



Ralph Norris
CHIEF EXECUTIVE OFFICER

David Craig
CHIEF FINANCIAL OFFICER

15 August 2007

Commonwealth Bank of Australia ACN 123 123 124

**RESULTS PRESENTATION
FOR THE FULL YEAR**

Ended 30 June 2007

Disclaimer

The material that follows is a presentation of general background information about the Bank's activities current at the date of the presentation, 15 August 2007. It is information given in summary form and does not purport to be complete. It is not intended to be relied upon as advice to investors or potential investors and does not take into account the investment objectives, financial situation or needs of any particular investor. These should be considered, with or without professional advice when deciding if an investment is appropriate.

Agenda

- Ralph Norris, CEO – Results & Company Update
- David Craig, CFO – Detailed Financials
- Ralph Norris, CEO – Outlook
- Questions and Answers



Overview

- Good result - all businesses delivered double digit profit growth
- Continued investment in the business to drive future growth
- Substantial progress on our five strategic priorities
- Credit quality maintained
- Good momentum going into new year

Other key information

Notes

Cash NPAT

	6 months			
(\$m)	Jun 07	Dec 06	Jun 06	Dec 05
Cash NPAT	2,333	2,271	1,992	2,061
Less: Profit on sale of Hong Kong	0	0	0	(145)
Cash NPAT (excl HK sale)	2,333	2,271	1,992	1,916

Some overall Bank indicators

	6 months			
	Jun 07	Dec 06	Jun 06	Dec 05
Number of branches	1,010	1,010	1,005	1,007
Weighted av. No. of shares (cash)	1,293m	1,284m	1,285m	1,281m
Net tangible assets per share (\$)	11.65	10.23	9.42	8.99
Risk weighted assets (\$m)	245,347	234,569	216,438	202,667

Strong financial results

	Jun 07	Jun 07 vs Jun 06
Cash NPAT (\$m) *	4,604	↑ 18%
Cash EPS (cents) *	353.0	↑ 16%
Return on Equity – Cash (%)	22.1	↑ 80 bpts
Income (\$m)	13,159	↑ 11%
Expense (\$m)	6,427	↑ 7%
Final Dividend (\$ per share)	1.49	↑ 15%

* Excludes profit on sale of Hong Kong Insurance business in half year ended December 2005



All brands performing strongly

Banking

Funds Mgt

Insurance

CommonwealthBank



Colonial
First State

CommInsure



ASB

1
FirstChoice

CommSec



SOVEREIGN

CommonwealthBank



Market shares

Notes

	Jun 07	Dec 06	Jun 06
Banking			
Home loans	18.5%	18.4%	18.7%
Credit cards	18.8%	19.3%	20.3%
Retail deposits	21.6%	21.9%	22.2%
Household deposits	29.0%	28.8%	29.3%
Personal lending	16.4%	16.4%	16.1%
Business lending - RBA	12.9%	13.0%	13.2%
Business lending - APRA	12.4%	12.5%	12.1%
Business deposits - APRA	13.0%	12.0%	11.9%
Asset finance	13.2%	13.9%	14.5%
NZ lending (housing)	23.1%	23.1%	23.1%
NZ retail deposits	21.2%	20.7%	20.3%
Funds Management			
Aust retail administrator view	14.2% *	15.4%	15.4%
NZ Managed investments	15.8%	16.1%	16.0%
Firstchoice platform	8.5%	8.2%	7.7%
Insurance			
Aus. Life insurance (total risk)	14.2%	14.4%	13.2%
NZ Life insurance	31.8%	31.5%	31.4%

* Includes impact of \$7bn disengagement of Goldman Sachs JB Were from Avanteos

CEO priorities & measures

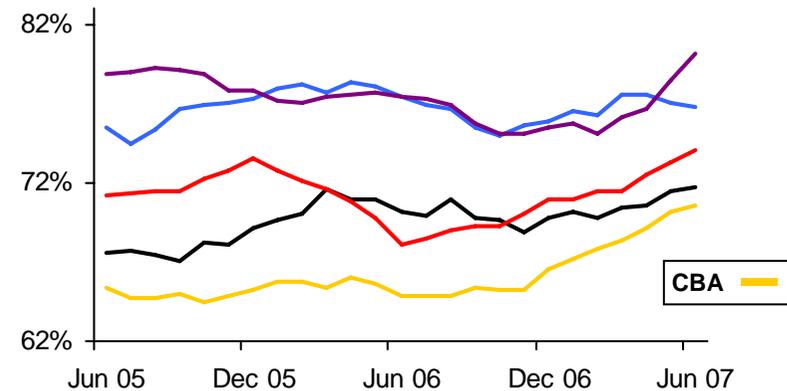
- Customer Service
 - Business Banking
 - Technology & Operational Excellence
 - Trust & Team Spirit
 - Profitable Growth
-
- Superior operating and financial results
 - Australia's finest financial services organisation



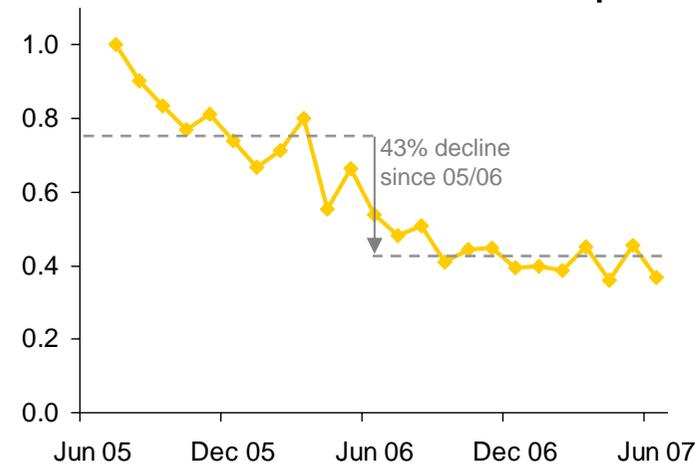
Customer Service

- Continued focus on embedding Sales & Services culture
- 4,000 front line staff trained in how to better identify customer needs
- 1,100 new customer facing roles across the Group
- New branch operating model to better meet customer needs
- Continued improvement in customer satisfaction scores
- Complaints reduced; compliments increased

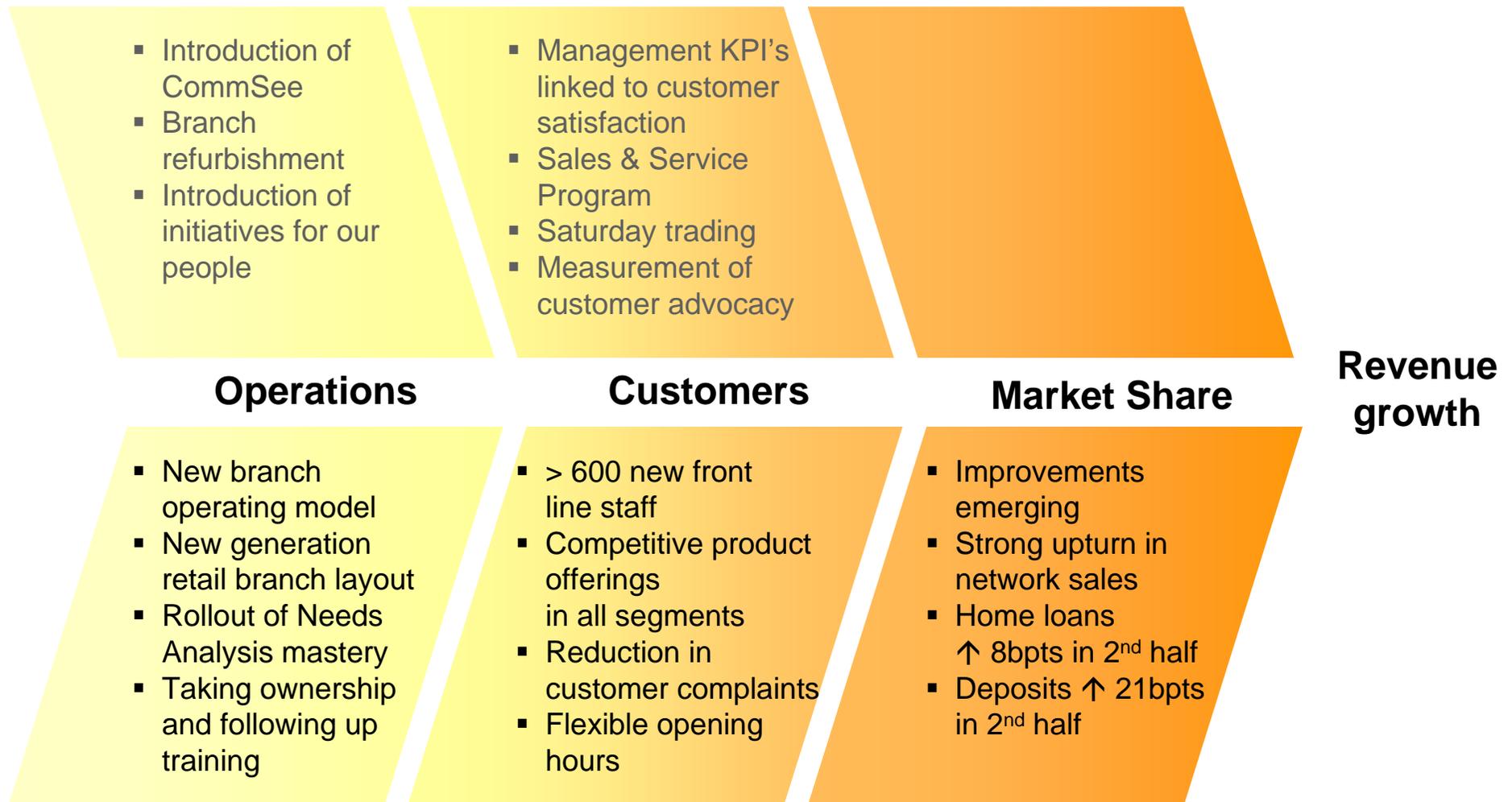
% customers satisfied
(Roy Morgan Research – 6 month average)



Indexed # of retail customer complaints



On a journey...Australian Retail Banking



Business Banking

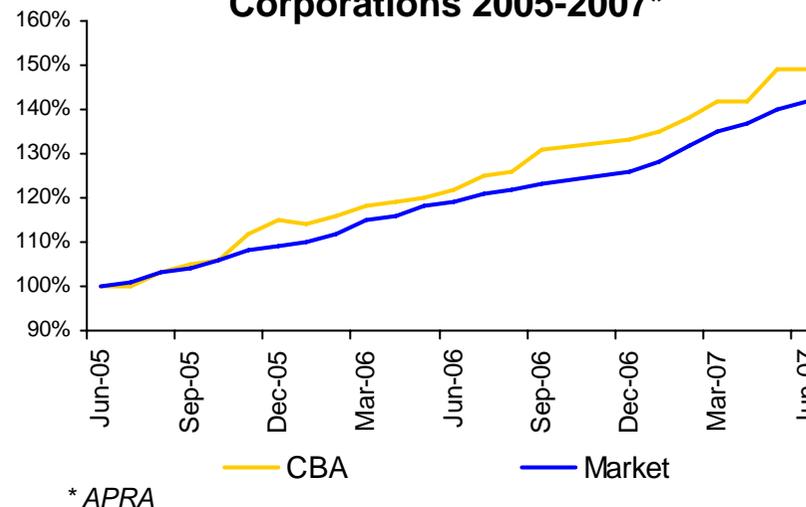
- Local Business Banking (LBB)
 - 85 new Bankers in branches
 - 78 new associates providing 24/7 access
 - Product and process simplification

- Corporate Financial Services
 - 72 new staff in 8 new centres
 - Simpler faster processes
 - Improved customer satisfaction

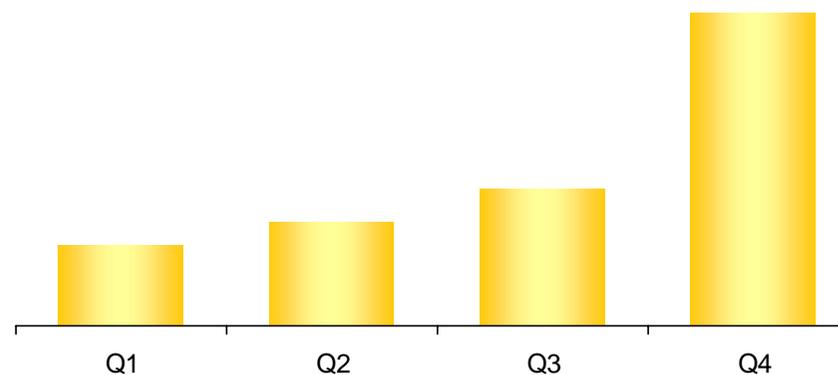
- Agribusiness
 - 53 new Bankers in 15 new locations
 - Agriline launched with 24/7 customer access

- Technology
 - CommBiz rolled out to over 10,000 business customers
 - Continued enhancements to CommSee

Growth in Lending to Non-Financial Corporations 2005-2007*

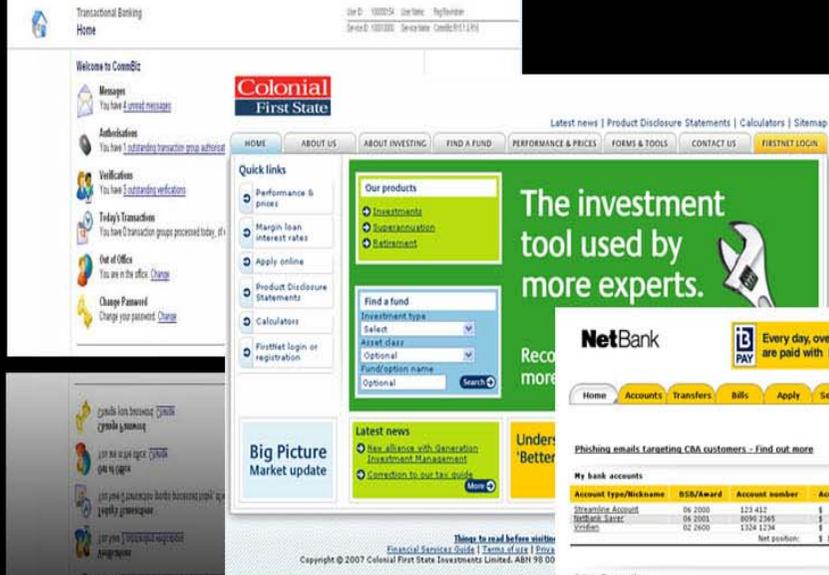


LBB Quarterly gross fundings FY07

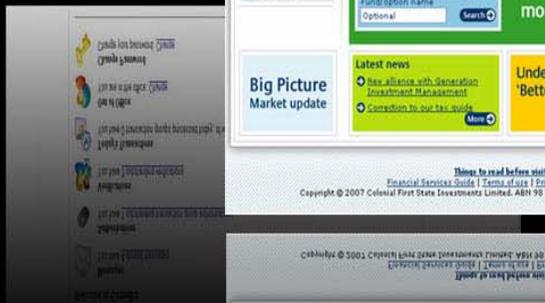




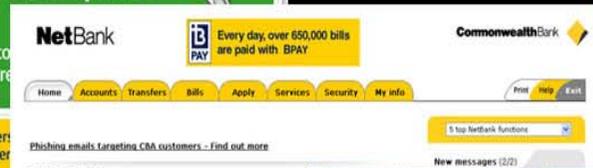
CommBiz – online, real time secure business and corporate banking



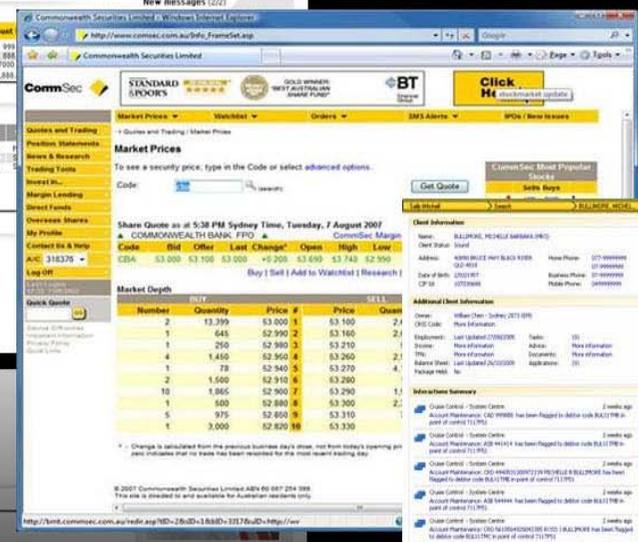
FirstChoice – chosen by 50% of IFA's



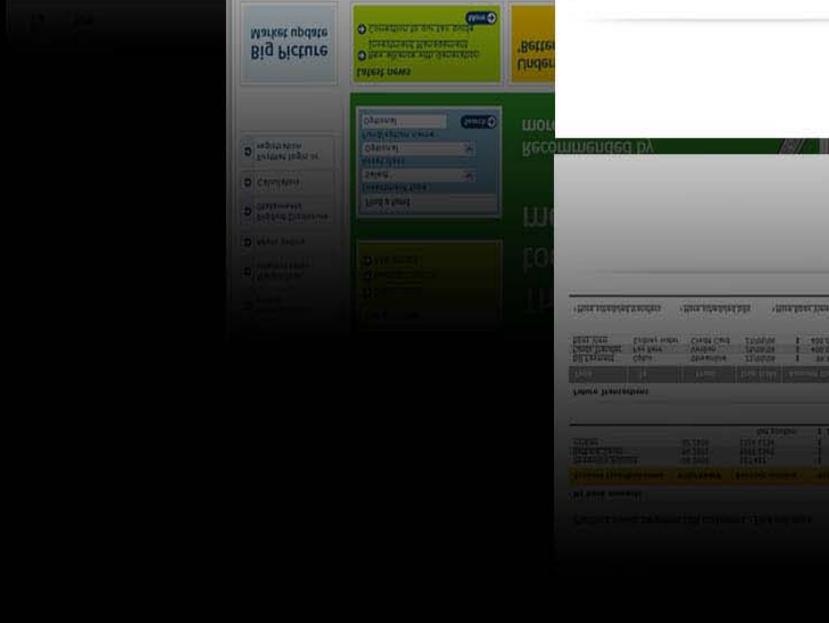
Netbank – 2m active customers



CommSec



CommSee – 95% visibility of customer



EDS and Gen-i contracts

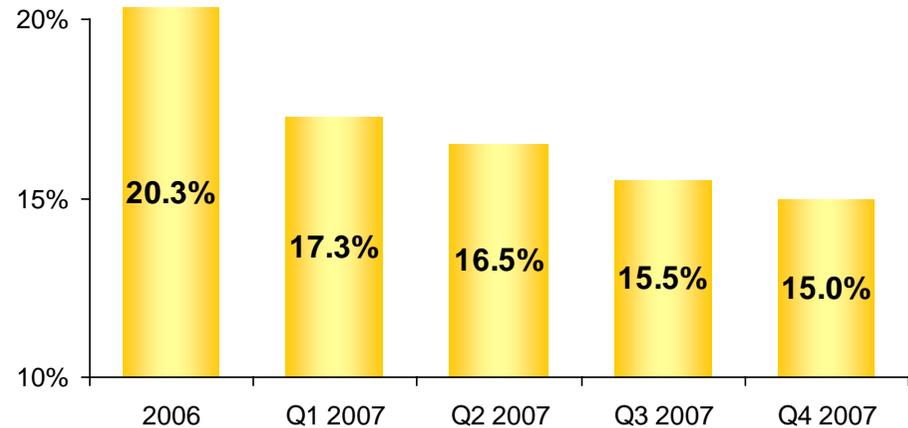
	FY07 Spend	New Deal	Saving \$m p.a	Contract End	Review
Telecommunication services	Gen-i \$113m				FY08/FY09
Mobiles		Optus	} 10 - 15	2008	
RAS		Telstra		2008	
Voice and Data Services		Gen-i		2009	
Applications	EDS \$398m				
Development		}	Selective in-sourcing of strategic capabilities		FY08
Maintenance					
Enhancements					
Consulting					
Enterprise Processing Services		}	EDS	12-14	2012
End User Computing					
Desktop	}	EDS	14-19	2012	
Service Desk					
ATM					

IT savings reinvested

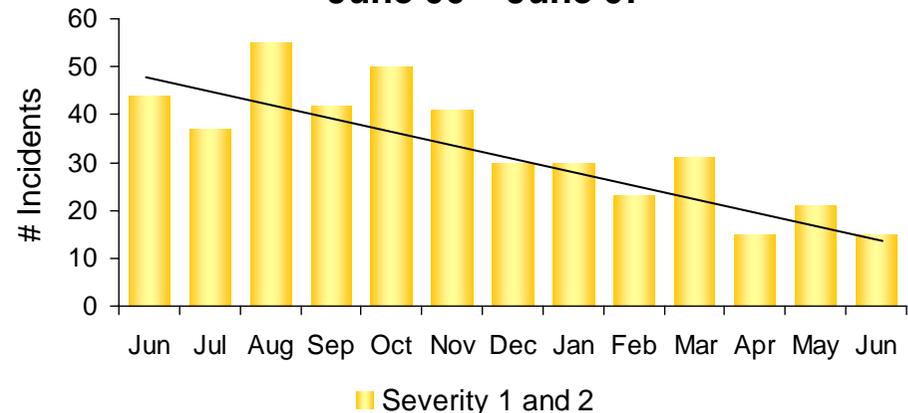
Technology & Operational Excellence

- Saved over \$100m of IT expense
- Successfully delivering large portfolio of IT projects across the business
- Significant improvements in system stability, resilience and security
- 429 staff trained in CommWay, taking total to 1,512

IT Efficiency Ratio *



Severity 1 and 2 Incidents
June 06 – June 07



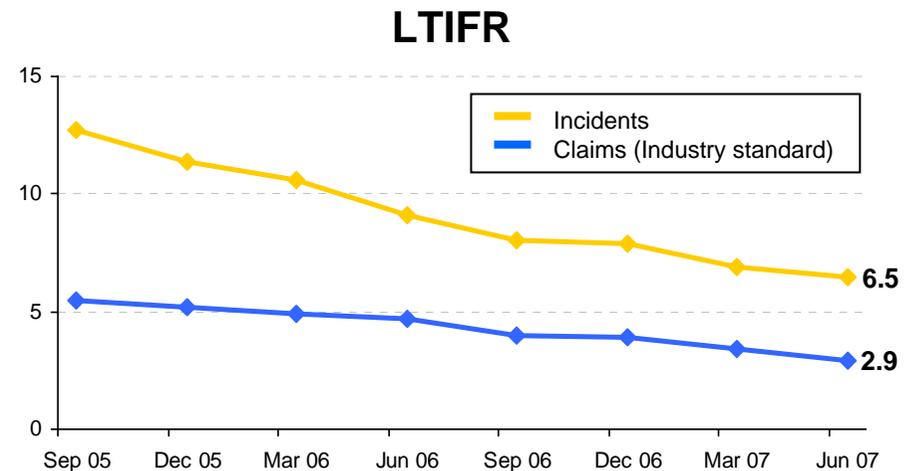
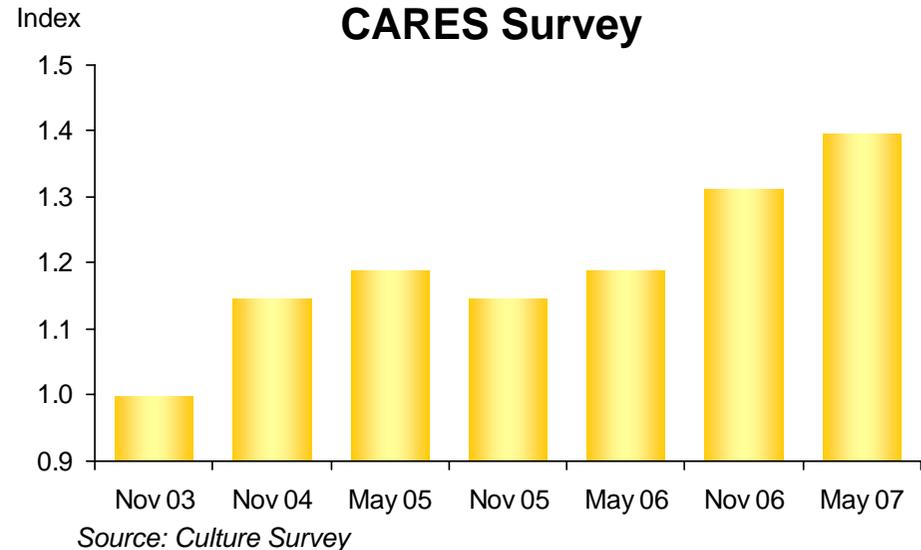
* Efficiency Ratio = Total IT Expense (excluding strategic initiative spend) / Total bank Op Expenses

Trust & Team Spirit improving

- Continued improvement in the culture:
 - Increasing focus on customer
 - Positive momentum in people engagement scores
 - Improved employee benefits
 - Increasing sense of pride

- Reflected in our people measures:
 - LTIFR down approx 30% in last 12 months
 - Absenteeism down 7%
 - Voluntary turnover down 13%

- Continued support for our community



Opportunities for Profitable Growth

- Asian expansion plans progressing well:
 - Indonesia - ANK acquisition
 - acquired JV partner stake in CMG Astra
 - China - Further capital investment in Hangzhou
 - Cinda/CFS fund management JV launched
 - Vietnam - Branch licence applied for

- CFS Global Asset Management launched 20 new funds in 2007

- Global Markets growth strategy

- Cross business unit referrals increasing





David Craig
CHIEF FINANCIAL OFFICER

15 August 2007

Commonwealth Bank of Australia ACN 123 123 124

**RESULTS PRESENTATION
FOR THE FULL YEAR**

Ended 30 June 2007

Non cash items

	12 months	
	Jun 07 \$m	Jun 06 \$m
Defined benefit superannuation plan (income) / expense	(5)	25
Treasury Shares valuation adjustment	75	100
One-off AIFRS mismatches	64	-
	134	125

Defined benefit superannuation plan (income) / expense:

- This amount is influenced by actuarial estimates of the long-term return on plan assets, the discount rate applied to plan liabilities, and the cost of additional member benefits accrued during the period.
- Due largely to increasing return on assets in the current half, a net income amount is recorded

Treasury Shares valuation adjustment:

- CBA shares held within life insurance statutory funds (on behalf of policyholders) result in an Income Statement mismatch
- When the Bank's share price rises, an expense is recognised for the increase in liability to policyholders, with no offsetting gain recognised on the "treasury shares"

One-off AIFRS mismatches:

- No economic loss has been incurred
- Accounting loss has arisen due to the unwinding of structured transactions offsetting profit never recognised through P&L
- Transactions had been fully economically hedged at inception, and on transition to AIFRS on 1 July 2005 the hedge profit was recognised in retained earnings
- Unwind of transactions brings forward the recognition of this expense to the current period

Strong result

	Jun 07 \$m	Jun 06 \$m	Jun 07 vs Jun 06
Operating income	13,159	11,835	↑ 11%
Shareholder investment returns	149	101	↑ 48%
Income	13,308	11,936	↑ 11%
Operating expenses	6,427	5,994	↑ 7%
Loan impairment expenses	434	398	↑ 9%
Net profit before tax	6,447	5,544	↑ 16%
Tax & Minorities	1,843	1,636	↑ 13%
NPAT Cash *	4,604	3,908	↑ 18%
Profit on the sale of HK Insurance		145	Large
Non cash items	(134)	(125)	↑ 7%
Statutory NPAT	4,470	3,928	↑ 14%

* Excludes profit on sale of Hong Kong in Dec 05

Other key information

Notes

Contribution to profit	6 months			Jun 07 vs Jun 06
	Jun 07 \$m	Dec 06 \$m	Jun 06 \$m	
Banking	1,896	1,867	1,638	↑ 16%
Funds Management	260	232	217	↑ 20%
Insurance	142	111	112	↑ 27%
NPAT (underlying)	2,298	2,210	1,967	↑ 17%
Shareholder invest. returns (ex HK after tax)	35	61	25	↑ 40%
NPAT Cash (ex HK)	2,333	2,271	1,992	↑ 17%
Cash EPS – basic (excl HK)	178.3	174.7	154.9	↑ 15%
ROE – cash (%)	22.0	22.3	20.8	↑ 120bpts
Pref. dividends *	107	109	79	↑ 35%
Ordinary dividend declared	1,939	1,380	1,668	↑ 16%

* Includes distributions on Perls, Perls II, Perls III, Trust Preferred Securities and ASB Preference Shares.

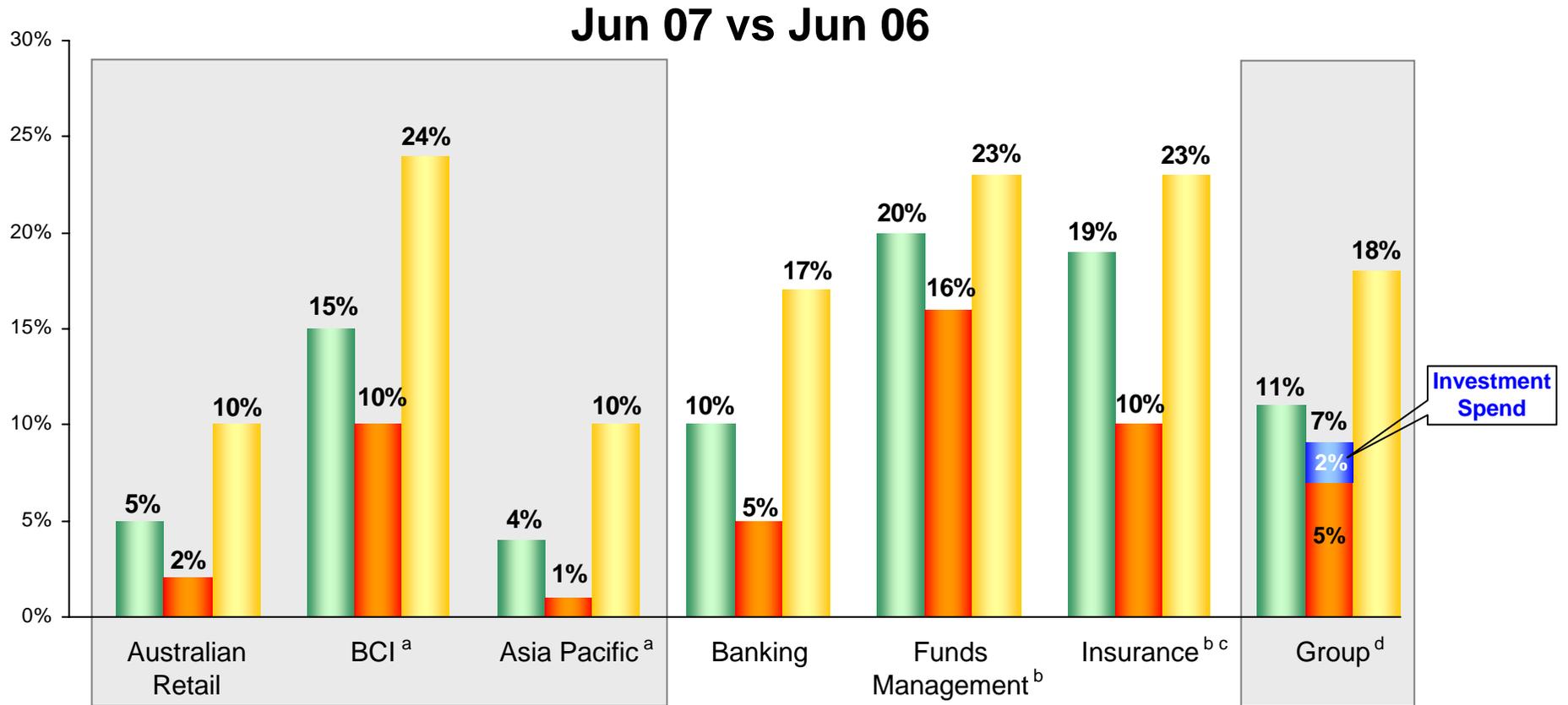


All businesses performing well

	Jun 07 \$m	Jun 06 \$m	Jun 07 vs Jun 06
Australian Retail	1,840	1,678	↑ 10%
Business, Corp and Institutional	1,529	1,236	↑ 24%
AIFRS volatility	2	(41)	Large
Asia Pacific	390	356	↑ 10%
Hedging and AIFRS volatility	59	17	Large
Other	(57)	(19)	Large
Banking	3,763	3,227	↑ 17%
Funds Management	492	400	↑ 23%
Insurance	253	215	↑ 18%
Shareholder investment returns	96	66	↑ 45%
NPAT cash (ex HK)	4,604	3,908	↑ 18%



Revenue growth outstrips costs



^a Excludes hedging volatility

^b Income is net of volume related expenses

^c Excludes Hong Kong disposal and the operating result of the business

^d Excludes Hong Kong disposal

■ Income ■ Expenses ■ NPAT ■ Investment Spend



Banking profit up 17%

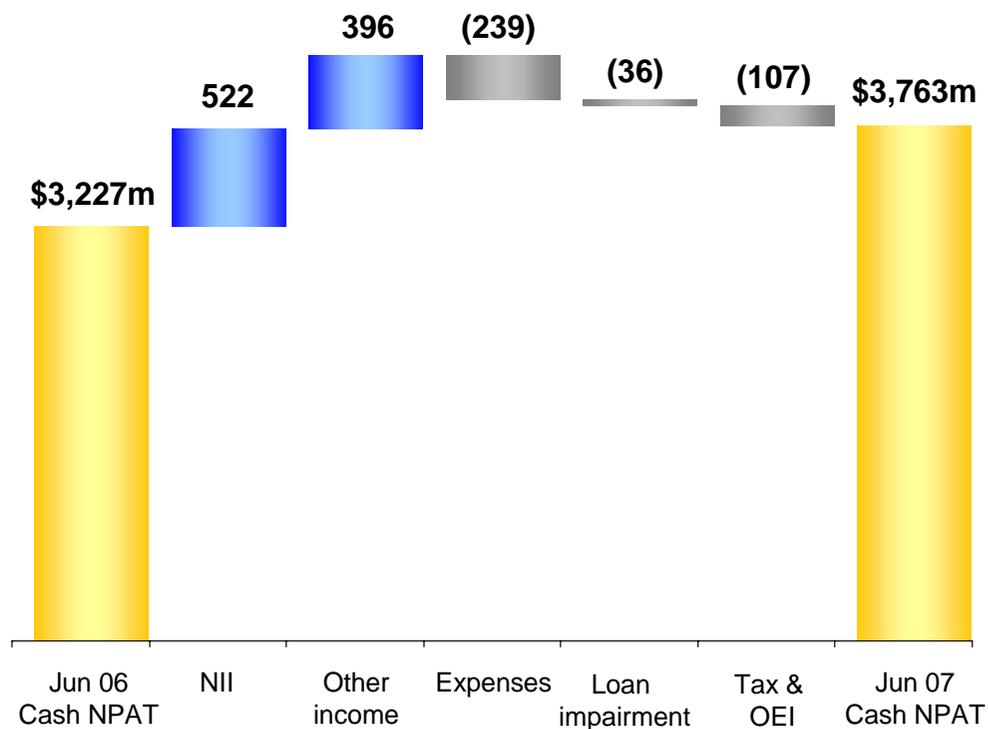
- Net interest income

Volume	↑ 15%
Liquid margin	↓ 3%
Other margin	↓ 4%
NII	↑ 8%

- Other income ↑ 13%

- Sale of Loy Yang \$79m
- Mastercard \$58m (06 \$32m)
- Commissions & fees ↑ 8%

- Cost to income now 45.8% (June 06 47.7%)

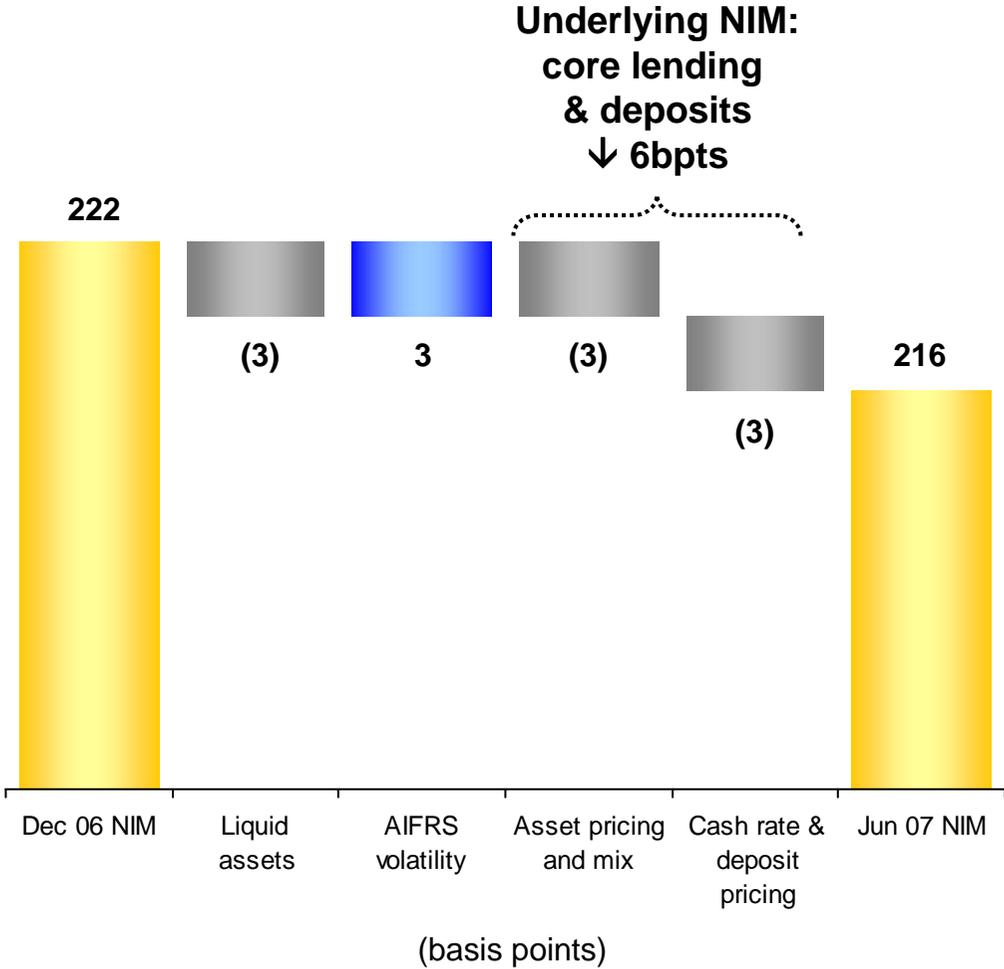


Underlying NIM down 6bpts since Dec

- NII only 53% of total income
- Liquid assets up over \$4 billion
- AIFRS derivative volatility inflating headline NIM
- Asset pricing and mix:

Home loans	↓ 2 bpts
Other	↓ 1 bpt
	↓ 3 bpts
	↓ 3 bpts
- Cash rate & deposit pricing:

Cash rate benefit	↑ 4 bpts
Deposit pricing	↓ 3 bpts
Mix	↓ 3 bpts
Deeming rate	↓ 1 bpts
(↑50bpts; \$20m)	↓ 3 bpts
	↓ 3 bpts



AIFRS volatility – group impact

	Australia		New Zealand		Total	
	FY07 \$m	FY06 \$m	FY07 \$m	FY06 \$m	FY07 \$m	FY06 \$m
AIFRS hedging volatility	3	(58)	117	3	120	(55)
NZ revenue hedge	-	-	(32)	22	(32)	22
Total banking income	3	(58)	85	25	88	(33)
One-off AIFRS hedging mismatches	(91)	-	-	-	(91)	-
Tax	27	17	(26)	(8)	1	9
NPAT impact	(61)	(41)	59	17	(2)	(24)



Other key information

		6 months			Jun 07 vs
		Jun 07	Dec 06	Jun 06	Jun 06
NII	Home Loans	650	644	627	↑ 4%
	Consumer Finance	357	351	366	↓ 2%
	Retail Deposits	1,046	1,061	968	↑ 8%
		2,053	2,056	1,961	↑ 5%
Other income	Home Loans	85	87	74	↑ 15%
	Consumer Finance	233	191	195	↑ 19%
	Retail Deposits	339	337	338	-
		657	615	607	↑ 8%
Banking income	Home Loans	735	731	701	↑ 5%
	Consumer Finance	590	542	561	↑ 5%
	Retail Deposits	1,385	1,398	1,306	↑ 6%
		2,710	2,671	2,568	↑ 6%
Expenses	1,224	1,206	1,181	↑ 4%	
Loan impairment	185	164	198	↓ 7%	
Cost to income	45.2%	45.2%	46.0%	↓ 2%	
Underlying profit after tax	928	912	842	↑ 10%	



Australian Retail

- Net interest income

Volume	↑	10%
Margin	↓	5%
NII	↑	5%

- Good volume growth:
 - Home loans ↑ 11%
 - Deposits ↑ 9%

- Expense growth of 2%
 - 400+ front line staff
 - Offset by efficiency gains

- Improved branch sales performance in the second half

- Sound credit quality

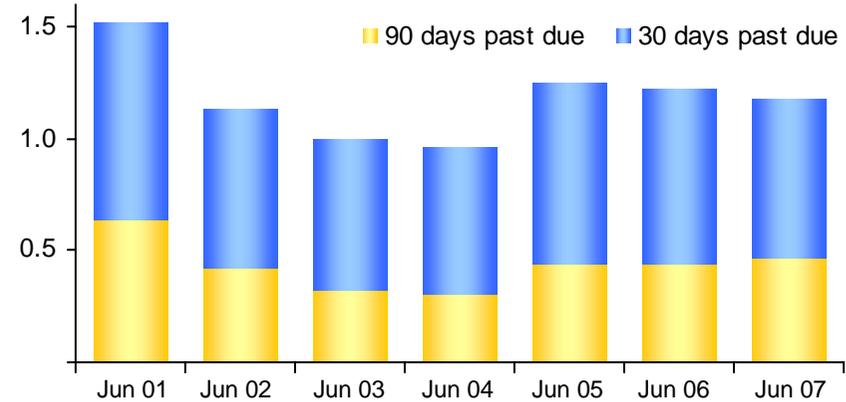
	Jun 07 \$m	Jun 07 vs Jun 06
Home Loans	1,466	↑ 4%
Consumer Finance	1,132	↑ 3%
Retail Deposits	2,783	↑ 7%
Total banking income	5,381	↑ 5%
Operating expenses	2,430	↑ 2%
Loan impairment	349	↓ 1%
Tax	762	↑ 8%
Underlying profit after tax	1,840	↑ 10%

Australian Retail snapshot

APRA market shares

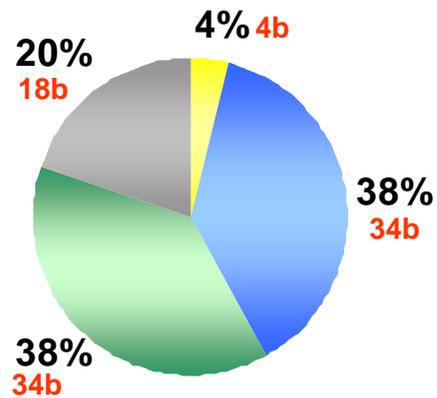
	(Change in 6 month period)			June 07 Market Share
	Jun 06	Dec 06	Jun 07	
Home loans	- 10bpts	-30bpts	+8bpts	18.5%
Household deposits	-32bpts	-51bpts	+21bpts	29.0%
Credit cards	-113bpts	-103bpts	-43bpts	18.8%
Personal loans	+9bpts	+34bpts	+1bpt	16.4%

% Consumer 30/90 days past due *



* Consumer loans include home loans, credit cards, personal loans

Jun 06

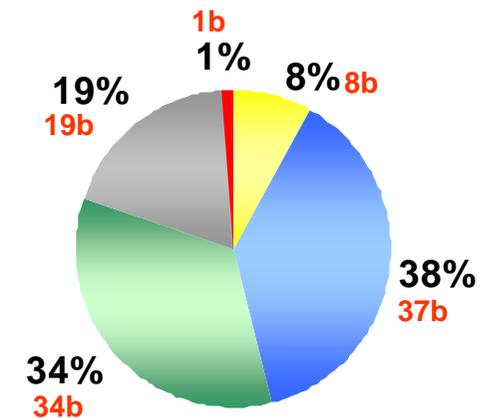


% of Total deposit balances

\$ spot balances

- Netbank Saver
- Investment Accounts
- Savings Deposits
- Transactions Accounts
- Business Online Saver

Jun 07



Other key information

		Jun 07	Dec 06	Jun 06	Jun 07 vs Jun 06
NII	Corporate Banking	281	274	253	↑ 11%
	Financial Markets *	291	209	233	↑ 25%
	Lending & Finance	510	495	439	↑ 16%
		1,082	978	925	↑ 17%
Other Income	Corporate Banking	179	187	160	↑ 12%
	Financial Markets *	393	410	346	↑ 14%
	Lending & Finance	313	323	274	↑ 14%
		885	920	780	↑ 13%
Banking Income	Corporate Banking	460	461	413	↑ 11%
	Financial Markets *	684	619	579	↑ 18%
	Lending & Finance	823	818	713	↑ 15%
		1,967	1,898	1,705	↑ 15%
Expenses		908	833	811	↑ 12%
Loan impairment		55	20	31	↑ 77%
Cost to income		46.2%	43.9%	47.6%	↓ 3%
Underlying profit after tax		767	762	617	↑ 24%

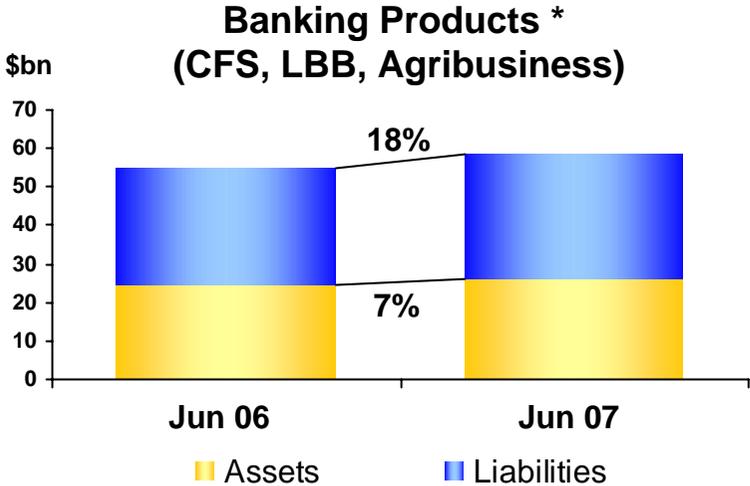
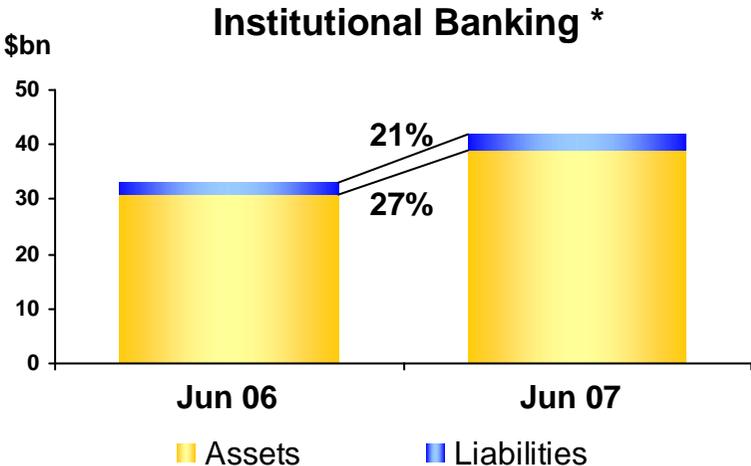
* Excludes the impact of AIFRS volatility

Business, Corporate & Institutional

- Strong asset growth of 20%
- NII ↑ 14%
- OBI ↑ 17%
- Core lending and deposits margin stable over the year
- Record CommSec trading volumes, margin lending balances ↑ 40%
- Expenses growth driven by:
 - investment spend on strategic initiatives
 - 338 new front line staff in business banking

	Jun 07 \$m	Jun 07 vs Jun 06
Corporate Banking	921	↑ 10%
Financial Markets	1,303	↑ 14%
Lending & Finance	1,641	↑ 21%
Total banking income	3,865	↑ 15%
Operating expenses	1,741	↑ 10%
Loan impairment	75	↑ 10%
Tax	520	↑ 11%
Underlying profit after tax	1,529	↑ 24%
AIFRS volatility	2	Large

Business, Corporate & Institutional snapshot



* average interest earning assets and interest bearing liabilities

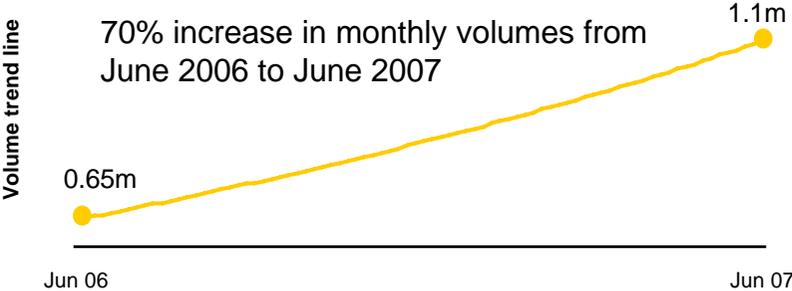
Global Markets

Recent industry rankings demonstrates momentum



- Australian debt (excluding self-funded transactions) ranked 1st
- Equity Capital Markets ranked 7th (previously ranked 14th)
- Equity Issuance ranked 7th (previously ranked 28th)

Private Client Services



Other key information

Notes

ASB: New Zealand NZ\$m ^a	6 months			Jun 07 vs Jun 06
	Jun 07 \$m	Dec 06 \$m	Jun 06 \$m	
Net interest income	453	437	412	↑ 10%
Other income	165	168	172	↓ 4%
Total operating income	618	605	584	↑ 6%
Operating expenses	266	267	252	↑ 6%
Loan impairment	14	4	9	↑ 56%
Net profit before taxation	338	334	323	↑ 5%
Income tax	102	99	98	↑ 4%
Underlying profit after tax	236	235	225	↑ 5%
New Zealand Dollar Exchange rate (avg) ^b	1.12	1.16	1.16	

^a Statutory basis and excludes hedging volatility

^b Hedging during the period may mean effective rate is different



Asia Pacific



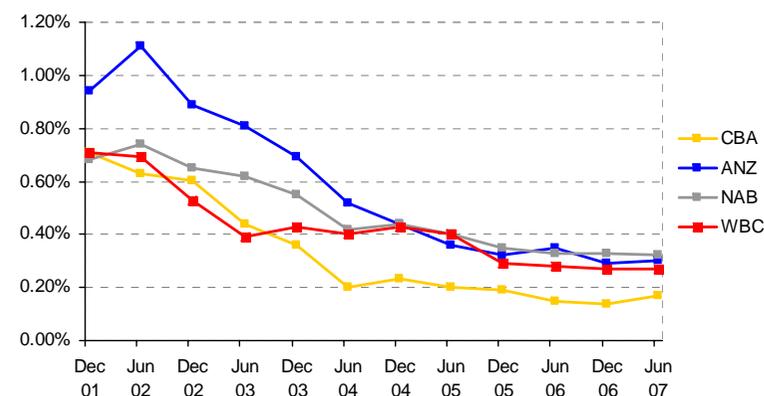
- ASB contributed \$374m
- ASB NPAT ↑ 8% in NZD excluding the impact of hedging
- ASB NII ↑ 8%
 - Lending assets ↑ 16%
 - Margin ↓ 10bpts (largely 1H07)
 - Weaker NZD
- Significant hedging volatility separately disclosed

	Jun 07 \$m	Jun 07 vs Jun 06
Net interest income	764	↑ 6%
Other banking income	318	↓ 1%
Total banking income	1,082	↑ 4%
Operating expenses	515	↑ 1%
Loan impairment	18	↓ 10%
Tax	159	↑ 1%
Underlying profit after tax	390	↑ 10%
Hedging & AIFRS volatility	59	Large

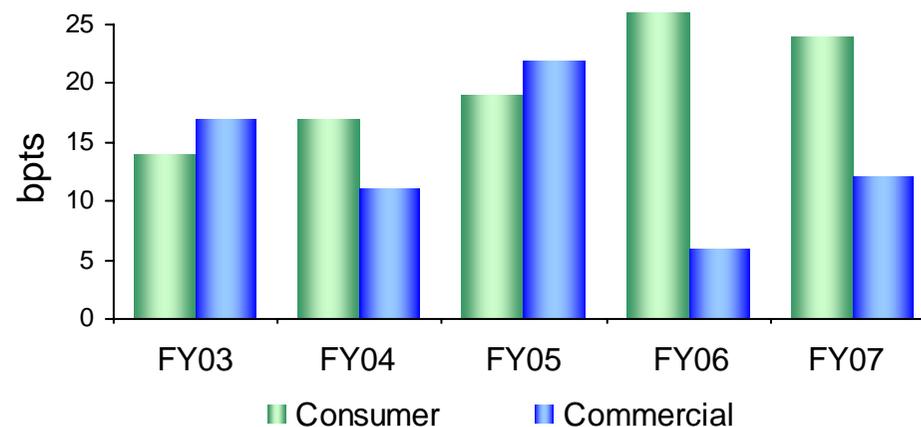
Credit – maintained high standards

- Loan impairment expense as % of RWA down on last year at 0.19% (06: 0.20%)
- Limited private equity participation
- No exposure to CLO's / CDO's, or material direct exposure to US subprime
- 67% of commercial loans investment grade
- Improving unsecured retail lending risk profile
- Low doc loans (2.3% of home loans)
- On market value, 75% of home loans < 60% LVR and most > 80% LVR insured

Gross impaired assets to RWA



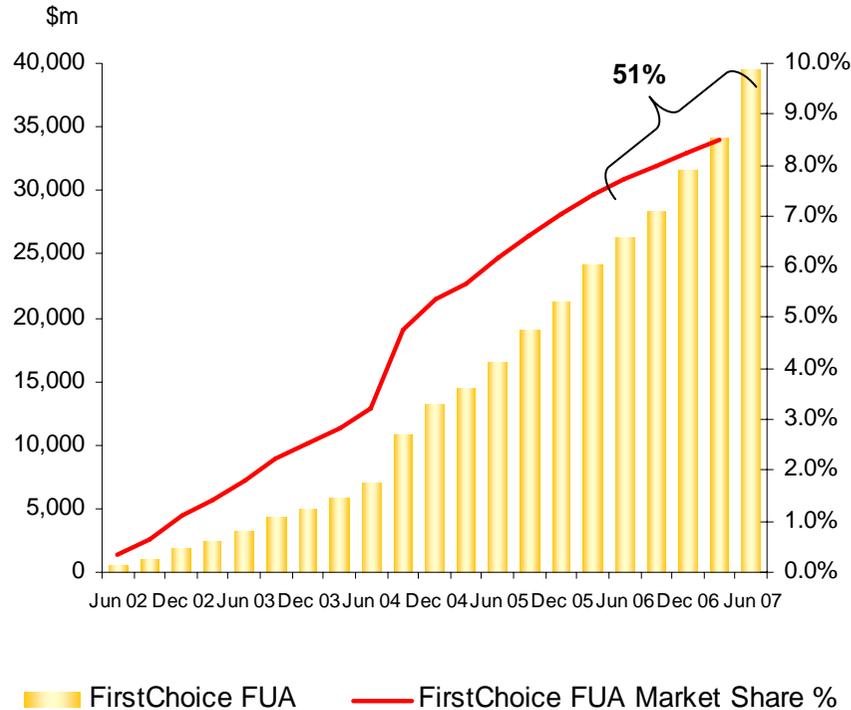
Individually assessed provisions as a % of advances



Other key information

	6 months		
	Jun 07	Dec 06	Jun 06
FUA			
Av. FUA (\$bn)	171	158	148
Spot. FUA (\$bn)	177	168	152
Margins			
Operating income/ av. FUA	1.16	1.13	1.14
Net income/ av. FUA	0.98	0.95	0.97
Expenses			
Operating expenses/ av.FUA	0.72	0.71	0.72
Operating expenses to net income	55.3	56.1	57.3
Market shares*			
Retail Administrator view	14.2%	15.4%	15.4%
First Choice Platforms	8.5%	8.2%	7.7%
Breakdown of funds invested			
Local equities	22.3%	22.8%	22.4%
International equities	24.1%	24.2%	22.5%
Listed and direct property	18.5%	17.9%	17.9%
Fixed interest and cash	35.1%	35.1%	37.2%
Total	100.0%	100.0%	100.0%

FirstChoice Funds Under Administration balance & market share
FUA market share: Plan for Life All Master Funds – Administrator View



* Plan for Life – March 07



Funds Management



- FUA ↑ 17% to \$177bn
- Margins stable
- Largest retail share (14.2%)
- First Choice ↑ 51% over last 12 months to \$40bn
- AWG sell down progressing well, 13% prior to June 07, another 4% in July
- Strong investment in business:
 - developing GAM capability
 - platform & advice leadership
 - cross sell initiatives

	Jun 07 \$m	Jun 07 vs Jun 06
Net income *	1,598	↑ 20%
Shareholder investment returns	14	-
Funds management income	1,612	↑ 20%
Operating expenses	890	↑ 16%
Tax & minority interests	232	↑ 39%
Cash NPAT	490	↑ 20%
Underlying NPAT	492	↑ 23%

* Net of volume related expenses

Other key information

Notes

	6 months		
	Jun 07	Dec 06	Jun 06
Claims expense as % of net earned premium			
General insurance	68%	50%	57%
Life insurance	44%	47%	41%
Sources of profit	\$M	\$M	\$M
Planned profit margins	90	94	77
Experience variations	49	7	29
Other	0	0	(2)
General insurance operating margin	3	10	8
Operating margins	142	111	112
After tax shareholder investment returns	40	58	20
NPAT (cash)	182	169	132
Breakdown of Shareholders' Funds			
Local equities	1%	1%	2%
International equities	1%	1%	1%
Property	20%	19%	17%
Growth	22%	21%	20%
Fixed interest	35%	25%	29%
Cash	43%	54%	51%
Income	78%	79%	80%
Total	100%	100%	100%



Insurance



- Inforce premiums ↑ 21%
- Planned profit margins ↑ 26%
- Australia total risk market share ↑ to 14.2% (June 06 13.2%)
- “Life Insurer of the Year” – Aust & NZ Insurance Industry Awards
- General insurance result affected by NSW storms

	Jun 07 \$m	Jun 07 vs Jun 06 ^a
Net income ^b	635	↑ 19%
Shareholder investment returns	135	↑ 57%
Total insurance income	770	↑ 24%
Operating expenses	282	↑ 10%
Tax	137	↑ 34%
Cash NPAT	351	↑ 34%
Underlying NPAT	253	↑ 23%

^a Excludes impact of sale of Hong Kong Insurance business in 2006

^b Net of volume related expenses

18% increase in investment spend

		FY07 Investment spend (\$m)		
		Expensed	Capitalised	Total
Growth projects	▪ Business banking growth strategy	202	183	385
	▪ New and refurbished branches			
	▪ Roll out of CommBiz			
	▪ Improving cross sell of WM products			
Productivity projects	▪ Insurance and Wealth Management product and system rationalisation	187	29	216
	▪ Improving credit card platform			
	▪ IT infrastructure upgrade			
	▪ Telephony platform upgrade			
Risk and compliance Projects	▪ Basel II	136	48	184
	▪ Computer and business continuity centres			
	▪ Collateral management system upgrade			
		525	260	785

+ 1,100 new customer-facing roles

Capital treatment

	AIFRS	APRA			S&P
	Accounting	Tier 1	Tier 2	Total	ACE
Shareholders' Equity					
Ordinary Share Capital	✓	✓		✓	✓
Other Equity Instruments	✓	✓		✓	
Reserves					
General Reserve & Capital Reserve	✓	✓		✓	✓
GRCL	✓		✓	✓	
Asset Revaluation Reserve	✓		✓	✓	
Other reserve accounts	✓				
Retained Earnings	✓	✓		✓	✓
Minority Interests	✓	✓		✓	
Hybrid Debt Issues & Loan Capital		✓		✓	
Other debt issues (subordinated)			✓	✓	
Collective & other credit provisions			✓	✓	
AIFRS transitional relief (T1 & T2)		✓	✓	✓	
Capital Deductions					
Intangibles		✓		✓	✓
Superannuation Surplus (after tax)		✓		✓	✓
Equity investments in other companies		✓		✓	
Value of acquired inforce business				✓	
Investments in offshore banks				✓	✓
Other Deductions			✓	✓	

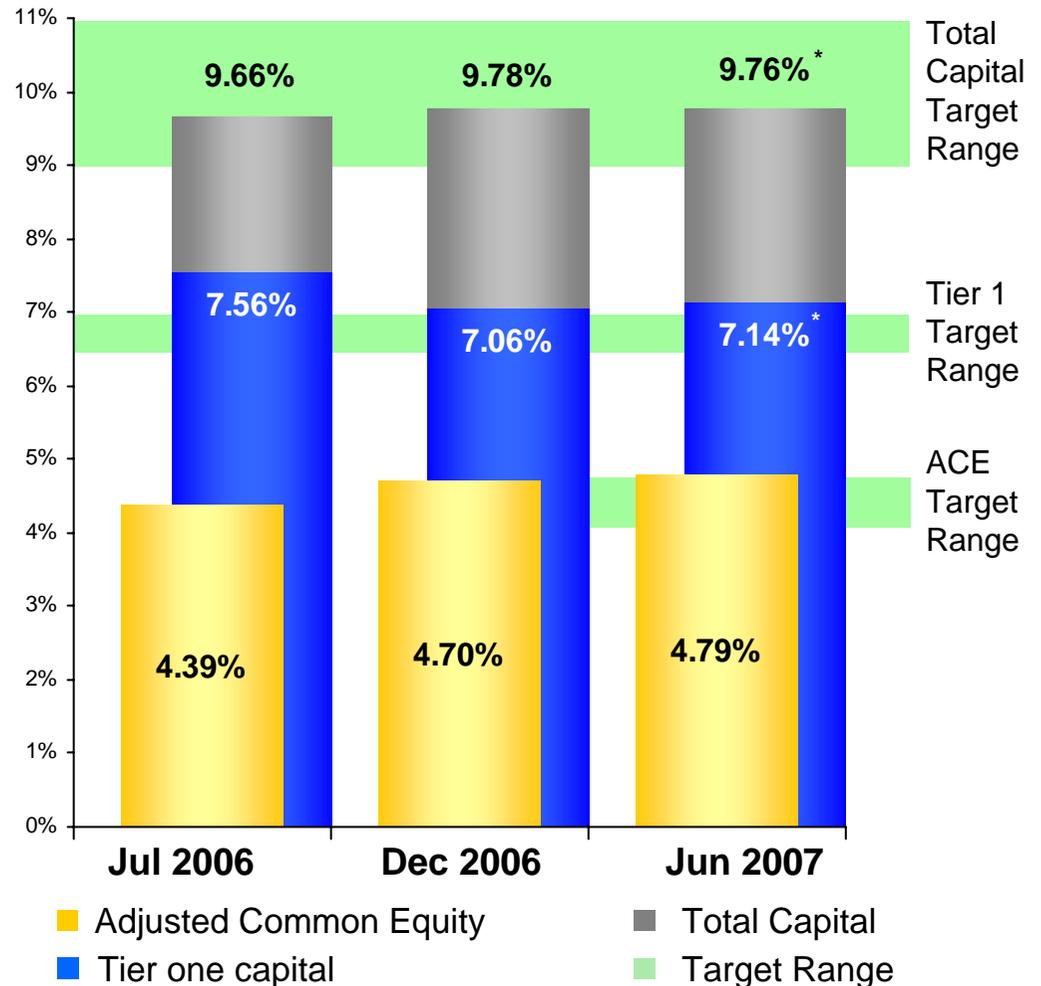
Note: This table is a summary. For the full reconciliation, refer Appendix 13 "Capital Adequacy" on pages 47-50 of the June 2007 Profit Announcement

Strong capital position

- 1 Jan 2008 should see:
 - Basel II advanced accreditation
 - end of AIFRS capital transition
 - clarity on APRA capital needs

- After balance date raised \$1,465m through PERLS IV
 - non-innovative Tier 1
 - cost effective funding (BBSW-120bpts)

- More sophisticated economic capital approach



* PERLS IV issue completed in July 2007 (\$1,465m) would add 58bpts to June 2007 Tier 1 and 59bpts to the Total Capital Ratio

Summary

- Double digit profit growth from all business segments
- Continuing to invest for future growth and productivity
- Australian Retail market share improvements in second half
- Significant opportunities still exist in Business, Corporate and Institutional
- Investment in Funds Management and Insurance driving strong performance
- Credit quality and capital position remain strong

Notes

	Jun 07 Actual	Jun 08 Forecast *
Housing credit	13.2%	13-15%
Other personal credit	15.3%	8.5-10.5%
Business credit	18.7%	14-16%

* CBA economist forecast for the Australian market as at July 2007



Outlook

- Economic outlook for Australia remains positive
- Housing credit growth expected to remain at similar levels to 2007
- Some slowing expected in business and personal credit growth
- Financial services industry will remain competitive
- Given outlook and business mix, expect EPS growth to meet or exceed average of peers



Ralph Norris
CHIEF EXECUTIVE OFFICER

David Craig
CHIEF FINANCIAL OFFICER

15 August 2007

Commonwealth Bank of Australia ACN 123 123 124

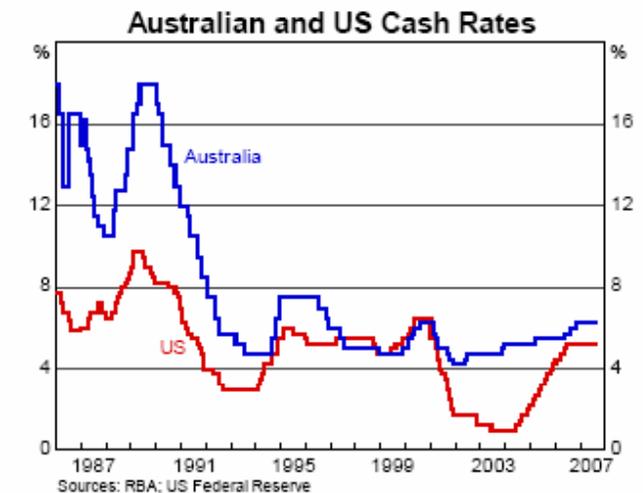
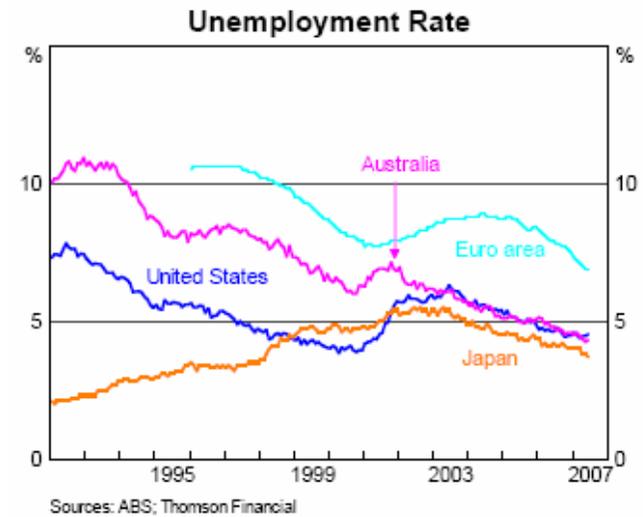
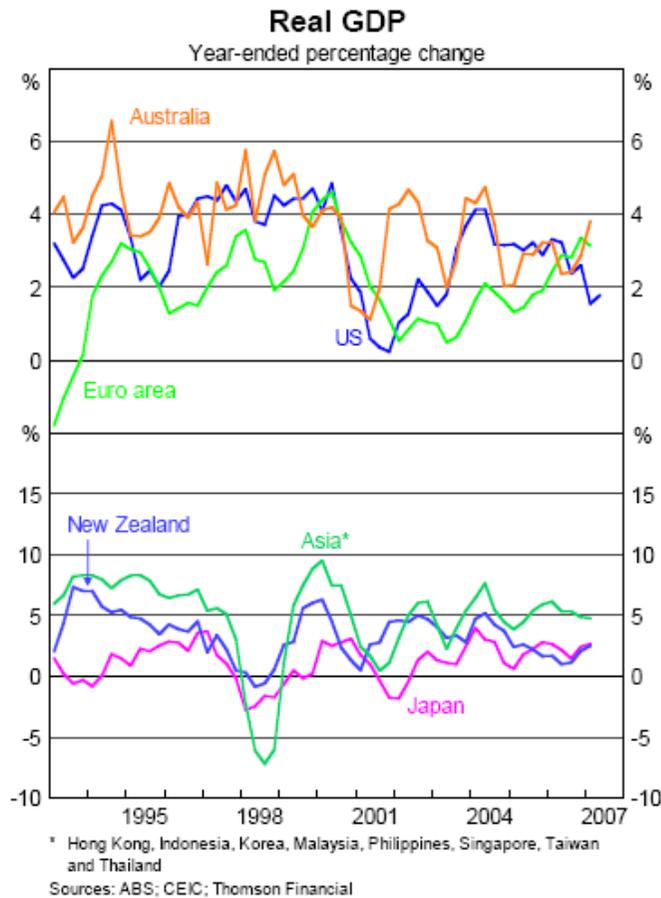
**RESULTS PRESENTATION
FOR THE FULL YEAR**

Ended 30 June 2007

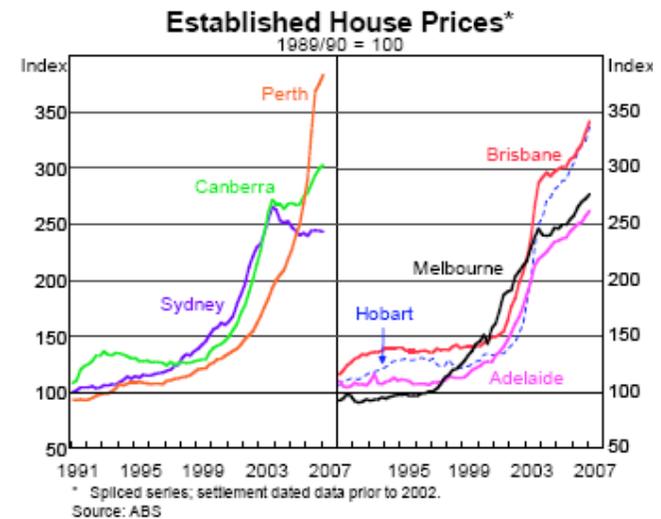
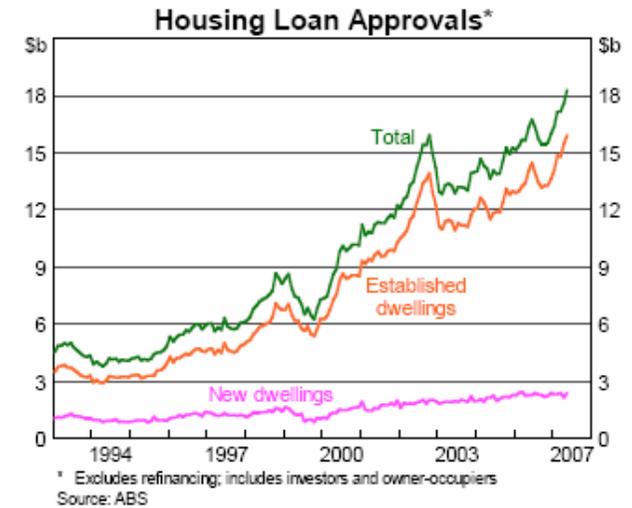
Supplementary materials

Economy

GDP, unemployment and cash rates



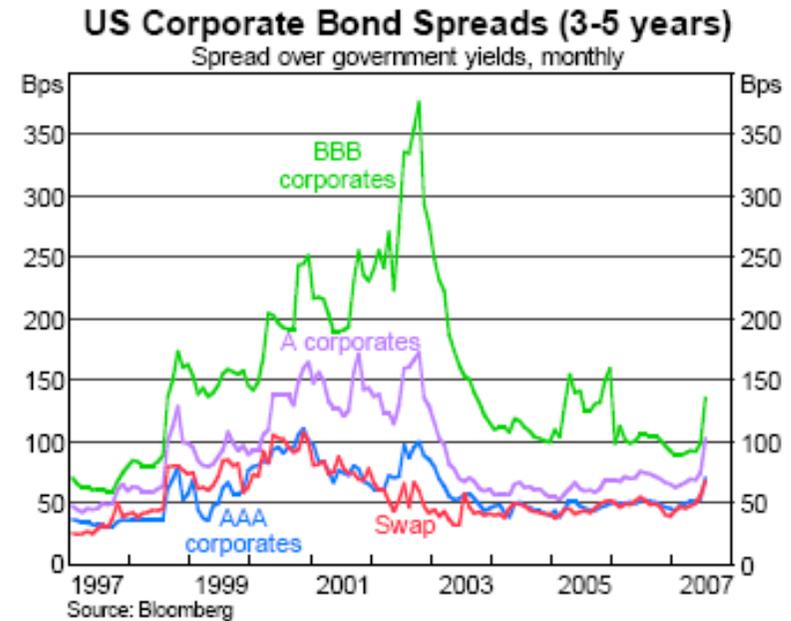
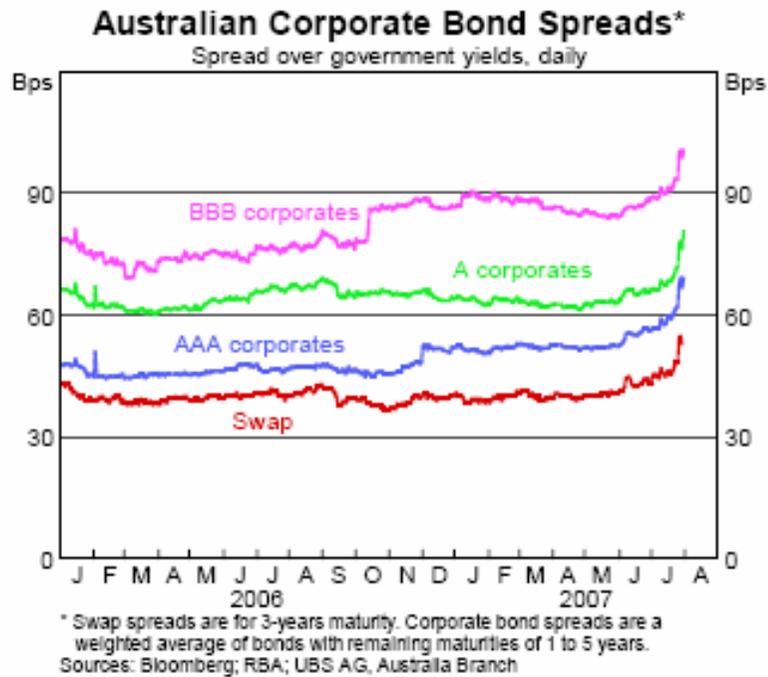
Credit growth



Spreads

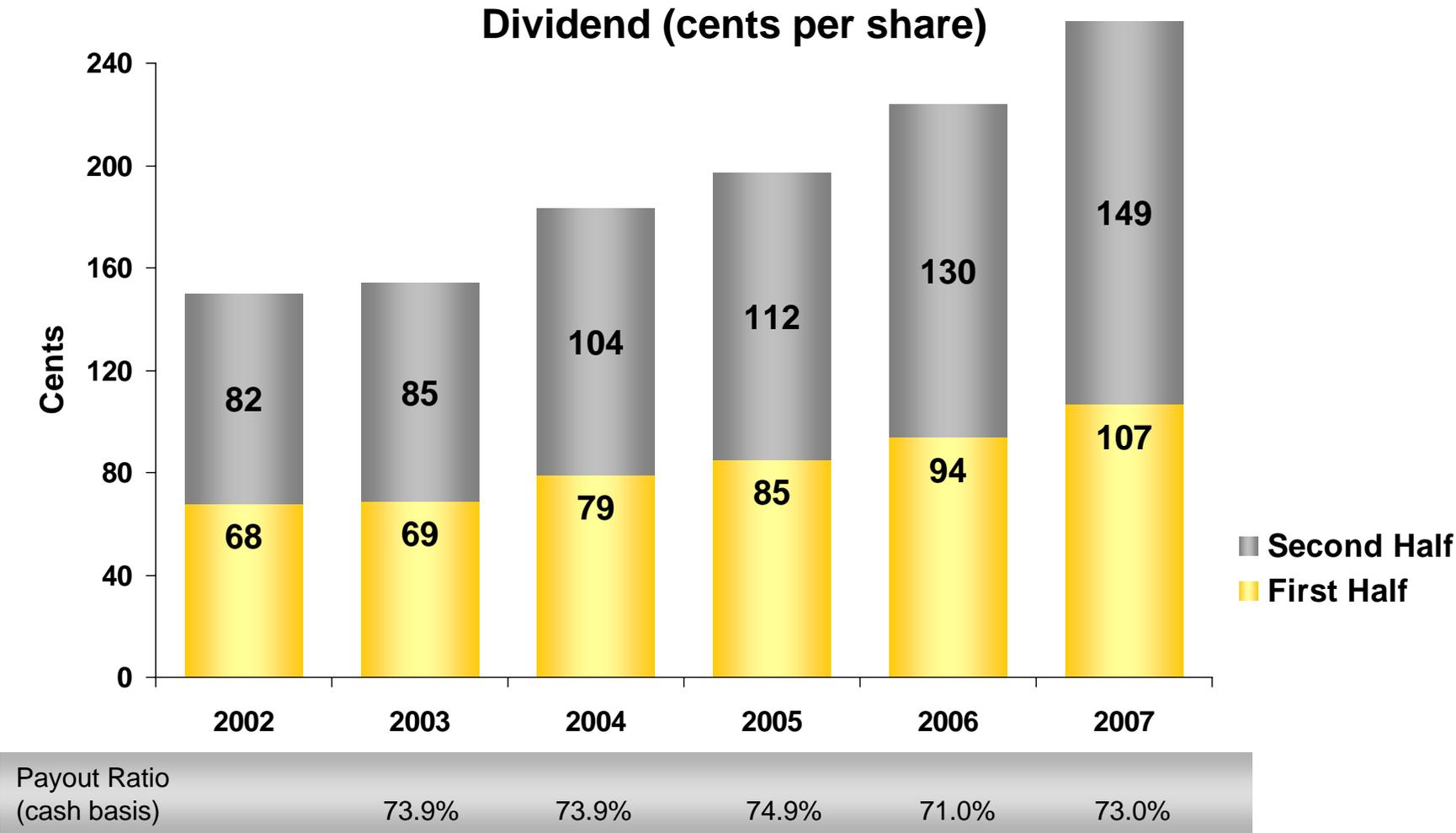
Aus. BBB Corporates
~ 35bp over swaps

US BBB Corporates
~ 50bp over swaps



Group

Fully franked dividends



Expenses

Comparable expenses	12 months		Jun 07 vs Jun 06
	Jun 07 \$m	Jun 06 \$m	
Staff expenses	3,229	2,823	↑ 14%
Occupancy and equipment	688	621	↑ 11%
IT Services	907	985	↓ 8%
Postage and stationery	213	216	↓ 1%
Fees and commissions	691	636	↑ 9%
Advertising, marketing etc	326	307	↑ 6%
Other	373	406	↓ 8%
Total operating expenses	6,427	5,994	↑ 7%

Banking

AIFRS impact of non trading derivatives

12 months

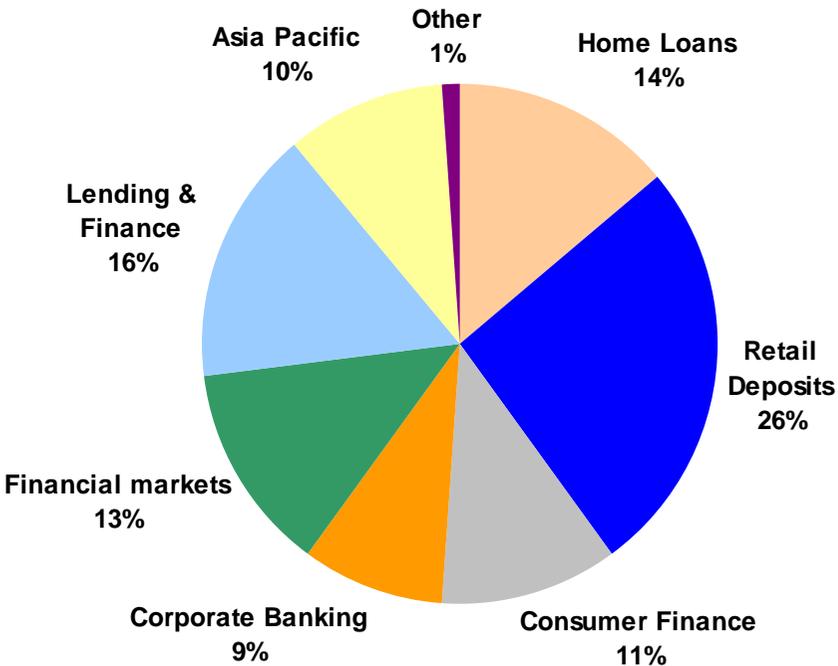
	Jun 07	Jun 06
Net interest income	107	46
Other banking income	(19)	(79)
Net impact – pre tax	88	(33)
Net impact – after tax	61	(24)

6 months

	Jun 07	Dec 05
Net interest income	78	29
Other banking income	44	(63)
Net impact – pre tax	122	(34)
Net impact – after tax	85	(25)



Banking revenue by product



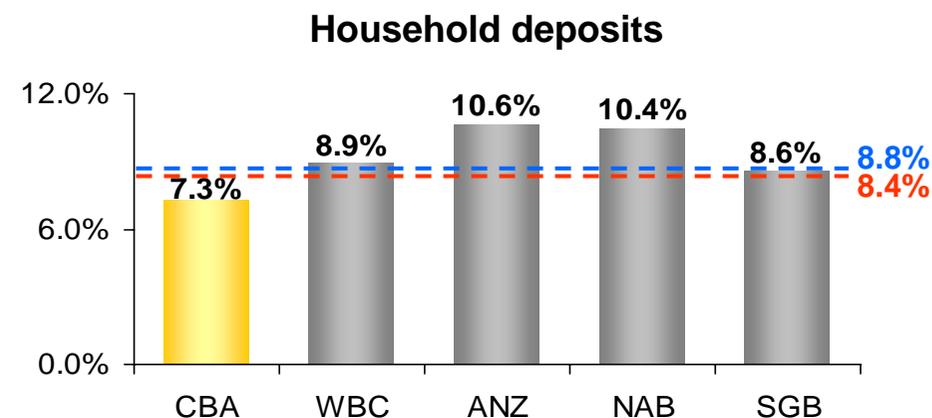
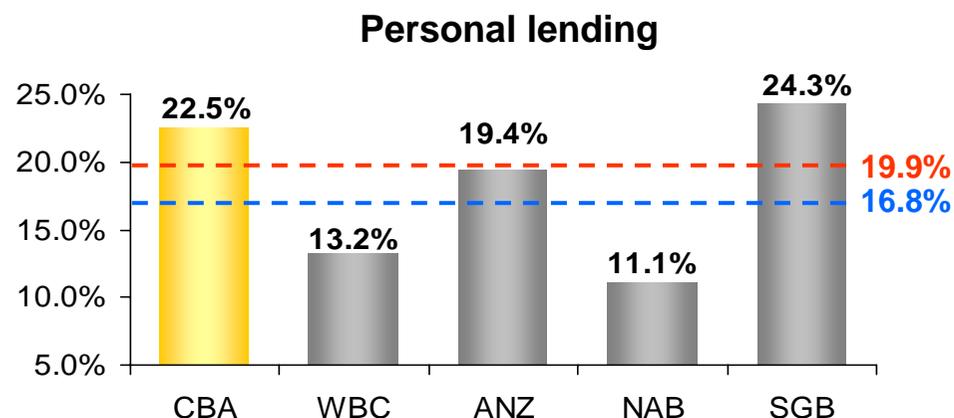
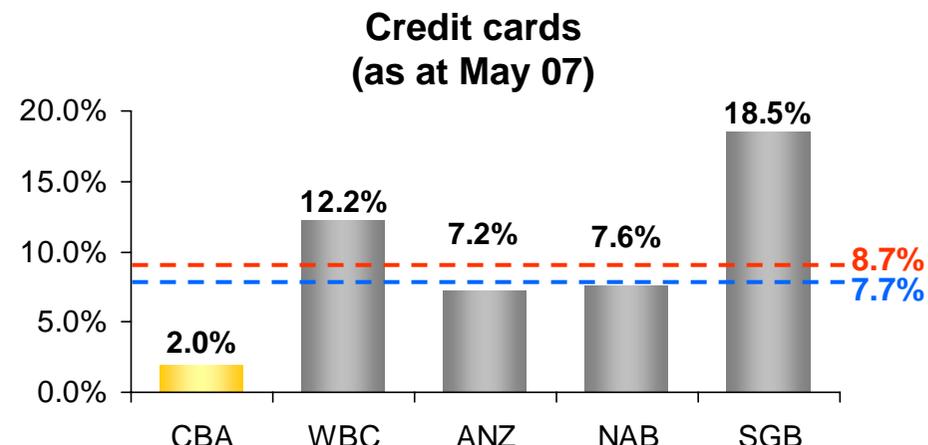
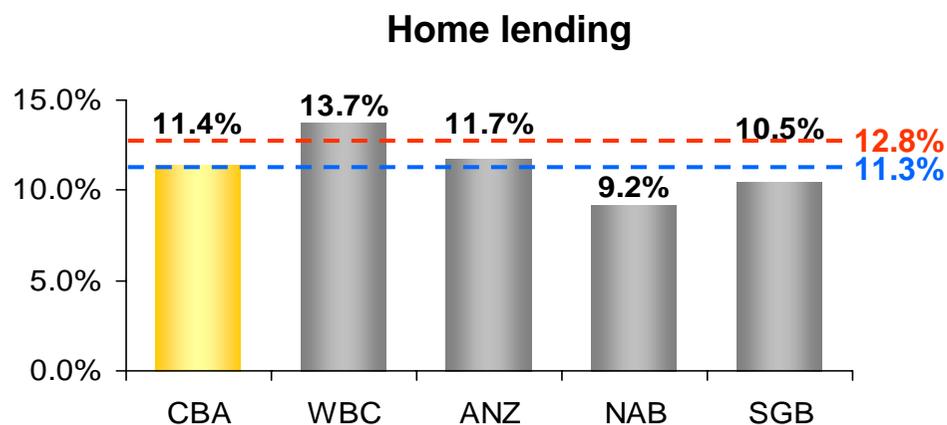
6 months

	Jun 07	Dec 06	Jun 06	Jun 07 vs Jun 06
Home Loans	735	731	701	↑ 5%
Consumer Finance	590	542	561	↑ 5%
Retail Deposits	1,385	1,398	1,306	↑ 6%
Corporate Banking	460	461	413	↑ 11%
Financial Markets	684	619	579	↑ 18%
Lending & Finance	823	818	713	↑ 15%
Asia Pacific	551	531	537	↑ 3%
Other (incl. Hedging and AIFRS volatility)	77	63	40	↑ 93%
Total Banking Income	5,305	5,163	4,850	↑ 9%



Summary - CBA growth vs market*

12 months to June 2007

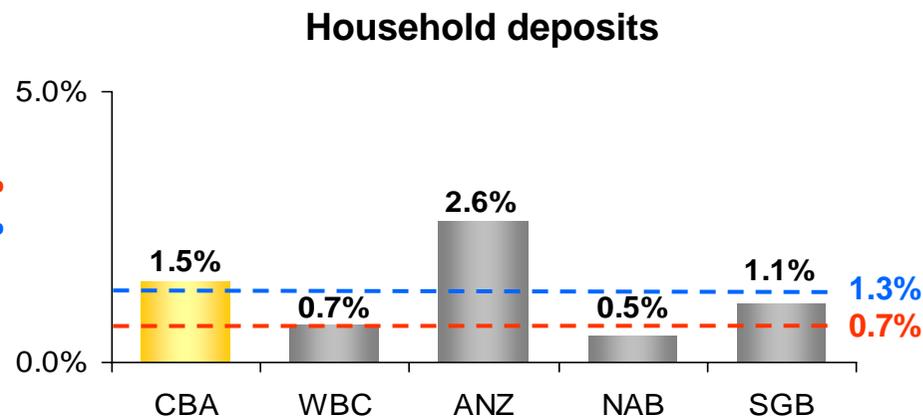
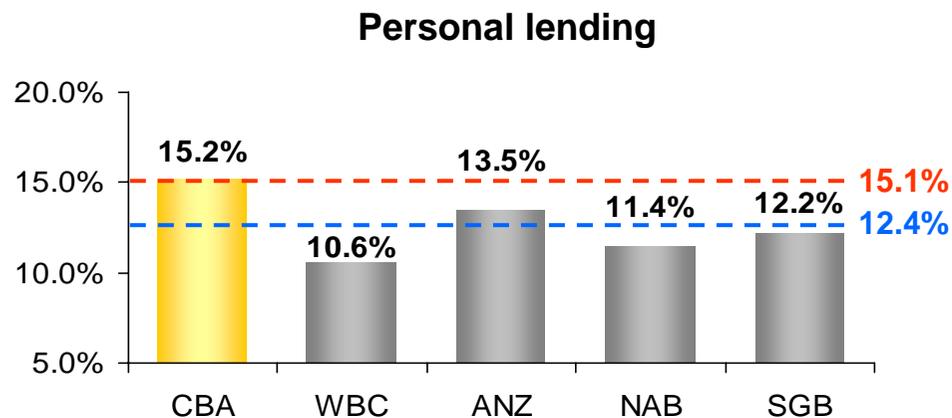
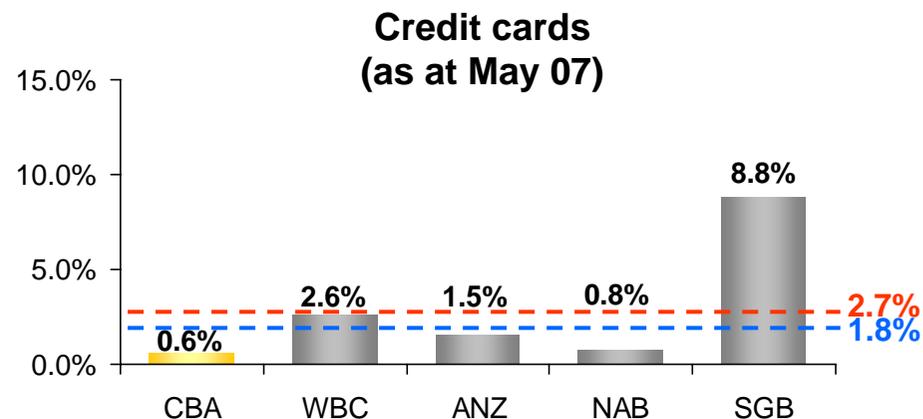
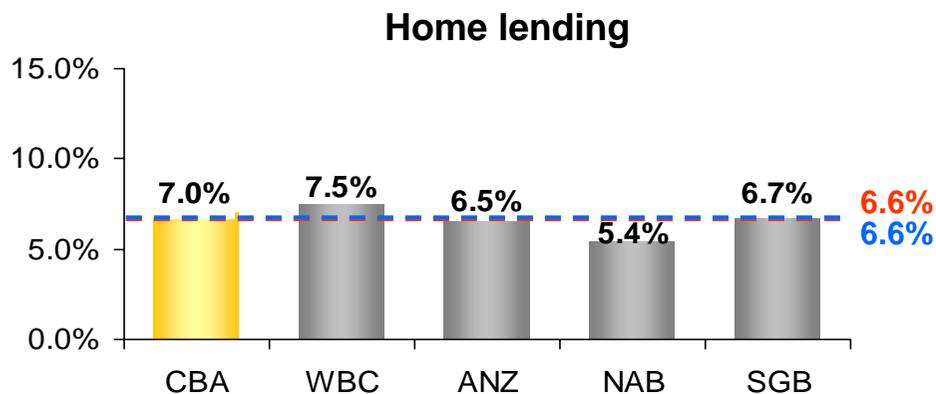


* APRA, RBA stats

--- Market --- Top 5

Summary - CBA growth vs market*

6 months to June 2007



* APRA, RBA stats

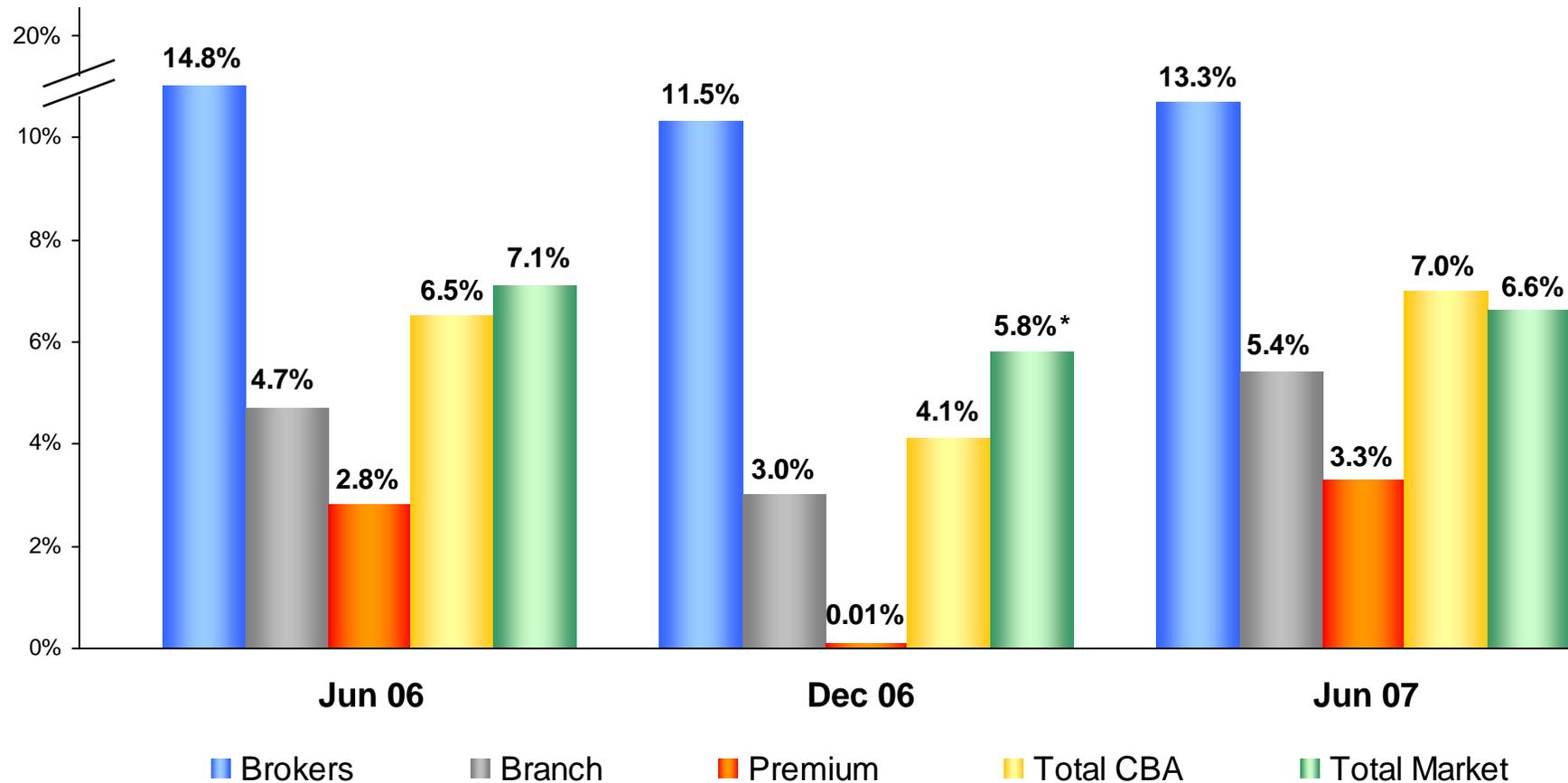
--- Market --- Top 5

Home loans (domestic)

	Jun 07	Dec 06	Jun 06	Jun 07 vs Jun 06
Domestic growth profile (\$bn)				
Loan funded	27.1	25.1	24.8	9%
Reduction	16.5	19.1	16	3%
Net growth	10.6	6.0	8.8	20%
Total Home lending assets (\$b)				
Australian home lending assets (\$b)	161.4	150.8	144.8	11%
Securitisation (\$b)	(15.6)	(10.8)	(12.6)	24%
Net (Australia)	145.8	140	132.2	10%
Asia Pacific home lending assets (\$b)	28.9	25.9	22.3	30%
Totals (adjusted for rounding)	174.7	165.9	154.5	13%
Home lending statistics (domestic balances gross of securitisation)				
Balances mix (%):	Jun 07	Dec 06	Jun 06	
Owner occupied	55%	55%	55%	
Investment home loans	34%	35%	35%	
Line of credit	11%	10%	10%	
Variable	62%	62%	64%	
Fixed *	29%	27%	24%	
Honeymoon *	9%	11%	12%	
Originations (% of loans funded) : *				
3rd Party	35%	34%	32%	
Proprietary	65%	66%	68%	
Broker originated loans as % of Aust. Book	28%	26%	24%	

* Care – Prior periods restated for classification changes between periods

Home loan balance growth by channel (half year)



* Prior period number restated by APRA

Home loan portfolio – stress tested

- Stress test scenario consistent with experience of UK recession of the late 1980s / early 1990s.
 - Up to 6 fold increase in PD, due to unemployment of 10% & interest rates of 14%
 - Up to 30% fall in security value
- Under current conditions, 1 year HL expected loss at around \$12m
- Under most stressed conditions, expected loss totals \$299m = 3 months home loan net income. This has decreased from \$307m at the last Stress Test. The slight reduction in expected loss under the current and stressed case is attributed to general levelling out of property prices in Sydney and continued appreciation elsewhere across Australia.
- Additional insured losses of \$265m covered by mortgage insurance

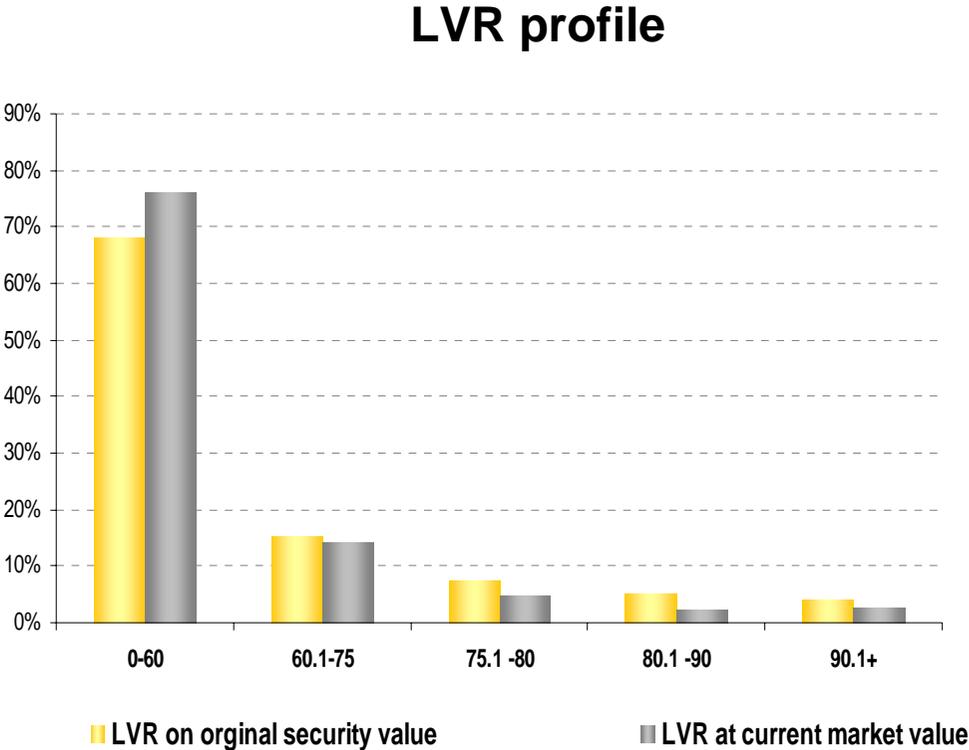
Market value stress

Expected loss \$m	PD stress factor			
	x1	x2	x4	x6
Property value				
No decrease	11.8	16.1	22.6	27.1
10% decrease	29.2	40.7	59.0	72.0
20% decrease	60.9	87.0	130.0	161.0
30% decrease	107.2	156.6	239.2	298.8

Note:
 PD = Probability of default
 Excludes lines of credit

Home loans – LVR profile

- Strong LVR profile
- % of loans at <60% LVR:
 - 68% if based on original security value
 - 75% if based on current market values
 - There has been some shift towards the 60-75% LVR group, from the lower and higher value groups
 - The majority of loans >80% LVR are mortgage insured¹⁸



Australian Owner Occupied and Investment Housing only, excludes Lines of Credit
Number of loans as at 31 Dec 06 and market value as at 31 Dec 06
Market value marked against the APM database

Summary

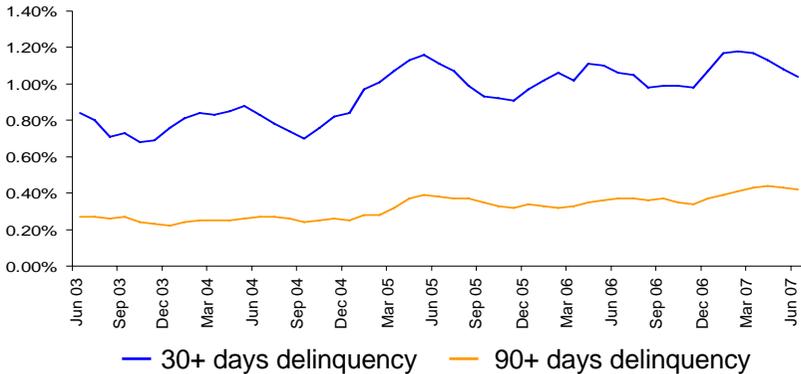
	Jun 07	Dec 06	Jun 06
RWA	\$245,347	\$234,569	\$216,438m
Charge for bad debts (6 mths)	\$239m	\$195m	\$210m
Charge for loan impairment to RWA (annualised)	0.20%	0.17%	0.20%
Gross impaired assets	\$421m	\$338m	\$326m
Individually assessed provisions	\$199m	\$171m	\$171m
Collective provisions	\$1,034m	\$1,040m	\$1,046m
General Reserve for credit losses within shareholders equity (pre-tax)	\$500m	\$500m	\$500m
Prudential General Reserve for Credit Losses to RWA	0.63%	0.68%	0.71%
Credit Risk Statistics			
<i>Commercial portfolio</i>			
Top 20 commercial exposures (as % of total committed exposure)	2.6%	2.5%	2.5%
% of all commercial exposures that are investment grade or better	67%	67%	68%
% of non-investment grade exposure covered by security	82%	82%	83%
<i>Consumer portfolio</i>			
Home lending as % of gross lending	54%	55%	55%



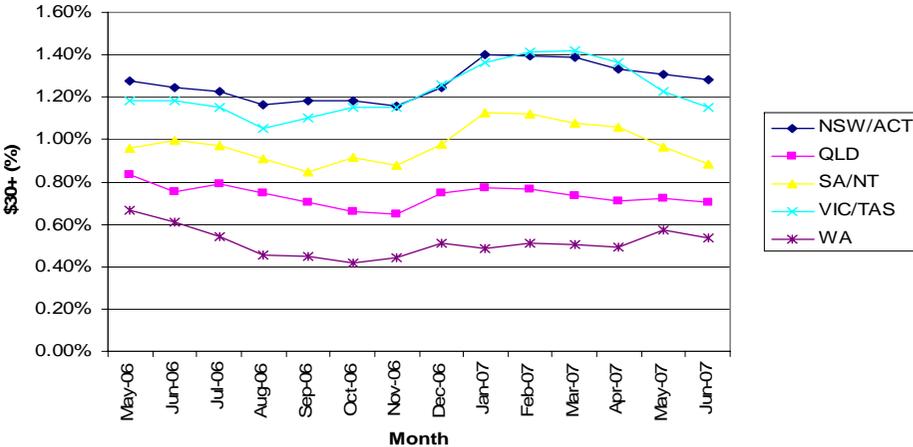
Home loans – portfolio quality

- Portfolio credit quality remains sound
- In line with seasonal expectations, delinquencies have improved in the last few months
- Home Loan collection is focusing on higher risk loans
- Significant differences have been observed across states with NSW/ACT being the highest, and WA the lowest

30+ & 90+ day delinquencies

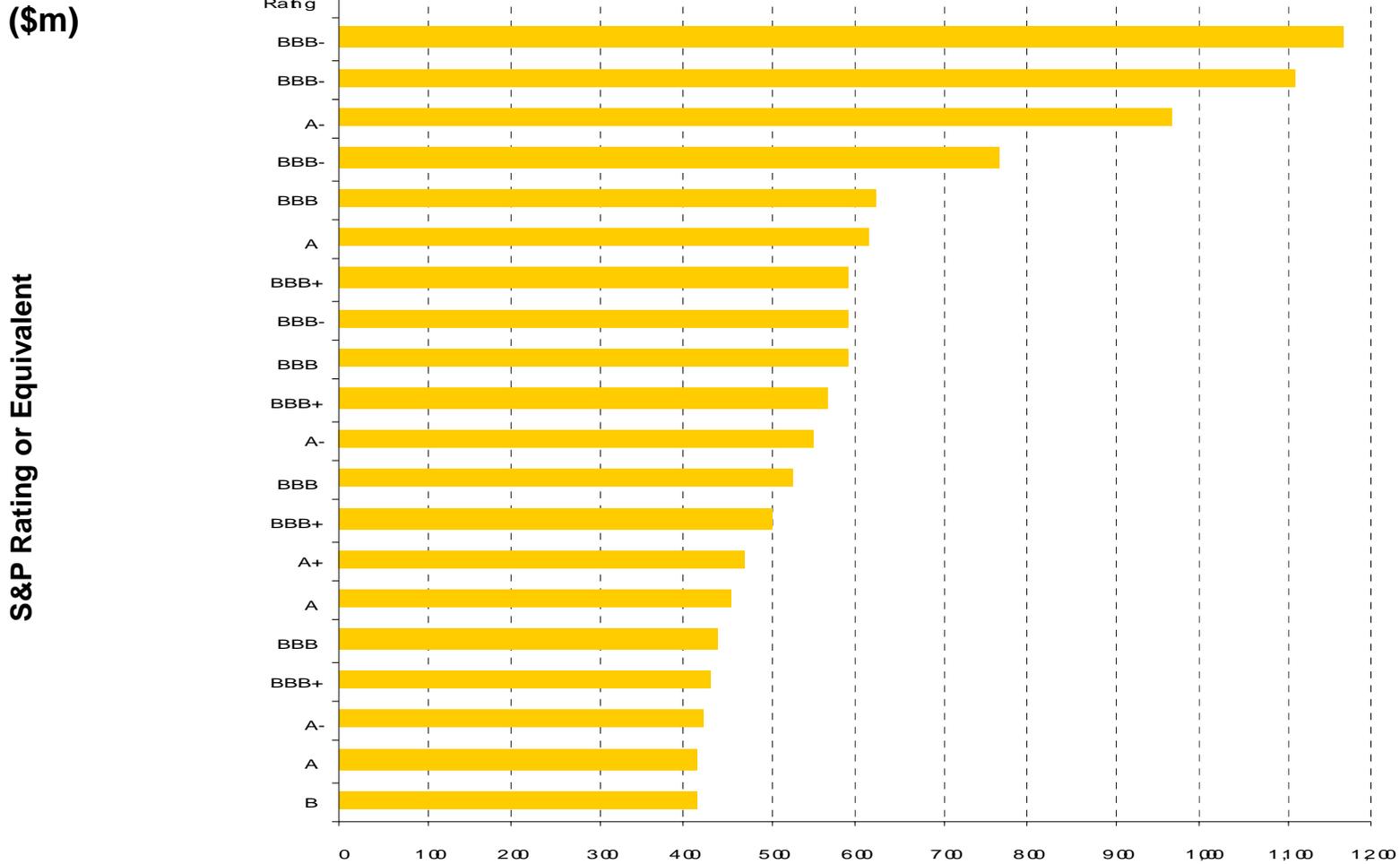


30+ delinquencies by state



All Australian owner occupied and investment housing only, excludes lines of credit delinquency percentage uses balances

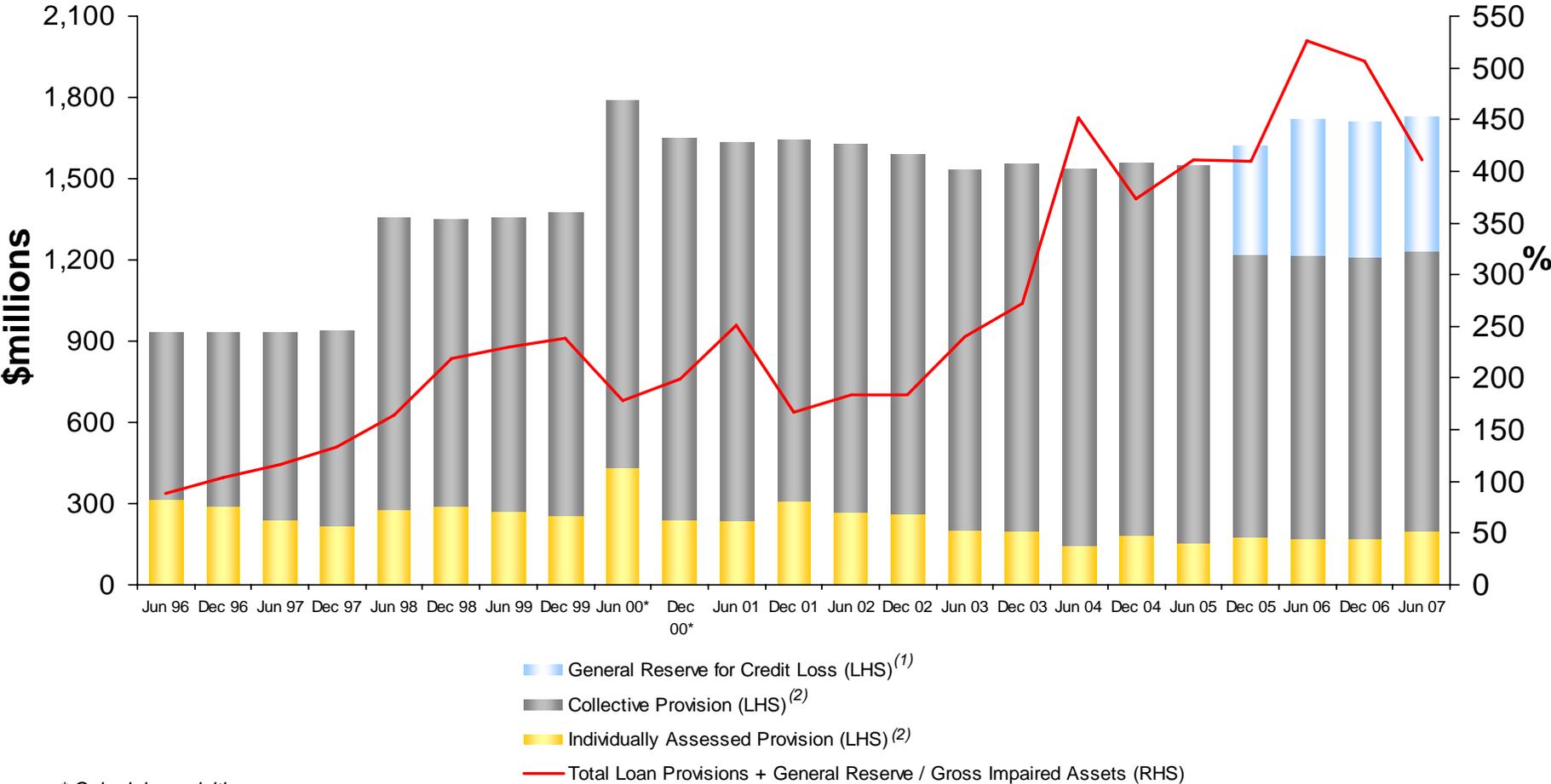
Banking - Top 20 commercial exposures



Top 20 exposures – excludes finance and government – comprise 2.6% of committed exposures (2.5% as at Dec 06, 2.7% as at Jun 06)



The Bank remains well provisioned

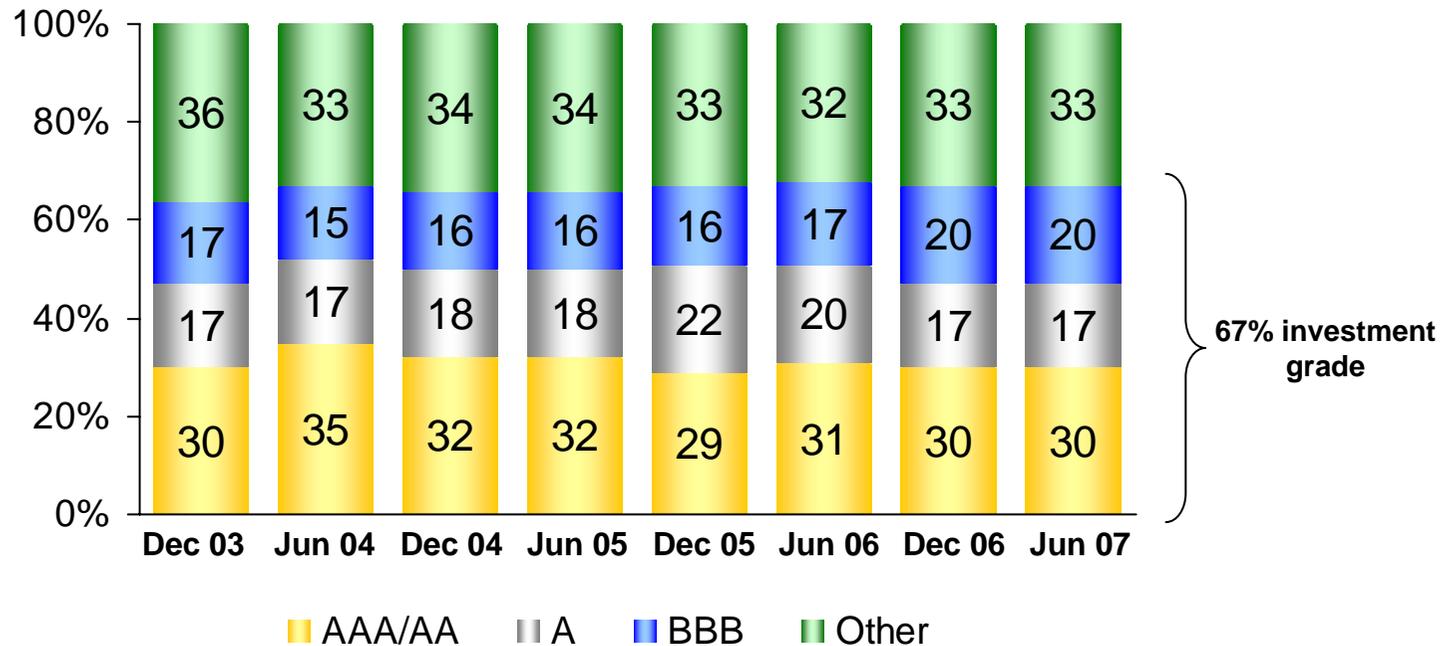


* Colonial acquisition

1. The Group GRCL within shareholders equity has been retained as part of the Prudential General Reserve for Credit Losses for prudential reporting purposes
 2. Loan Impairment provisions have been recalculated under AIFRS from 1 July 2005

Banking - Quality of commercial risk-rated exposures

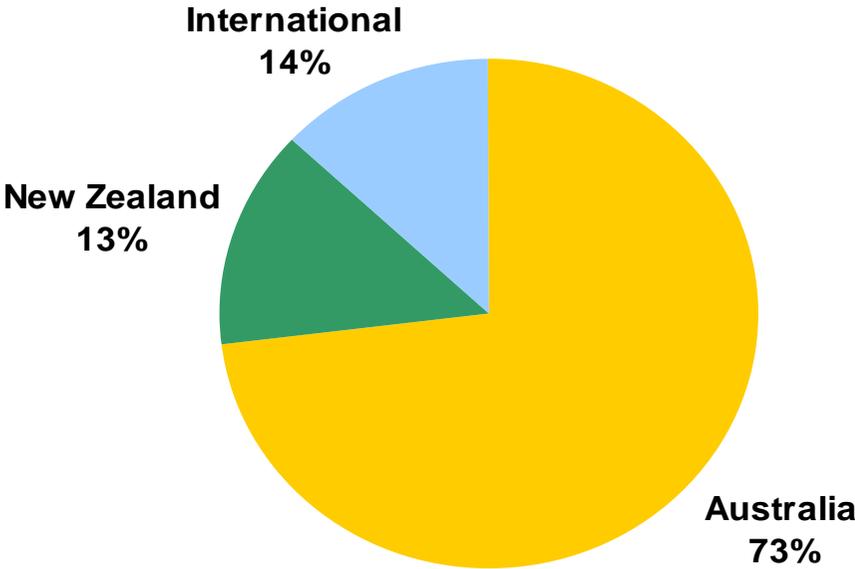
Quality of commercial risk-rated exposures:
 There is security over 82% of the non-investment grade exposure



Banking - total geographic exposure* (commercial + consumer)

Total exposure : \$463b

Home loans = \$174.7 b (excl securitised)
Other balance sheet loans = \$146.95 b
Other exposure = \$141.35 b



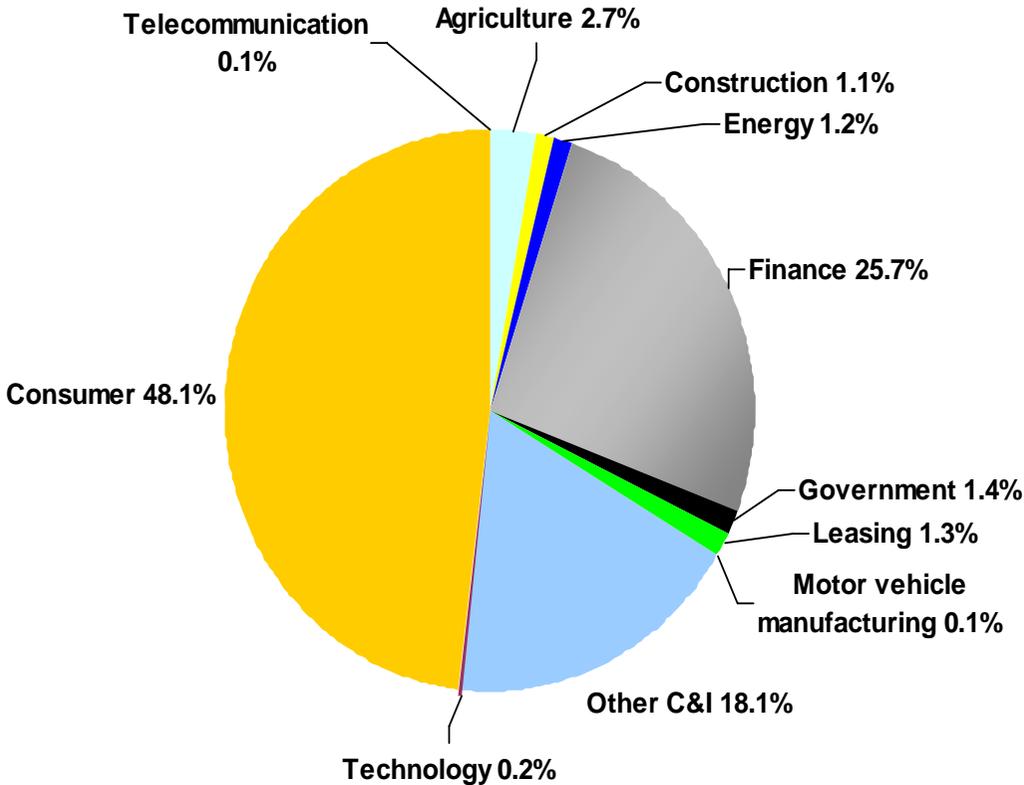
At 31 Dec 06
Total exposure = \$443b
Home loans = \$166.0b
Other loans = \$133.3b
Other exposure = \$143.7b

International = 14%
New Zealand = 13%
Australia = 73%

*Total exposure = balance for uncommitted, greater of limit or balance for committed

Banking - total outstandings* (commercial + consumer)

Total outstandings
\$377.8 b*



At 31 Dec 06
 Total outstanding = \$359.0b
 Consumer = 49.4%
 Telecoms = 0.2%
 Agriculture = 2.6%
 Construction = 1.0%
 Energy = 1.4%
 Finance = 24.0%
 Government = 1.8%
 Leasing = 1.5%
 Motor vehicle manufacturing = 0.1%
 Other commercial & industrial = 17.9%
 Technology = 0.1%

* Represents balances actually outstanding (on and off balance sheet).

Banking – international commercial exposures*

International exposure by Industry

Total exposure : \$65.7b

At 31 Dec 06

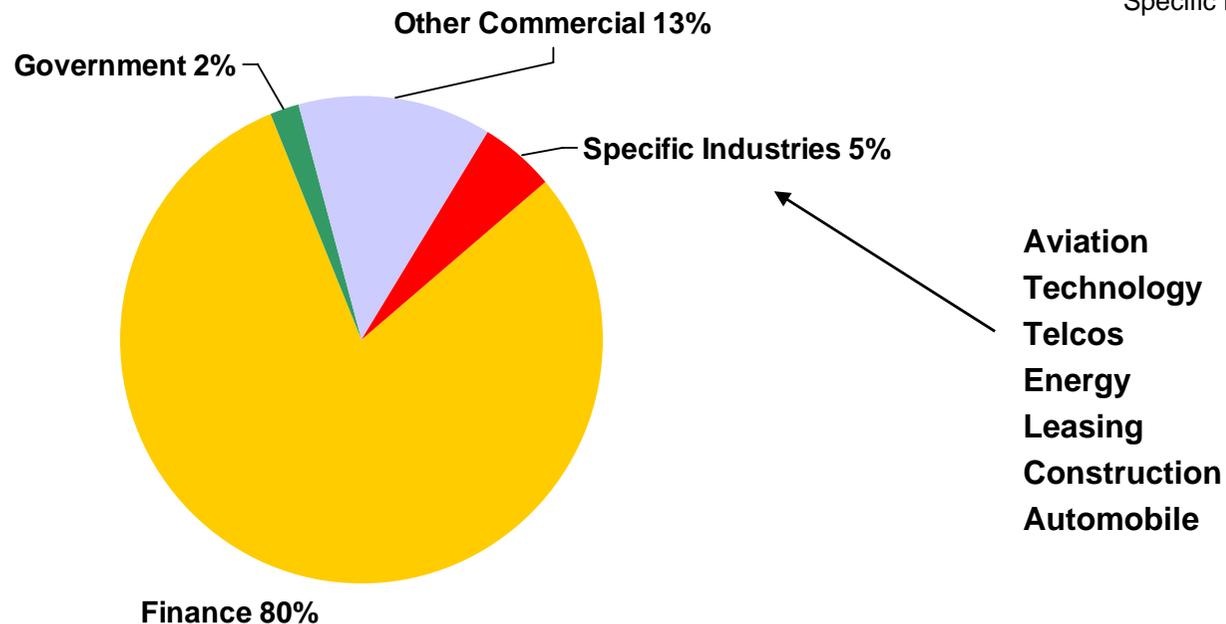
Total exposure = \$62.4b

Finance = 80%

Government = 2%

Other commercial = 13%

Specific industries = 5%



Total non-finance off-shore outstandings = \$12.7b of which over 84% are investment grade.

*Total exposure = balance for uncommitted, greater of limit or balance for committed. Excludes ASB

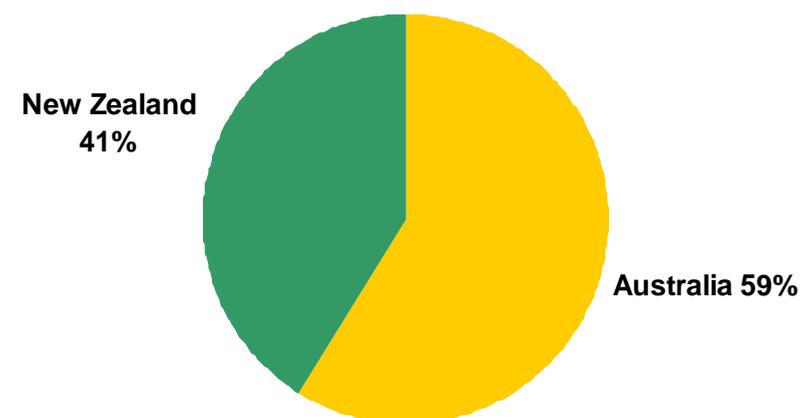


Banking credit exposure - agriculture sector

Total exposure: \$11,574m

At 31 Dec 06
 Total exposure = \$11,011m
 Australia = 60%
 New Zealand = 40%

	30 Jun 07	31 Dec 06	30 Jun 06
Rating	\$m	\$m	\$m
AAA to A-	234	255	333
BBB+ to BBB-	1,849	1,614	1,320
BB to BB-	3,202	3,155	3,022
< BB-	6,289	5,987	5,477
TOTAL	11,574	11,011	10,152



**Illustrates Australia and NZ component only of Agriculture sector.

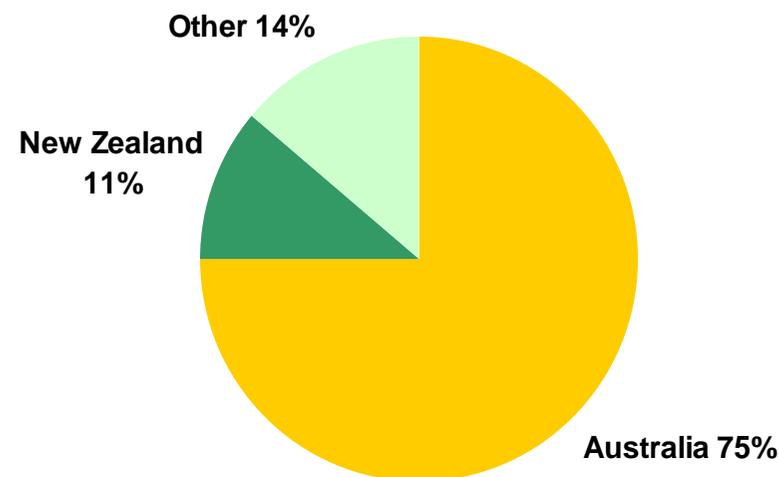
*Total exposure = balance for uncommitted, greater of limit or balance for committed.

Banking credit exposure - aviation sector

Total exposure: \$3,737m

At 31 Dec 06
 Total exposure = \$3,828m
 Australia = 75%
 New Zealand = 11%
 Other = 14%

	30 Jun 07	31 Dec 06	30 Jun 06
Rating	\$m	\$m	\$m
AAA to A-	952	1,127	1,140
BBB+ to BBB-	2,633	2,561	1,516
BB to BB-	94	70	313
< BB-	58	70	118
TOTAL	3,737	3,828	3,087



*Total exposure = balance for uncommitted, greater of limit or balance for committed.

Banking credit exposure - energy sector

Total exposure: \$6,841m

At 31 Dec 06

Total exposure = \$7,027m

Australia = 67.0%

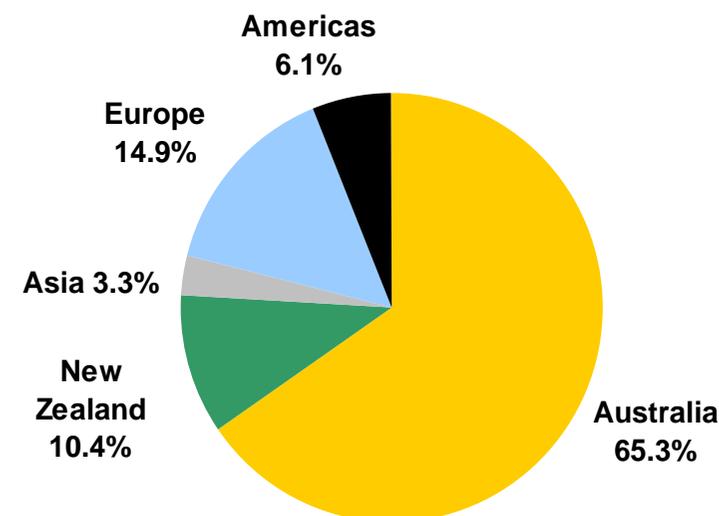
New Zealand = 10.9%

Asia = 3.2%

Europe = 16.2%

Americas = 2.7%

	30 Jun 07	31 Dec 06	30 Jun 06
Rating	\$m	\$m	\$m
AAA to A-	791	1,140	1,601
BBB+ to BBB-	5,441	5,178	4,588
BB to BB-	468	503	408
< BB-	142	206	292
TOTAL	6,842	7,027	6,889



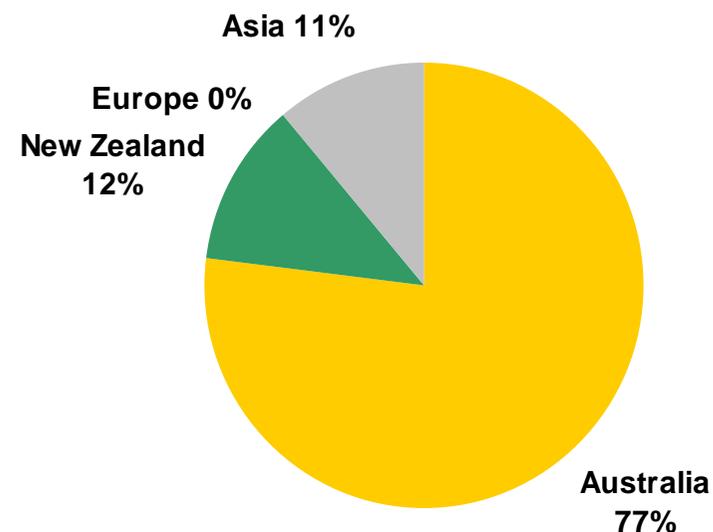
*Total exposure = balance for uncommitted, greater of limit or balance for committed.

Banking credit exposure - telcos sector

Total exposure: \$663m

At 31 Dec 06
 Total exposure = \$990m
 Australia = 75%
 New Zealand = 6%
 Europe = 12%
 Asia = 8%

	30 Jun 07	31 Dec 06	30 Jun 06
Rating	\$m	\$m	\$m
AAA to A-	366	593	856
BBB+ to BBB-	128	134	277
BB to BB-	89	192	150
< BB-	80	71	108
TOTAL	663	990	1,391

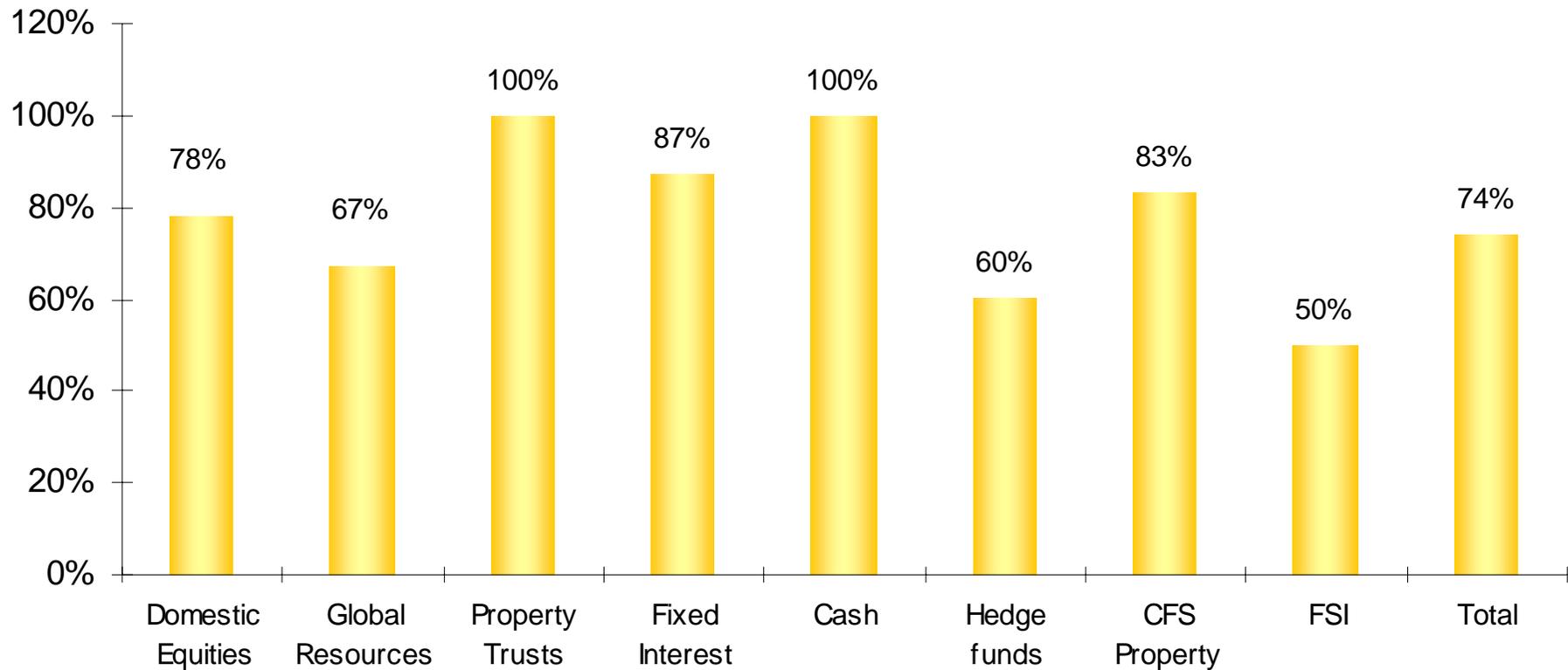


*Total exposure = balance for uncommitted, greater of limit or balance for committed.

Funds Management & Insurance

Investment performance

Number of funds in each asset class out performing benchmark (3 years)



Other key information

Full Year Ended 30 June 2007

Funds Under Administration	Opening balance Jun 06 \$m	Netflows \$m	Investment income & other ^e \$m	Closing balance Jun 07 \$m	Growth YOY %
FirstChoice	26,177	9,196	4,172	39,545	51
Cash management	3,690	(685)	125	3,130	(15)
Legacy products ^a	34,669	(4,669)	4,022	34,022	(2)
Retail products^b	64,536	3,842	8,319	76,697	19
Other retail ^c	886	155	575	1,616	82
Australian retail	65,422	3,997	8,894	78,313	20
Wholesale	29,815	2,865	1,789	34,469	16
Property	13,909	(1,397)	2,331	14,843	7
Other ^d	3,708	(472)	399	3,635	(2)
Domestically sourced	112,854	4,993	13,413	131,260	16
Internationally sourced	29,461	2,133	8,342	39,936	36
Funds under administration (Excl Avanteos)	142,315	7,126	21,755	171,196	20
Avanteos	9,198	(5,363)	2,040	5,875	(36)
Total – funds under administration	151,513	1,763	23,795	177,071	17

^a Includes stand alone retail and legacy retail products

^b Retail products (excluding Avanteos) align to Plan for Life market releases

^c Includes listed equity trusts and regular premium plans. These retail products are not reported in market share data

^d Includes life company assets sourced from retail investors but not attributable to a funds management product (e.g. premiums from risk products). These amounts do not appear in retail market share data

^e Includes foreign exchange gains and losses from translation of internationally sourced business

Capital Management

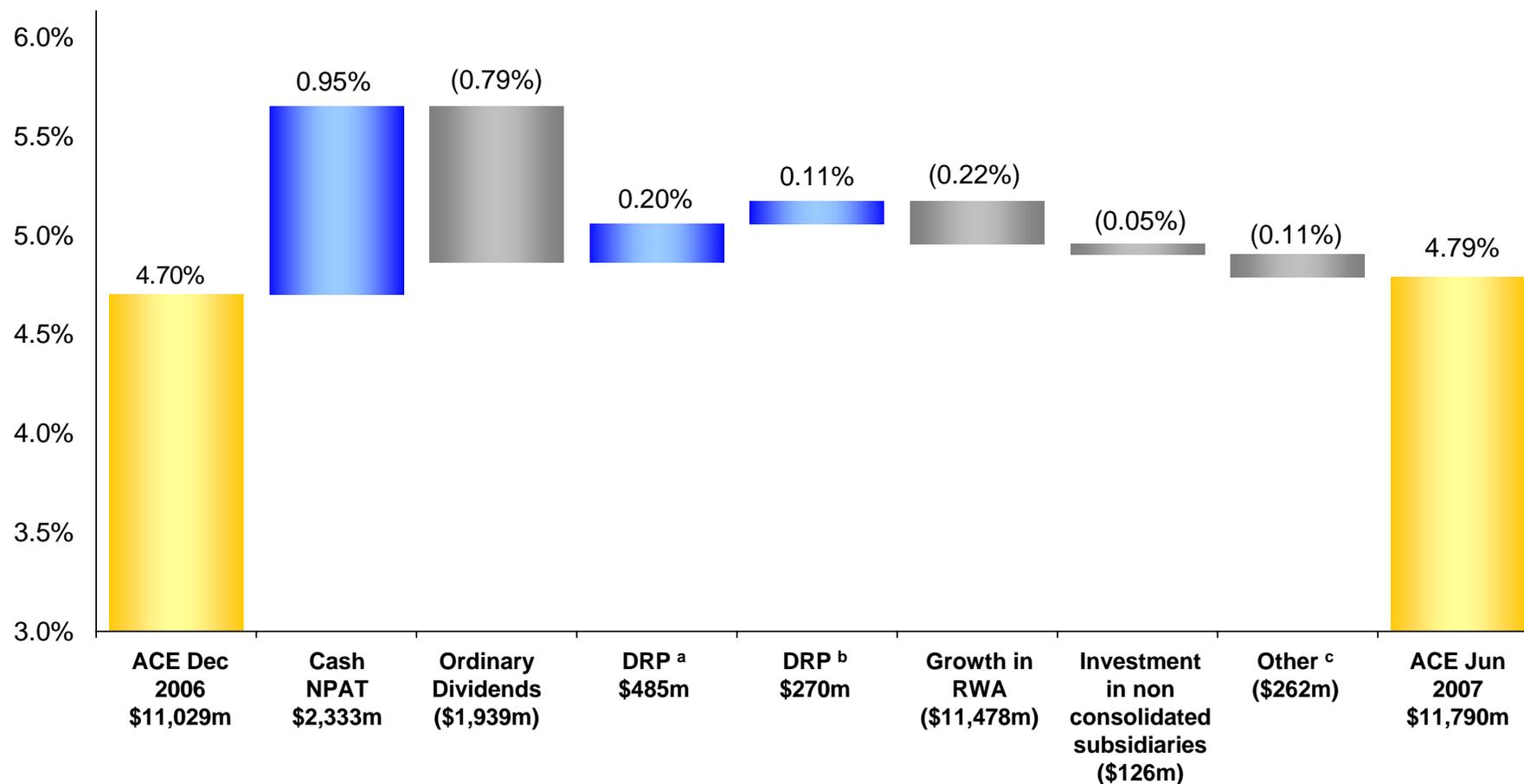


ACE calculation

	Jun 07	Dec 06	Jun 06
	\$m	\$m	\$m
Adjusted Common Equity *			
Tier One capital	17,512	16,553	16,354
Add:			
Deferred income tax	37	39	-
Equity investments in other companies	700	820	-
Deduct:			
Eligible loan capital	(245)	(263)	(281)
Other hybrid equity instruments	(3,474)	(3,522)	(3,659)
Minority interest (net of minority interest component deducted from Tier One capital)	(512)	(508)	(508)
Investment in non-consolidated subsidiaries (net of intangible component deducted from Tier One capital)	(409)	(283)	(2,012)
Other deductions	(178)	(166)	(151)
Impact upon adoption of AIFRS	(1,641)	(1,641)	-
Total Adjusted Common Equity	11,790	11,029	9,743
Risk Weighted Assets (S&P)	246,047	234,569	216,438
Adjusted Common Equity Ratio	4.79%	4.70%	4.50%
Credit Ratings	Long Term	Short Term	Affirmed/Upgraded
Standard & Poors'	AA	A-1 +	Feb 07
Moody's Investor Services	Aa1	P-1	May 07
Fitch Ratings	AA	F1+	Feb 07

* Net of intangible component deducted from Tier One capital

ACE movement in half year ended June 2007



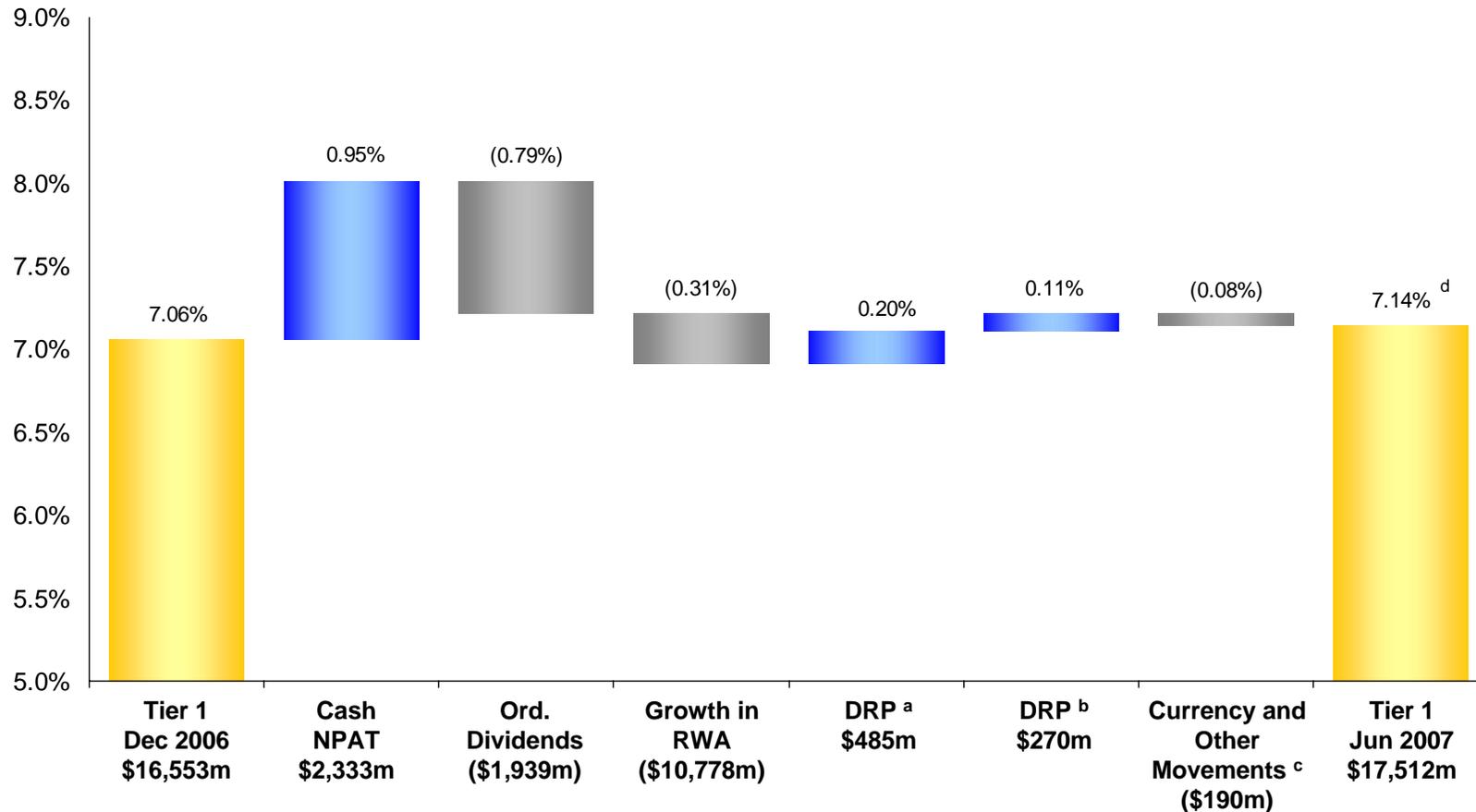
^a June 2007 final dividend (25% participation)

^b Additional DRP take up on interim 2007 dividend

^c Primarily reflects statutory adjusted profit items and higher intangibles



Tier 1 movement in half year June 2007



^a June 2007 final dividend (25% participation)

^b Additional DRP take up on interim 2007 dividend

^c Primarily reflects statutory adjusted profit items and foreign exchange movement.

^d PERLS IV issue completed in July 2007 (\$1,465m) would increase the June 2007 Tier 1 ratio to 7.72%



Hybrid instrument information

Hybrid dividends

	Jun 07	Dec 06	Jun 06	Franked/ Imputed
PERLS I	-	-	13	
PERLS II	19	19	18	F
PERLS III	31	29	13	F
Trust Preferred Securities 2003	17	21	22	N/A
Trust Preferred Securities 2006	27	27	-	N/A
ASB Capital prefs	5	5	5	I
ASB Capital No.2 prefs	9	8	8	I
CBA Capital	10	8	8	F
	117	117	87	

Preference shares - breakdown

	Issue Date	Currency	Amount (\$M)	Maturity	Balance Sheet Classification
Trust Preferred Securities 2003	06-Aug-03	USD	\$550	12 years	Tier 1 Loan Capital
PERLS II	06-Jan-04	AUD	\$750	Perpetual	Tier 1 Loan Capital
PERLS III	06-Apr-06	AUD	\$1,166	Perpetual	Tier 1 Loan Capital
PERLS IV	12-Jul-07	AUD	\$1,465	5 years	Tier 1 Loan Capital
Trust Preferred Securities 2006	15-Mar-06	USD	\$700	10 years	Other equity instruments
ASB Capital prefs	10-Dec-02	NZD	\$200	Perpetual	Outside equity interests
ASB Capital No.2 prefs	22-Dec-04	NZD	\$350	Perpetual	Outside equity interests
CBA Capital	18-May-05	NZD	\$350	10 years	Tier 2 Loan Capital



Ralph Norris
CHIEF EXECUTIVE OFFICER

David Craig
CHIEF FINANCIAL OFFICER

15 August 2007

Commonwealth Bank of Australia ACN 123 123 124

**RESULTS PRESENTATION
FOR THE FULL YEAR**

Ended 30 June 2007
