

Basel II Pillar 3

March 2009

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

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

CAPITAL ADEQUACY

amount in millions of dollars	Risk Weighted Assets
Capital Requirements in Terms of Risk Weighted Assets	
Credit Risk	21,735.0
Retail	
- Residential Mortgages	16,412.7
- Commercial Property	3,662.5
Wholesale	
- Financial Institutions	1,432.4
- Governments	0.0
Other	96.8
Securitisation	130.5
Market Risk	0
Operational Risk	2,187.4
	Capital Ratios
Total Capital Ratio	13.2%
Tier 1 Capital Ratio	8.9%

CREDIT RISK

amount in millions of dollars	March 2009	1 st Quarter Average
Total Gross Credit Risk Exposure	52,182.9	52,706.9
Loans	42,677.7	42,532.9
Bank Guarantee	42.0	45.1
Derivatives	776.5	739.3
Wholesale	8,581.5	9,274.3
Other	105.2	115.3
Portfolio	52,182.9	52,706.9
Residential Mortgage	39,057.2	38,899.4
Commercial	3,662.5	3,678.6
Wholesale	9,358.0	10,013.6
Other	105.2	115.3

Impaired and Past Due Facilities	
Retail Mortgages	
- Impaired Facilities	228.7
- Past Due Facilities	208.9
- Specific Provisions	12.3
- Write Offs during the Quarter	3.5
Commercial Property	
- Impaired Facilities	138.6
- Past Due Facilities	36.4
- Specific Provisions	0.0
- Write Offs during the Quarter	0.0
Wholesale	
- Impaired Facilities	0.0
- Past Due Facilities	0.0
- Specific Provisions	0.0
- Write Offs during the Quarter	0.0
General Reserve for Credit Losses	9.9

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