

A person is walking a tightrope across a deep valley between two rocky cliffs. The landscape is filled with dense green forest and rolling mountains in the distance, all under a warm, golden sunset sky with scattered clouds. The tightrope is a thin line stretching across the width of the valley.

# Major Australian banks' 2023 half-year results

Walking the tightrope



# Major Australian banks' 2023 half-year results

	ANZ			CBA			NAB			WBC <sup>4</sup>			TOTAL (\$) OR AVERAGE (%)		
	1H23	PCP <sup>1</sup>	Chg	1H23	PCP <sup>1</sup>	Chg	1H23	PCP <sup>1</sup>	Chg	1H23	PCP <sup>1</sup>	Chg	1H23	PCP <sup>1</sup>	% Chg
<b>Profit and loss</b>															
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NIM (Cash Basis) <sup>4,5</sup>	1.75 %	1.58 %	17 bps ↑	2.10 %	1.92 %	18 bps ↑	1.77 %	1.63 %	14 bps ↑	1.90 %	1.70 %	20 bps ↑	1.88 %	1.71 %	17 bps
Stat Profit (Post Tax)	3.56 bn	3.54 bn	0.6 % ↑	5.22 bn	4.74 bn	10.1 % ↑	3.98 bn	3.57 bn	11.5 % ↑	4.01 bn	3.28 bn	22.3 % ↑	16.77 bn	15.13 bn	10.8 %
Operating Expense (Statutory)	5.00 bn	4.79 bn	4.4 % ↑	5.99 bn	5.60 bn	7.0 % ↑	4.58 bn	4.07 bn	12.5 % ↑	4.99 bn	5.37 bn	- 7.1 % ↓	5.14 bn	4.96 bn	3.7 %
ROE (Cash Basis) <sup>4</sup>	11.4 %	10.0 %	140 bps ↑	14.1 %	12.3 %	180 bps ↑	13.7 %	11.3 %	240 bps ↑	11.3 %	9.3 %	200 bps ↑	12.6 %	10.7 %	190 bps
Cost to income (Statutory)	49.3 %	50.2 %	- 90 bps ↓	43.0 %	46.0 %	- 300 bps ↓	43.3 %	44.9 %	- 160 bps ↓	45.3 %	52.5 %	- 720 bps ↓	45.2 %	48.4 %	- 318 bps
Impairment charges / (write-back) (Statutory)	0.13 bn	(0.28) bn	- 146.4 % ↑	0.51 bn	(0.08) bn	- 737.5 % ↑	0.41 bn	(0.00) bn	- 20,550 % ↑	0.39 bn	0.14 bn	- 178.6 % ↑	1.44 bn	(0.22) bn	- 748.2 %
<b>Balance sheet</b>															
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Total Assets	1,111.2 bn	1,085.7 bn	2.3 % ↑	1,232.4 bn	1,215.3 bn	1.4 % ↑	1,048.3 bn	1,055.1 bn	- 0.6 % ↓	1,019.1 bn	1,014.2 bn	0.5 % ↑	4,411 bn	4,370 bn	0.9 %
Deposits (Statutory)	842.6 bn	797.3 bn	5.7 % ↑	879.2 bn	857.6 bn	2.5 % ↑	693.0 bn	687.0 bn	0.9 % ↑	676.4 bn	659.1 bn	2.6 % ↑	3,091 bn	3,001 bn	3.0 %
<b>Asset quality</b>															
<b>ASSET QUALITY</b>															
Gross loans & advances (Statutory)	691.1 bn	673.6 bn	2.6 % ↑	912.8 bn	885.0 bn	3.1 % ↑	700.5 bn	687.7 bn	1.9 % ↑	754.4 bn	743.9 bn	1.4 % ↑	3,059 bn	2,990 bn	2.3 %
Total Provisions	4.46 bn	4.40 bn	1.4 % ↑	5.54 bn	5.35 bn	3.6 % ↑	5.37 bn	5.06 bn	6.1 % ↑	4.91 bn	4.63 bn	6.0 % ↑	20.28 bn	19.44 bn	4.3 %
CP as % CRWA	1.17 %	1.07 %	10 bps ↑	1.22 %	1.17 %	5 bps ↑	1.42 %	1.31 %	11 bps ↑	1.33 %	1.16 %	17 bps ↑	1.29 %	1.18 %	11 bps
<b>Capital</b>															
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Tier 1	15.10 %	14.00 %	110 bps ↑	13.30 %	13.60 %	- 30 bps ↓	13.89 %	13.14 %	75 bps ↑	14.48 %	13.39 %	109 bps ↑	14.19 %	13.53 %	66 bps
Total Capital	20.60 %	18.20 %	240 bps ↑	17.80 %	17.60 %	20 bps ↑	19.76 %	18.17 %	159 bps ↑	19.75 %	18.40 %	135 bps ↑	19.48 %	18.09 %	139 bps
Total Equity (Includes NCI)	69.61 bn	66.40 bn	4.8 % ↑	72.54 bn	72.84 bn	- 0.4 % ↓	61.42 bn	59.03 bn	4.0 % ↑	72.67 bn	70.51 bn	3.1 % ↑	276.2 bn	268.8 bn	2.8 %
Dividend pay-out (Cash Basis) <sup>4</sup>	63.70 %	65.00 %	- 130 bps ↓	68.70 %	73.49 %	- 479 bps ↓	64.10 %	68.50 %	- 440 bps ↓	61.30 %	92.73 %	- 3,143 bps ↓	64.45 %	74.93 %	- 1,048 bps

- The prior comparative period (PCP) relates to the half year (1H22) for earnings based measures in profit and loss section. PCP relates to last half year 2H22 for non-earnings based measures in balance sheet, asset quality and capital sections.
- Results above are on a continuing operations basis.
- The cost to income result is calculated by EY as Operating Expense (Statutory) over Operating Income (Statutory).
- In first half 2023, Westpac ceased reporting cash earnings and cash earnings excluding notable items and used net profit as the key measure of financial performance. Comparatives have been revised accordingly. For Westpac, we have reported Core NIM which excludes notable items, and Treasury and Markets.
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