balance Sheet's future earnings potential, and secondly as the anticipated change to Net Interest Income earned over 12 months. This calculation is driven by APRA regulations with further detail outlined in the Group's Basel III Pillar 3 report. |
| Net profit after tax ("cash basis")            | Represents net profit after tax and non-controlling interests before non-cash items including hedging and IFRS volatility, and gains or losses on acquisitions, disposal, closure, capital repatriation and demerger of controlled business. This is management's preferred measure of the Group's financial performance.   |

## Appendices (continued)

### 4.6 Definitions (continued)

| Term  | Description  |
|---|--|
| Net profit after tax ("statutory basis")        | Represents net profit after tax and non-controlling interests, calculated in accordance with Australian Accounting Standards. This is equivalent to the statutory item "Net profit attributable to Equity holders of the Bank".  |
| Net Stable Funding Ratio (NSFR)                 | The NSFR more closely aligns the behavioural terms of assets and liabilities. It is the ratio of the amount of available stable funding (ASF) to the amount of required stable funding (RSF) defined by APRA. ASF is the portion of an Authorised Deposit-taking Institution's (ADI) capital and liabilities expected to be a reliable source of funds over a one-year time horizon. RSF is a function of the liquidity characteristics and residual maturities of an ADI's assets and off balance sheet activities. |
| Net tangible assets per share                   | Net assets excluding intangible assets, non-controlling interests and other equity instruments divided by ordinary shares on issue at the end of the period (excluding "treasury shares"). Right-of-use assets are included in net tangible assets per share.  |
| New Zealand                                     | New Zealand includes the banking and funds management businesses operating under the ASB brand. ASB provides a range of banking, wealth and insurance products and services to personal, business and rural customers in New Zealand.  |
| Non-Performing Exposures                        | An exposure which is in default, meaning it is 90 days or more past-due or it is considered unlikely the borrower will repay the exposure in full without recourse to actions such as realising security.  |
| Operating expenses to total operating income    | Represents operating expenses as a percentage of total operating income. The ratio is a key efficiency measure.  |
| Other Overseas                                  | Represents amounts booked in branches and controlled entities outside Australia and New Zealand.   |
| Retail Banking Services                         | Retail Banking Services provides banking products and services to personal and private bank customers. Retail Banking Services also includes the financial results of retail banking activities conducted under the Bankwest brand and Unloan brand.   |
| Return on equity ("cash basis")                 | Based on net profit after tax ("cash basis") divided by average shareholders' equity.  |
| Return on equity ("statutory basis")            | Based on net profit after tax ("statutory basis") divided by average shareholders' equity.   |
| Total Committed Exposures (TCE)                 | Total Committed Exposures are defined as the balance outstanding and undrawn components of committed facility limits. It is calculated post receipt of eligible financial collateral that meets the Group's netting requirements and excludes settlement exposures on derivatives.   |
| Troublesome and Non-Performing Exposures (TNPE) | Troublesome and Non-Performing Exposures (TNPE) aligns with the industry standard measure of Non-Performing Exposures and comprises Non-Performing Exposures and Corporate Troublesome Exposures.  |
| Weighted average number of shares               | The calculation incorporates the number of ordinary shares outstanding during the period adjusted by shares issued and bought back weighted for the proportion of the period they were outstanding. It incorporates the bonus element of any rights issue, discount element of any DRP, and excludes "treasury shares".  |

# Appendices (continued)

## 4.6 Definitions (continued)

### Market Share Definitions

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#### Retail Banking Services

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Home loans (APRA) CBA Loans to individuals that are Owner Occupied and Investment Home Loans as per APRA monthly ADI Statistics,  
**divided by**  
APRA Monthly ADI Statistics back series.

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Home loans (RBA) CBA Loans to individuals that are Owner Occupied and Investment Home Loans as per APRA monthly ADI Statistics + separately reported subsidiaries: Wallaby Trust, Residential Mortgage Group P/L,  
**divided by**  
RBA Financial Aggregates Owner Occupied and Investor Home Lending (includes ADIs and RFCs).

---

Credit cards (APRA) CBA Personal Credit Card Lending (APRA),  
**divided by**  
Loans to Households: Credit Cards (APRA Monthly ADI Statistics back series).

---

Consumer finance (other household lending) CBA Lending to individuals which includes: Personal Loans, Margin Lending, Personal Leasing, Revolving Credit, Overdrafts, and Home Loans for personal purposes,  
**divided by**  
Loans to Households: Other (APRA Monthly ADI Statistics back series).

---

Household deposits Total CBA transaction and non-transaction account deposit balances from residents as reported under APRA definitions for Households (individuals) excluding Self-Managed Super Funds (as per deposit balances submitted to APRA in ARF720.2A Deposits),  
**divided by**  
Deposits from Households (APRA Monthly ADI Statistics back series).

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#### Business Banking

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Business lending (APRA) CBA Total Loans to residents as reported under APRA definitions for the Non-Financial Businesses sector (as per lending balances submitted to APRA in ARF720.1A ABS/RBA Loans and Finance Leases) (this includes some Housing Loans to businesses),  
**divided by**  
Loans to Non-Financial Businesses (APRA Monthly ADI Statistics back series).

---

Business lending (RBA) CBA Business Lending and Credit: specific “business lending” categories in lodged APRA returns – ARF720.1A ABS/RBA Loans and Finance Leases, excluding sub-categories of RBA, ADIs, RFCs and Central Borrowing Authorities, and the category of General Government,  
**divided by**  
RBA Total Business Lending (adjusted for series breaks).

---

Business deposits (APRA) Total CBA transaction and non-transaction account deposit balances from residents as reported under APRA definitions for the Non-Financial Businesses sector (as per deposit balances submitted to APRA in ARF720.2A Deposits),  
**divided by**  
Deposits from Non-Financial Businesses (from APRA Monthly ADI Statistics back series).

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Equities trading Twelve months rolling average of Australian equities traded value by CommSec,  
**divided by**  
Twelve months rolling average of total Australian equities market traded value.

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# Appendices (continued)

## 4.6 Definitions (continued)

### Market Share Definitions

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#### New Zealand

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|                            |   |
|----------------------------|---|
| Home loans                 | All ASB residential mortgages for owner occupier and residential investor property use,<br><b>divided by</b><br>Total New Zealand residential mortgages for owner occupier and residential investor property use of all New Zealand registered banks (from RBNZ).   |
| Customer deposits          | All resident and non-resident customer deposits on ASB Balance Sheet,<br><b>divided by</b><br>Total resident and non-resident deposits of all New Zealand registered banks (from RBNZ).   |
| Business and rural lending | All New Zealand Dollar loans for business use and agriculture business use on ASB Balance Sheet,<br><b>divided by</b><br>Aggregate of total New Zealand Dollar loans for business use and agriculture business use of all New Zealand registered banks (from RBNZ). |

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# Appendices (continued)

## 4.7 Disclosure Changes

### Changes to financial reporting arising from customer re-segmentation

Continued changes to the classification of portfolios have been made during the current half which results in changes to comparative financial information. These changes have not impacted the Group's statutory net profit after tax (NPAT), but result in changes to the presentation of the Divisional Income Statements, Balance Sheets and Financial Metrics of the affected divisions. The key changes are:

- The reclassification and transfer of some customers between Retail Banking Services, Business Banking and Institutional Banking and Markets; and
- Refinements of the allocation of capital and support units costs.

For further information, refer to Note 1.1 to the Financial Statements included in this Document.

## Appendices (continued)

### 4.7 Disclosure Changes (continued)

#### Segment Statutory NPAT (impact by adjustment type)

The impact of the following changes is presented below:

- Re-segmentations and allocations.

| Divisional Summary                               | Half Year Ended 30 June 2025         |                            |  |                       |   | Total<br>\$M |
|--|--------------------------------------|----------------------------|--|-----------------------|---|--------------|
|  | Retail<br>Banking<br>Services<br>\$M | Business<br>Banking<br>\$M | Institutional<br>Banking and<br>Markets<br>\$M | New<br>Zealand<br>\$M | Corporate<br>Centre and<br>Other<br>\$M |              |
| Stat NPAT (incl. disc ops) - as reported         | 2,690                                | 2,109                      | 591  | 665                   | (1,073)                                 | 4,982        |
| Restatements:                                    |                                      |                            |  |                       |   |              |
| Increase / (decrease) in Operating income        | (61)                                 | 38                         | 19   | (2)                   | 6                                       | –            |
| (Increase) / decrease in Operating expenses      | (1)                                  | (35)                       | (10)   | –                     | 46                                      | –            |
| (Increase) / decrease in Loan impairment expense | 2                                    | (2)                        | –  | –                     | –                                       | –            |
| (Increase) / decrease in Corporate tax expense   | 17                                   | –                          | (2)  | 1                     | (16)                                    | –            |
| <b>Total restatements</b>                        | <b>(43)</b>                          | <b>1</b>                   | <b>7</b>                                       | <b>(1)</b>            | <b>36</b>                               | <b>–</b>     |
| <b>Stat NPAT (incl. disc ops) - as restated</b>  | <b>2,647</b>                         | <b>2,110</b>               | <b>598</b>                                     | <b>664</b>            | <b>(1,037)</b>                          | <b>4,982</b> |

| Divisional Summary                               | Half Year Ended 31 December 2024     |                            |  |                       |   | Total<br>\$M |
|--|--------------------------------------|----------------------------|--|-----------------------|---|--------------|
|  | Retail<br>Banking<br>Services<br>\$M | Business<br>Banking<br>\$M | Institutional<br>Banking and<br>Markets<br>\$M | New<br>Zealand<br>\$M | Corporate<br>Centre and<br>Other<br>\$M |              |
| Stat NPAT (incl. disc ops) - as reported         | 2,712                                | 2,002                      | 590  | 753                   | (923)                                   | 5,134        |
| Restatements:                                    |                                      |                            |  |                       |   |              |
| Increase / (decrease) in Operating income        | (52)                                 | 27                         | 18   | (3)                   | 10                                      | –            |
| (Increase) / decrease in Operating expenses      | 20                                   | (27)                       | (8)  | –                     | 15                                      | –            |
| (Increase) / decrease in Loan impairment expense | –                                    | –                          | –  | –                     | –                                       | –            |
| (Increase) / decrease in Corporate tax expense   | 10                                   | (1)                        | (3)  | 1                     | (7)                                     | –            |
| <b>Total restatements</b>                        | <b>(22)</b>                          | <b>(1)</b>                 | <b>7</b>                                       | <b>(2)</b>            | <b>18</b>                               | <b>–</b>     |
| <b>Stat NPAT (incl. disc ops) - as restated</b>  | <b>2,690</b>                         | <b>2,001</b>               | <b>597</b>                                     | <b>751</b>            | <b>(905)</b>                            | <b>5,134</b> |

## Appendices (continued)

### 4.8 Independent Auditors

With respect to the unaudited financial information contained in the half-year financial report of Commonwealth Bank of Australia which comprises the balance sheet, the income statement, the statement of comprehensive income, statement of changes in equity, statement of cash flows and related notes for the six-month periods ended 31 December 2025, 30 June 2025, and 31 December 2024, included in this Document, PricewaterhouseCoopers, an Australian partnership ("PwC Australia") reported that they have applied review procedures in accordance with the Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report by the Independent Auditor of the Entity. Their separate report dated 11 February 2026 appearing herein states that they did not perform an audit and they do not express an audit opinion on that unaudited financial information. Accordingly, the degree of reliance on their report on such information should be restricted in light of the limited nature of the review procedures applied.