

Commonwealth Bank of Australia - Covered Bond Programme

Covered Bonds / Australia

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Reporting as of: 31/03/2018 All amounts in AUD (unless otherwise specified)

For information on how to read this report, see the latest [Moody's Global Covered Bond Monitoring Overview](#)

Data as provided to Moody's Investors Service (note 1)

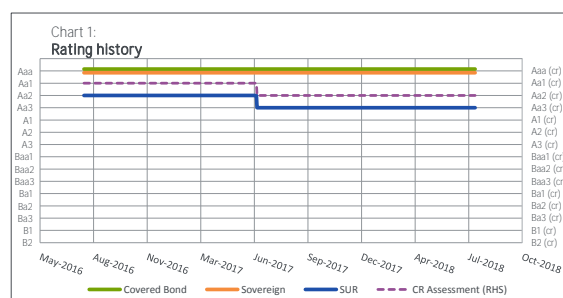
I. Programme Overview

Overview

Year of initial rating assignment:	2011
Total outstanding liabilities:	AUD 23,219,791,191
Total assets in the Cover Pool:	AUD 32,097,557,087
Issuer name / CR Assessment:	Commonwealth Bank of Australia / Aa2(cr)
Group or parent name / CR Assessment:	Commonwealth Bank of Australia / Aa2(cr)
Main collateral type:	Residential

Ratings

Covered bonds rating:	Aaa
Entity used in Moody's EL & TPI analysis:	Commonwealth Bank of Australia
CB anchor:	CR Assessment + 0 notches
CR Assessment:	Aa2(cr)
SUR:	Aa3
Unsecured claim used for Moody's EL analysis:	Yes

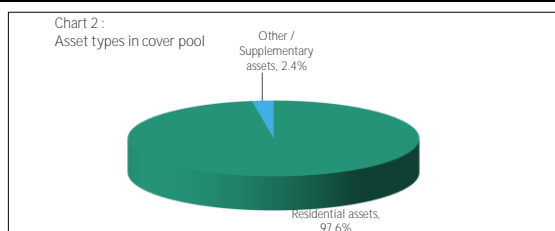


II. Value of the Cover Pool

Collateral quality	
Collateral Score:	4.0%
Collateral Score excl. systemic risk:	n/a

Cover Pool losses

Collateral Risk (Collateral Score post-haircut):	2.7%	20%
Market Risk:	10.7%	80%
	13.4%	(100%)



III. Over-Collateralisation Levels (notes 2 & 3)

Over-Collateralisation (OC) figures presented below can include Eligible and Non-Eligible collateral. Over-Collateralisation levels are provided on nominal basis
NPV stress test where stressed: n/a

Current situation

Committed OC:	8.7%
Current OC:	38.2%
OC consistent with current rating (note 4)	0.1%

Sensitivity scenario CB anchor

	OC consistent with current rating
Scenario 1: CB anchor is lowered by 1 notch	3.0%

IV. Timely Payment Indicator & TPI Leeway

Timely Payment Indicator (TPI):	Probable
TPI Leeway:	4

Legal framework

Does a specific covered bond law apply for this programme:	Yes, Australia
Main country in which collateral is based:	Australia
Country in which issuer is based:	Australia

Timely payment

Refinancing period for principal payments of 6 months or greater:	No
Liquidity reserve to support timely payments on all issuances:	Yes Unfunded

Extract from TPI table - CB anchor is CR Assessment + 0 notches

CR Assessment	Probable
Aaa(cr)	Aaa
Aa1(cr)	Aaa
Aa2(cr)	Aaa
Aa3(cr)	Aaa
A1(cr)	Aaa
A2(cr)	Aaa
A3(cr)	Aaa
Baa1(cr)	Aa1

(note 1) The data reported in this PO is based on information provided by the issuer and may include certain assumptions made by Moody's. Moody's accepts no responsibility for the information provided to it and, whilst it believes the assumptions it has made are reasonable, cannot guarantee that they are or will remain accurate. Although Moody's encourages all issuers to provide reporting data in a consistent manner, there may be differences in the way that certain data is categorised by issuers. The data reporting template (which Issuers are requested to use) is available on request.

(note 2) This assumes the Covered Bonds rating is not constrained by the TPI. Also to the extent rating assumptions change following a downgrade or an upgrade of the Issuer, the necessary OC stated here may also change. This is especially significant in the case of CR assessments of A3(cr) or Baa1(cr), as the necessary OC following a 1 notch downgrade may then be substantially higher than the amount suggested here as market risks are considered more critically by Moody's at this time. In any event, the necessary OC amounts stated here are subject to change at anytime at Moody's discretion.

(note 3) This is the minimum OC calculated to be consistent with the current rating under Moody's expected loss model. However, the level of OC consistent with a given rating level may differ from this amount where ratings are capped under the TPI framework and, for example, where committee discretion is applied.

(note 4) The OC consistent with the current rating is the minimum level of over-collateralisation which is necessary to support the covered bond rating at its current level on the basis of the pool as per the cut-off date. The sensitivity run is based on certain assumptions, including that the Covered Bonds rating is not constrained by the TPI. Further, this sensitivity run is a model output only and therefore a simplification as it does not take into account certain assumptions that may change as an issuer is downgraded, and as a result the actual OC number consistent with the current rating may be higher than shown. The OC required may also differ from the model output in situations when committee discretion is applied. In any event, the OC amounts stated here are subject to change at any time at Moody's discretion.

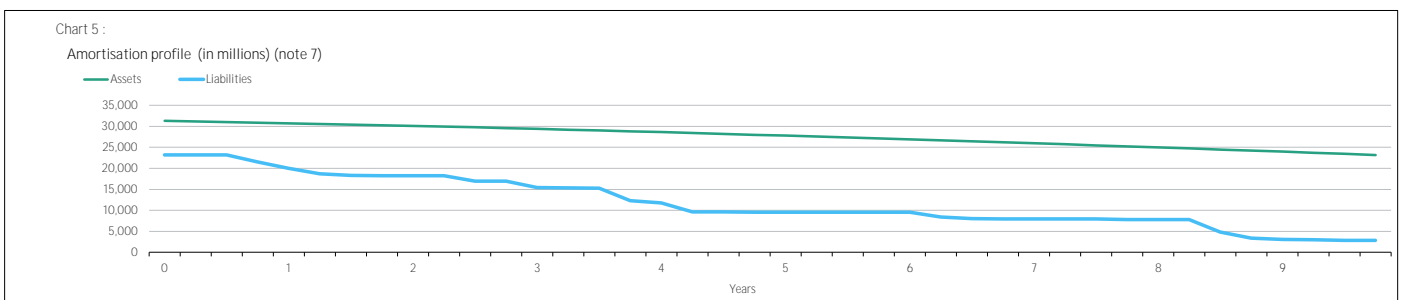
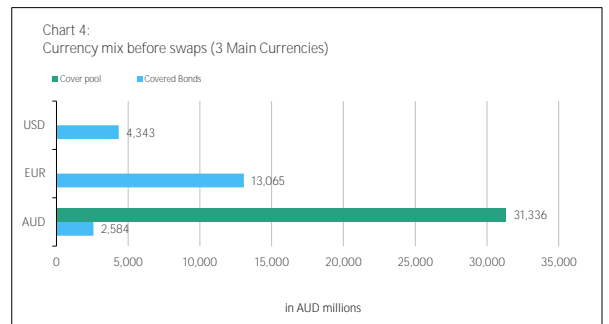
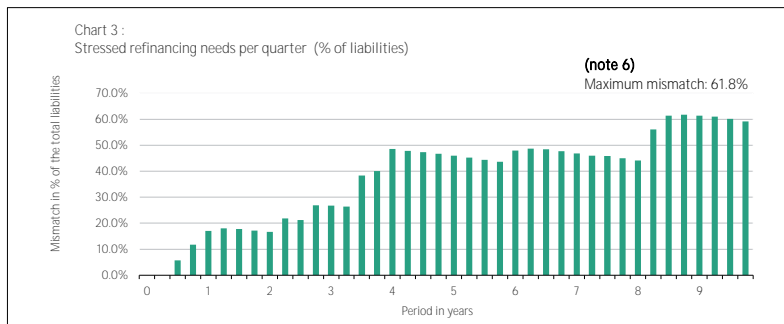
V. Asset Liability Profile

Interest Rate & Duration Mismatch (note 5)

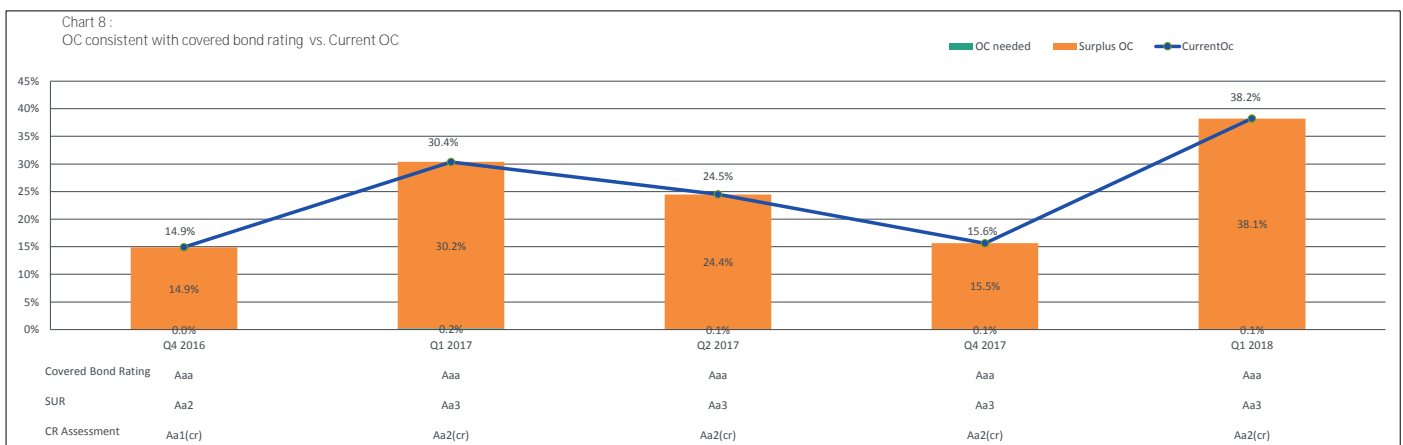
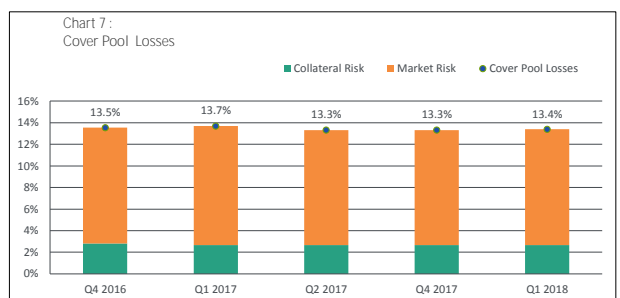
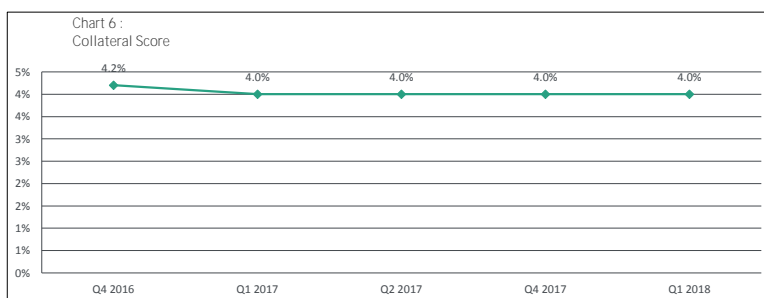
Fixed rate assets in the cover pool:	16.9%
Fixed rate covered bonds outstanding:	93.2%
WAL of outstanding covered bonds:	5.6 years
WAL of the cover pool:	15.4 years

Swap Arrangements

Interest rate swap(s) in the Cover Pool:	Yes
Intra-group interest rate swap(s) provider(s):	Yes
Currency swap(s) in the Cover Pool:	Yes
Intra-group currency swap(s) provider(s):	Yes



VI. Performance Evolution



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(note 5) This assumes no prepayment.

(note 6) Based on principal flows only. Assumptions include no prepayments, principal collections limited to the portion of assets that make up the amount of the liabilities plus committed OC, no further CB issuance and no further assets added to the cover pool.

(note 7) Assumptions include no swap in place in Cover Pool, no prepayment and no further CB issuance.

VII. Cover Pool Information - Residential Assets

Overview

Asset type:	Residential
Asset balance:	31,336,374,088
Average loan balance:	227,205
Number of loans:	137,921
Number of borrowers:	119,267
Number of properties:	n/d
WA remaining term (in months):	298
WA seasoning (in months):	48

Details on LTV

WA unindexed LTV (*)	59.4%
WA Indexed LTV:	47.7%
Valuation type:	Market Value
LTV threshold:	80.0%
Junior ranks:	0.0%
Prior ranks:	0.0%

Specific Loan and Borrower characteristics

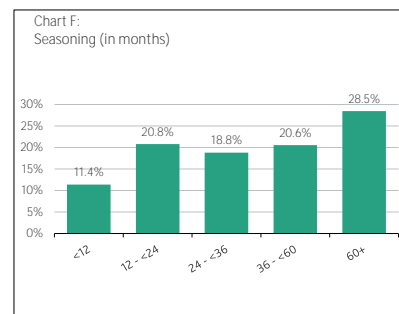
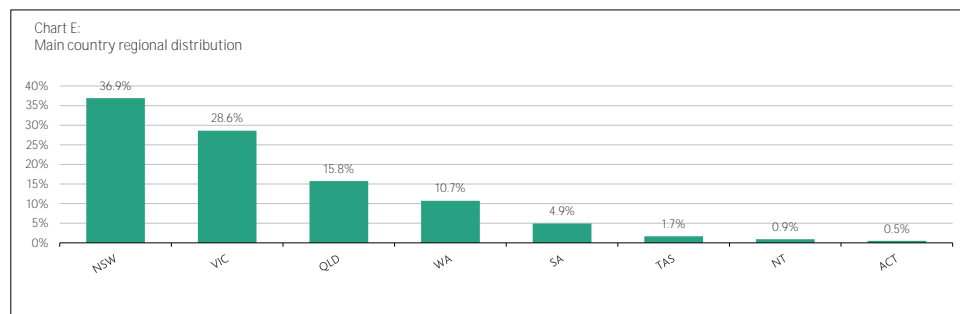
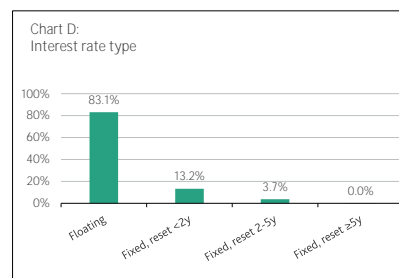
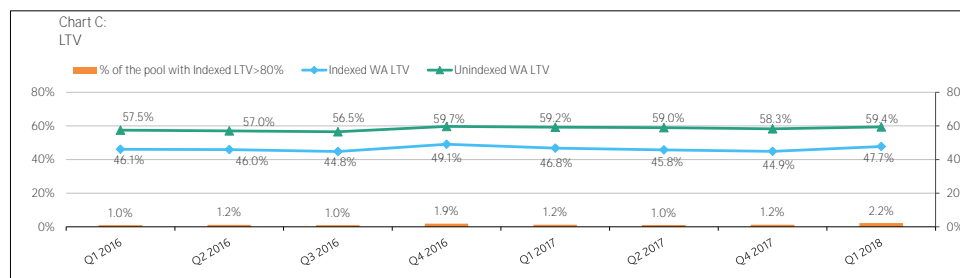
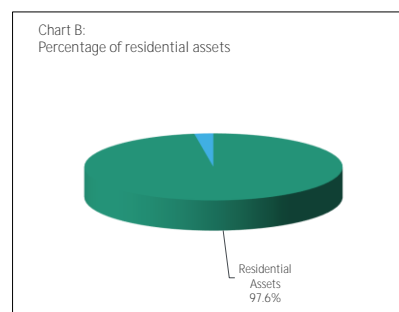
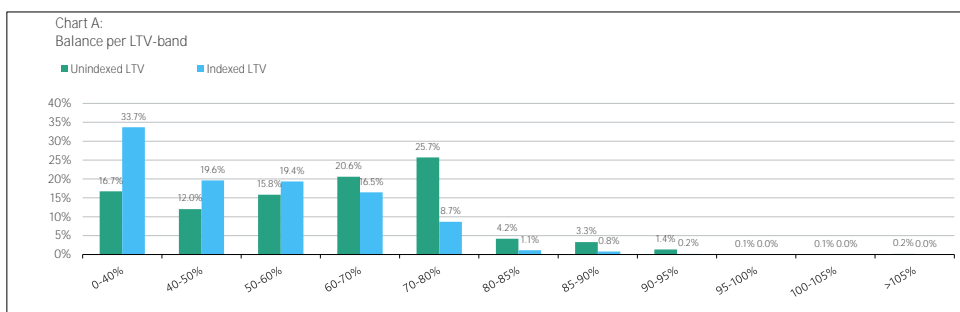
Loans with an external guarantee in addition to a mortgage:	n/d
Interest only Loans	21.2%
Loans for second homes / Vacation:	n/d
Buy to let loans / Non owner occupied properties:	24.3%
Limited income verified:	0.0%
Adverse credit characteristics (**)	0.0%

Performance

Loans in arrears (≥ 2months - < 6months):	0.1%
Loans in arrears (≥ 6months - < 12months):	0.0%
Loans in arrears (≥ 12months):	0.0%
Loans in a foreclosure procedure:	0.0%

Multi-Family Properties

Loans to tenants of tenant-owned Housing Cooperatives:	n/a
Other type of Multi-Family loans (***)	n/a



(note *) may be based on property value at time of origination or further advance or borrower refinancing.
 (note **) Typically borrowers with a previous personal bankruptcy or borrowers with record of court claims against them at time of origination.
 (note ***) This "other" type refers to loans directly to Housing Cooperatives and to Landlords of Multi-Family properties (not included in Buy to Let).

VIII. Swap Information

Counterparty	Type	Notional Amount	Collateral trigger	Replacement Trigger
Total	Total	55,317,348,278		
	Currency	20,635,791,191		
	Interest rate	34,681,557,087		
Commonwealth Bank of Australia	Subtotal	55,317,348,278		
	Currency	20,635,791,191	P-1/A2	P-2/A3
	Interest rate	34,681,557,087	P-1/A2	P-2/A3

IX. Liabilities Information: Last 50 Issuances

ISIN	Series Number	Currency	Outstanding Amount	Issuance Date	Expected Maturity	Legal Final Maturity	Interest Rate Type	Coupon	Princlpal Payment
XS1799999948	Series 67	EUR	35,000,000	28/03/2018	28/03/2043	28/03/2044	Fixed rate	1.598%	Pass through
XS1751692887	Series 66	EUR	187,000,000	19/01/2018	19/01/2038	19/01/2039	Fixed rate	1.482%	Pass through
XS1710679959	Series 64	EUR	50,000,000	03/11/2017	03/11/2037	03/11/2038	Fixed rate	1.636%	Pass through
XS1701863547	Series 63	EUR	50,000,000	02/11/2017	02/11/2037	02/11/2038	Fixed rate	1.634%	Pass through
XS1711352903	Series 65	EUR	100,000,000	02/11/2017	02/11/2037	02/11/2038	Fixed rate	1.636%	Pass through
XS1594339514	Series 62	EUR	750,000,000	11/04/2017	11/04/2024	11/04/2025	Fixed rate	0.375%	Pass through
XS1548960407	Series 61	GBP	350,000,000	18/01/2017	22/12/2021	22/12/2022	Fixed rate	1.125%	Pass through
AU3CB0240638	Series 58	AUD	700,000,000	17/11/2016	17/11/2021	17/11/2022	Fixed rate	2.750%	Pass through
AU3FN0033338	Series 59	AUD	1,400,000,000	17/11/2016	17/11/2021	17/11/2022	Floating rate	3m BBSW + 85 bps	Pass through
AU3CB0240646	Series 60	AUD	200,000,000	17/11/2016	17/11/2026	17/11/2027	Fixed rate	3.250%	Pass through
XS1494693978	Series 57	GBP	37,000,000	23/09/2016	23/09/2021	23/09/2022	Floating rate	3m GBP LIBOR + 37 bps	Pass through
XS1452595090	Series 55	EUR	100,000,000	27/07/2016	27/07/2036	27/07/2037	Fixed rate	1.000%	Pass through
XS1458458665	Series 56	EUR	1,250,000,000	27/07/2016	27/07/2026	27/07/2027	Fixed rate	0.500%	Pass through
XS1443250284	Series 54	EUR	125,000,000	18/07/2016	18/07/2031	18/07/2032	Fixed rate	0.807%	Pass through
XS1408408406	Series 53	EUR	40,000,000	12/05/2016	12/05/2036	12/05/2037	Fixed rate	1.500%	Pass through
XS1397030146	Series 52	EUR	100,000,000	21/04/2016	21/04/2036	21/04/2037	Fixed rate	1.393%	Pass through
XS1357027496	Series 50	EUR	750,000,000	09/02/2016	10/02/2021	10/02/2022	Fixed rate	0.375%	Pass through
XS1357027652	Series 51	EUR	500,000,000	09/02/2016	10/02/2031	10/02/2032	Fixed rate	1.625%	Pass through
XS1352049198	Series 49	EUR	50,000,000	29/01/2016	29/01/2036	29/01/2037	Fixed rate	1.641%	Pass through
XS1338413005	Series 48	EUR	40,000,000	29/12/2015	29/12/2031	29/12/2032	Fixed rate	1.635%	Pass through
XS1334754949	Series 47	EUR	50,000,000	17/12/2015	17/12/2035	17/12/2036	Fixed rate	1.670%	Pass through
n/a	Series 46	EUR	100,000,000	14/12/2015	15/12/2025	15/12/2026	Fixed rate	0.982%	Pass through
n/a	Series 45	EUR	50,000,000	04/12/2015	26/02/2035	26/02/2036	Fixed rate	1.665%	Pass through
US20271AAF49/US20271BAF22	Series 44	USD	1,000,000,000	22/07/2015	22/07/2020	22/07/2021	Fixed rate	2.125%	Pass through
XS1172405414	Series 43	EUR	50,000,000	30/01/2015	30/03/2035	30/03/2036	Fixed rate	1.193%	Pass through
XS1151585038	Series 41	EUR	50,000,000	12/12/2014	12/02/2035	12/02/2036	Fixed rate	1.653%	Pass through
XS1152541899	Series 42	EUR	25,000,000	12/12/2014	12/02/2035	12/02/2036	Fixed rate	1.670%	Pass through
XS1144953285	Series 40	EUR	25,000,000	02/12/2014	02/12/2026	02/12/2027	Fixed rate	1.210%	Pass through
XS1129875255	Series 39	EUR	1,000,000,000	04/11/2014	04/11/2021	04/11/2022	Fixed rate	0.750%	Pass through
AU3CB0223709	Series 38	AUD	50,000,000	09/09/2014	26/08/2024	26/08/2025	Fixed rate	4.275%	Pass through
AU3CB0222289	Series 37	AUD	109,000,000	10/07/2014	10/07/2024	10/07/2025	Fixed rate	4.500%	Pass through
US20271AAE73/US20271BAE56	Series 36	USD	1,250,000,000	18/06/2014	18/06/2019	18/06/2020	Fixed rate	2.000%	Pass through
AU3CB0220960	Series 35	AUD	125,000,000	27/05/2014	27/05/2024	27/05/2025	Fixed rate	4.750%	Pass through
n/a	Series 34	EUR	40,000,000	12/05/2014	12/05/2021	12/05/2021	Fixed rate	1.525%	BULLET
XS1055029828	Series 33	EUR	40,000,000	15/04/2014	15/04/2021	15/04/2022	Floating rate	3m EURIBOR + 31 bps	Pass through
XS1015892182	Series 30	EUR	1,000,000,000	22/01/2014	22/01/2019	22/01/2020	Fixed rate	1.375%	Pass through
XS1017269082	Series 31	EUR	45,000,000	21/01/2014	30/12/2022	30/12/2022	Fixed rate	2.215%	BULLET
NZCWB00121L6	Series 29	NZD	314,000,000	21/01/2014	21/01/2021	21/01/2022	Fixed rate	5.802%	Pass through
US20271AAD90/US20271BAD73	Series 28 - Franche 1	USD	1,500,000,000	11/12/2013	11/12/2018	11/12/2019	Fixed rate	1.875%	Pass through
XS0883740887	Series 25	EUR	112,000,000	01/02/2013	01/02/2029	01/02/2029	Fixed rate	2.500%	BULLET
n/a	Series 23	EUR	113,000,000	09/11/2012	08/11/2024	08/11/2024	Fixed rate	2.305%	BULLET
XS0839422408	Series 22	EUR	50,000,000	05/10/2012	05/10/2019	05/10/2020	Floating rate	3m EURIBOR + 45 bps	Pass through
XS0829366532	Series 21	EUR	111,000,000	24/09/2012	24/09/2027	24/09/2028	Fixed rate	2.603%	Pass through
n/a	Series 20	EUR	150,000,000	13/09/2012	13/09/2024	13/09/2024	Fixed rate	2.270%	BULLET
XS0822509138	Series 19	GBP	750,000,000	04/09/2012	04/09/2026	04/09/2027	Fixed rate	3.000%	Pass through
XS0810718295	Series 18	EUR	100,000,000	07/08/2012	07/08/2031	07/08/2031	Fixed rate	2.630%	BULLET
XS0782692940	Series 17	EUR	90,000,000	21/05/2012	21/05/2027	21/05/2027	Fixed rate	3.035%	BULLET
XS0778752047	Series 16	NOK	750,000,000	09/05/2012	09/05/2022	09/05/2022	Fixed rate	4.550%	BULLET
XS0775914277	Series 15	EUR	1,500,000,000	03/05/2012	03/05/2022	03/05/2023	Fixed rate	3.000%	Pass through
CH0183597266	Series 14	CHF	100,000,000	02/05/2012	02/05/2022	02/05/2022	Fixed rate	1.625%	BULLET

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