

**COMMONWEALTH BANK OF AUSTRALIA
NEW ZEALAND OPERATIONS**

DISCLOSURE STATEMENT

**For the three months ended
30 September 2012**

Commonwealth Bank of Australia NZ Operations Disclosure Statement

30 September 2012

The Reserve Bank Orders in Council require Registered Banks licensed in New Zealand to produce a Disclosure Statement prepared in accordance with the Financial Reporting Act 1993 and the Orders, and that such Statements be made available to the public on request. This Disclosure Statement has been produced in compliance with those Orders and consists of two parts:

Part A - Commonwealth Bank of Australia New Zealand Banking Group (the "Banking Group") Disclosure Statement

The New Zealand Banking Group of the Commonwealth Bank of Australia (the "CBA") comprises:

- CBA New Zealand Branch (the "Branch") and various 100% owned CBA subsidiaries controlled by CBA New Zealand Branch. The CBA New Zealand Branch operates independently of the ASB Group operations within New Zealand and is a separately registered financial institution in terms of the Reserve Bank of New Zealand Act 1989. CBA New Zealand Branch was issued a registered banking licence on 23 June 2000, **AND**
- ASB Banking Operations as disclosed in the ASB Bank Limited Disclosure Statement, together with the immediate parent of ASB Bank Limited, ASB Holdings Limited, and ASB Funding Limited, a funding company for the CBA New Zealand Operations that is 100% owned by ASB Holdings Limited. ASB Holdings Limited is the ultimate holding company in New Zealand, owned as at the date of these financial statements, 100% by the Commonwealth Bank of Australia. The assets of ASB Holdings Limited consist mainly of its investments in Subsidiaries.

Part B - Commonwealth Bank of Australia New Zealand Life Insurance Group (the "Life Group") Disclosures

The New Zealand life insurance activities of the Commonwealth Bank of Australia have not been included in the Banking Group Disclosure Statement. Equivalent disclosures, where applicable, have been provided to assist interested parties to understand the entire New Zealand operations of the Commonwealth Bank of Australia.

The Life Group is the aggregation of the life insurance activities of ASB Group (Life) Limited, Colonial First State Investments (NZ) Limited, Colonial Holding Company Limited New Zealand Branch and First State Investments (NZ) Limited.

COMMONWEALTH BANK OF AUSTRALIA
NEW ZEALAND OPERATIONS

PART A

NEW ZEALAND BANKING GROUP

DISCLOSURE STATEMENT

**For the three months ended
30 September 2012**

Contents

1 - 3	General Disclosures
4	Income Statement
5	Statement of Comprehensive Income
6	Statement of Changes in Equity
7	Balance Sheet
8	Condensed Cash Flow Statement
9 - 14	Notes to the Financial Statements
9	1 Statement of Accounting Policies
9	2 Other Income
9	3 Taxation
9	4 Core Liquid Assets
9	5 Financial Assets Pledged as Collateral
10	6 Advances to Customers
10	7 Asset Quality and Provisions for Impairment Losses
10	8 Deposits and Other Public Borrowings
10	9 Other Liabilities at Fair Value through Income Statement
10	10 Debt Issues
11	11 Contingent Liabilities
11	12 Retail Deposits
11	13 Related Party Transactions and Balances
11	14 Concentration of Credit Exposures to Individual Counterparties
12	15 Market Risk Capital Charges
12	16 Residential Mortgages by Loan-to-Valuation Ratio ("LVR")
12	17 Overseas Bank and Overseas Banking Group
13	18 Insurance Business, Marketing and Distribution of Insurance Products
13	19 Changes in the Composition of the Banking Group during the Reporting Period
13 - 14	20 Financial Reporting by Operating Segments
14	21 Events after the Reporting Period
15	The Directors' and the New Zealand Chief Executive Officer's Statement

General Disclosures

Commonwealth Bank of Australia New Zealand Banking Group

This Disclosure Statement has been issued in accordance with the Registered Bank Disclosure Statements (Overseas Incorporated Registered Banks) Order (No 2) 2012 pursuant to section 81 of the Reserve Bank of New Zealand Act 1989.

In this Disclosure Statement, reference is made to the following reporting entities:

- Commonwealth Bank of Australia Group (the "Overseas Banking Group") is domiciled in Australia and comprises the Commonwealth Bank of Australia ("Overseas Bank" or "CBA"), the worldwide activities of CBA, and its controlled entities;
- Commonwealth Bank of Australia New Zealand Banking Group (the "Banking Group") refers to the New Zealand banking operations of the Overseas Banking Group including those entities whose business is required to be reported in financial statements for the Overseas Banking Group's New Zealand banking business. Controlled entities of the Banking Group as at 30 June 2012 are set out in Note 17 to the Banking Group's financial statements included in the Disclosure Statement for the year ended 30 June 2012. As detailed in Note 19 in these financial statements, there have been no changes in the composition of the Banking Group since 30 June 2012;
- Commonwealth Bank of Australia New Zealand Life Insurance Group (the "Life Group") refers to all of the New Zealand operations of the Overseas Banking Group that are not included in the Banking Group including those entities whose business is required to be reported in financial statements for the Overseas Banking Group's New Zealand non-banking business. Controlled entities of the Life Group as at 30 June 2012 are set out in Note 16 to the Life Group's financial statements included in the Disclosure Statement for the year ended 30 June 2012. There have been no changes in the composition of the Life Group since 30 June 2012; and
- Commonwealth Bank of Australia New Zealand Branch (the "Branch") refers to the New Zealand Branch of the Overseas Bank and includes all banking business transacted in New Zealand through the Branch.

This document should be read in conjunction with the Disclosure Statement of the Life Group.

GENERAL MATTERS

1.0 Address for Service - Branch

Commonwealth Bank of Australia New Zealand Branch
Level 28, ASB Bank Centre
135 Albert Street
Auckland 1010
New Zealand

A copy of the Banking Group and the Overseas Banking Group's most recent published financial statements will be available immediately upon a request being made to the above address. A copy of the Banking Group financial statements can also be obtained from the Commonwealth Bank of Australia website (www.commbank.com.au > About Us > Our Company > International Branches > New Zealand) and a copy of the Commonwealth Bank of Australia's financial statements can be obtained from the Commonwealth Bank of Australia website (www.commbank.com.au > About Us > Shareholder Centre).

2.0 Address for Service - Overseas Bank

Commonwealth Bank of Australia
Ground Floor
Tower 1
201 Sussex Street
Sydney
Australia

The Overseas Bank operates as a public company under the Corporations Act in Australia. It has share capital and is governed by a constitution. The Overseas Banking Group provides a wide range of banking, financial and related services including funds management and insurance.

3.0 Guarantee Arrangements

On 12 October 2008 the Australian Government announced guarantee arrangements for deposits and wholesale funding of Australian deposit-taking institutions.

CBA is an eligible Authorised Deposit-taking Institution ("ADI") under the terms of the guarantee arrangements. The guarantee arrangements also apply currently to the Branch, as a foreign branch of an eligible institution.

3.1 Large Deposits and Wholesale Funding

The Australian Government Guarantee Scheme for Large Deposits and Wholesale Funding ("Guarantee Scheme") formally commenced on 28 November 2008 but has now closed to new guaranteed liabilities, effective from 5pm on 31 March 2010.

Under the Guarantee Scheme, eligible ADIs could obtain guarantees for deposit balances totalling over one million Australian dollars ("AUD 1 million") per customer and for wholesale funding liabilities, in return for a fee (which was calculated to reflect the ADI's credit rating and could be passed on by the ADI). Access to the Guarantee Scheme was voluntary.

Eligible institutions wanting to access the Guarantee Scheme for their large deposit balances or wholesale funding needed to apply to the Scheme Administrator.

Any claim for payment must be made in accordance with the Scheme deed and rules.

A liability was only covered by the Scheme if it was the subject of an Eligibility Certificate issued in accordance with the Rules. The Rules prescribe the criteria which must be satisfied before a certificate could be issued, and the application process and fees applicable. The ADI was required to provide certain statements and legal documents, before it obtained coverage.

General Disclosures (continued)

3.1 Large Deposits and Wholesale Funding (continued)

The Guarantee Scheme will terminate on 24 October 2015 and closed for new guaranteed liabilities on 31 March 2010. Large deposits and wholesale liabilities guaranteed under the Scheme as at 31 March 2010 will remain guaranteed for the relevant term (up to a maximum of 5 years, or October 2015 in the case of call deposits).

(i) Deposit liabilities over AUD 1 million

Deposits could be denominated in any currency and there were no restrictions on the type of depositor. Deposits could be at call or with maturities up to 60 months.

(ii) Short term wholesale funding liabilities

These were senior unsecured debt instruments; in any currency; with maturities up to 15 months; issued in bearer, registered or dematerialised form; which were "not complex"; and which were bank bills, certificates of deposit, transferable deposits, debentures or commercial paper.

Applications could also be made for issuance programmes.

(iii) Term funding liabilities

These were the same as short term funding liabilities, except that the term covered must be 15 to 60 months; and the instruments must be bonds, notes or debentures.

(iv) "Not Complex"

The Government has published detailed guidelines at www.guaranteescheme.gov.au. For example, generally, market or index linked investment products and structured products are excluded.

3.2 Small Deposits

The guarantee of small deposits up to a cap is provided by the Australian Government under the Financial Claims Scheme ("FCS"). It only applies to protected accounts with ADIs. A protected account is an account that is kept by an account holder with an ADI that is either prescribed by regulation or an account, or covered financial product, that is kept under an agreement between the account holder and the ADI requiring the ADI to pay the account holder on demand, or at an agreed time, the net credit balance.

Various deposit accounts, such as saving, call, current, cheque, debit card, transaction, and mortgage offset accounts, have been declared to be covered financial products.

The guarantee of deposits under FCS applies without charge. Balances denominated in foreign currency are not covered by the FCS.

The Australian Prudential Regulation Authority ("APRA") is responsible for making any payments required under the FCS, but only after it has decided to use its powers to place an ADI into wind up and the Treasurer has determined that the FCS will apply to that ADI. The Banking Act sets out the detailed requirements.

The guarantee under the FCS originally applied to deposits up to and including AUD 1 million. On 11 September 2011, the Treasurer announced a number of changes to the FCS, including a new, permanent cap of AUD 250,000 per person, per ADI, to be effective from 1 February 2012. Under the new arrangements, foreign currency deposits are no longer covered from 12 October 2011. The overseas branch operations of Australian ADIs, including the Branch, continue to be covered under the FCS for the time being, however legislation is proposed to remove this coverage.

Further details of the guarantee arrangements are available at www.treasury.gov.au, www.guaranteescheme.gov.au and www.apra.gov.au.

3.3 Guarantor's name and address for service:

The Commonwealth of Australia
c/o Australian Government Solicitor
Lionel Murphy Building
50 Blackall Street
BARTON ACT 2600
Attention: Director, Canberra
Facsimile +61 2 6253 7333

4.0 Conditions of Registration

There have been no changes to the Conditions of Registration since the 30 June 2012 Disclosure Statement was signed.

General Disclosures (continued)

5.0 Directors and New Zealand Chief Executive Officer

There have been no changes to the Board of Directors since the 30 June 2012 Disclosure Statement was signed.

5.1 New Zealand Chief Executive Officer of the Branch

A.J. (Andrew) Woodward
General Manager Client Relationship Management

5.2 Directors of CBA

Chairman

D.J. (David) Turner, FCA
Independent Director
Australia

Independent Directors

Sir J.A. (John) Anderson, KBE
New Zealand

S.C.H. (Carolyn) Kay, BA, LLB, FAICD
Australia

C.R. (Colin) Galbraith, LLB (Hons), LLM, AM
Australia

J.S. (Jane) Hemstritch, BSc, FCA, FCPA
Australia

L.K. (Launa) Inman, BCom (Hons), MCom
Australia

Managing Director

I.M. (Ian) Narev, BA, LLB (Hons), LLM
Chief Executive Officer
Australia

A.M. (Andrew) Mohl, BEcon (Hons)
Australia

F.D. (Fergus) Ryan, CA
Australia

H.H. (Harrison) Young, BA
Australia

B.J. (Brian) Long, CA
Australia

5.3 Responsible Person

B.J. (Barbara) Chapman
Managing Director and Chief Executive Officer
ASB Bank Limited
Auckland, New Zealand

6.0 Credit Rating of CBA

6.1 As at the date of the signing of this Disclosure Statement, the following ratings were assigned to CBA's long term debt:

Rating Agency	Current Long Term Rating	Outlook
Moody's Investors Service ("Moody's")	Aa2	Stable
Standard & Poor's (Australia) ("S&P")	AA-	Stable
Fitch Ratings ("Fitch")	AA-	Stable

6.2 The table below provides a description of the steps in the rating scales used by the different rating agencies.

Long Term Debt Rating	Moody's ^(a)	S&P ^(b)	Fitch ^(c)
Highest quality / Extremely strong capacity to pay interest and principal	Aaa	AAA	AAA
High quality / Very strong	Aa	AA	AA
Upper medium grade / Strong	A	A	A
Medium grade (lowest investment grade) / Adequate	Baa	BBB	BBB
Predominantly speculative / Less near term vulnerability to default	Ba	BB	BB
Speculative, low grade / Greater vulnerability	B	B	B
Poor to default / Identifiable vulnerability	Caa	CCC	CCC
Highest speculations	Ca	CC	CC
Lowest quality, no interest	C	C	C
In payment default, in arrears - questionable value	-	D	RD & D

(a) Moody's applies numeric modifiers 1, 2, and 3 to each generic rating category from Aaa to Caa, indicating that the counterparty is (1) in the higher end of its letter rating category, (2) in the mid-range and (3) in the lower end.

(b) S&P applies plus (+) or minus (-) signs to ratings from 'AA' to 'CCC' to indicate relative standing within the major rating categories.

(c) Fitch applies plus (+) or minus (-) signs to ratings from 'AA' to 'B' to indicate relative standing within the major rating categories.

Income Statement

	Banking Group		
	Unaudited	Unaudited	
	30-Sep-12	30-Sep-11	
	Note	3 months	3 months
<i>\$ millions</i>			
<i>For the period ended</i>			
Interest Income		907	938
Interest Expense		563	613
Net Interest Earnings		344	325
Other Income	2	116	126
Total Operating Income		460	451
Impairment Losses on Advances	7(b)	12	11
Total Operating Income after Impairment Losses		448	440
Total Operating Expenses		184	184
Salaries and Other Staff Expenses		108	109
Building Occupancy and Equipment Expenses		29	29
Information Technology Expenses		20	19
Other Expenses		27	27
Net Profit before Taxation		264	256
Taxation		74	68
Net Profit after Taxation		190	188
Attributable to:			
Parent Company Shareholders		186	184
Non-controlling Interests		4	4
Net Profit after Taxation		190	188

These statements are to be read in conjunction with the notes on pages 9 to 14.

Statement of Comprehensive Income

<i>\$ millions</i> <i>For the period ended</i>	Banking Group	
	Unaudited 30-Sep-12 3 months	Unaudited 30-Sep-11 3 months
Net Profit after Taxation	190	188
Other Comprehensive (Expense) / Income, Net of Taxation		
Net Change in Available for Sale Reserve	(1)	(15)
Net Change in Cash Flow Hedge Reserve	(6)	67
Total Other Comprehensive (Expense) / Income, Net of Taxation	(7)	52
Total Comprehensive Income	183	240
Attributable to:		
Parent Company Shareholders	179	236
Non-controlling Interests	4	4
Total Comprehensive Income	183	240

These statements are to be read in conjunction with the notes on pages 9 to 14.

Statement of Changes in Equity

\$ millions	Banking Group								
	Head Office Contribution	Contributed Capital	Asset Revaluation Reserve	Available for Sale Reserve	Cash Flow Hedge Reserve	Foreign Currency Translation Reserve	Retained Earnings	Non-controlling Interests	Total Shareholders' Equity
For the three months ended 30 September 2012									
Unaudited									
Balance at Beginning of Period	462	1,989	30	6	67	1	1,392	550	4,497
Net Profit after Taxation	-	-	-	-	-	-	186	4	190
Other Comprehensive Expense	-	-	-	(1)	(6)	-	-	-	(7)
Total Comprehensive (Expense) / Income	-	-	-	(1)	(6)	-	186	4	183
Perpetual Preference Dividends Paid to Non-controlling Interests	-	-	-	-	-	-	-	(4)	(4)
Balance as at 30 September 2012	462	1,989	30	5	61	1	1,578	550	4,676
For the three months ended 30 September 2011									
Unaudited									
Balance at Beginning of Period	462	1,989	29	27	(43)	1	1,167	550	4,182
Net Profit after Taxation	-	-	-	-	-	-	184	4	188
Other Comprehensive (Expense) / Income	-	-	-	(15)	67	-	-	-	52
Total Comprehensive (Expense) / Income	-	-	-	(15)	67	-	184	4	240
Ordinary Dividends Paid	-	-	-	-	-	-	(270)	-	(270)
Perpetual Preference Dividends Paid to Non-controlling Interests	-	-	-	-	-	-	-	(4)	(4)
Balance as at 30 September 2011	462	1,989	29	12	24	1	1,081	550	4,148

These statements are to be read in conjunction with the notes on pages 9 to 14.

Balance Sheet

\$ millions As at	Note	Banking Group		
		Unaudited 30-Sep-12	Unaudited 30-Sep-11	Audited 30-Jun-12
ASSETS				
Cash and Liquid Assets		1,421	1,846	1,040
Due from Financial Institutions		310	779	332
Assets at Fair Value through Income Statement:				
Trading Securities		2,454	3,422	3,035
Other		-	26	-
Derivative Assets		2,253	2,909	2,507
Available for Sale Securities		3,394	2,561	3,721
Advances to Customers	6	58,143	56,703	57,109
Current Taxation Asset		73	33	33
Other Assets		267	241	1,137
Property, Plant and Equipment		182	158	178
Intangible Assets		429	404	423
Total Assets		68,926	69,082	69,515
<i>Total Interest Earning and Discount Bearing Assets</i>		<i>65,903</i>	<i>65,429</i>	<i>65,390</i>
LIABILITIES				
Deposits and Other Public Borrowings	8	39,608	37,428	39,391
Due to Financial Institutions		5,458	5,692	5,633
Other Liabilities at Fair Value through Income Statement	9	1,057	1,763	1,656
Derivative Liabilities		2,530	2,380	2,399
Other Liabilities		461	485	617
Deferred Taxation Liability		185	142	183
Debt Issues:				
At Fair Value through Income Statement	10	2,292	3,208	2,647
At Amortised Cost	10	6,641	7,244	6,310
Loan Capital		6,018	6,592	6,182
Total Liabilities		64,250	64,934	65,018
SHAREHOLDERS' EQUITY				
Head Office Contribution		462	462	462
Contributed Capital - Ordinary Shares		704	704	704
Reserves		97	66	104
Retained Earnings		1,578	1,081	1,392
Ordinary Shareholders' Equity		2,841	2,313	2,662
Contributed Capital - Redeemable Preference Shares		1,285	1,285	1,285
Total Shareholders' Equity Attributable to Parent Company Shareholders		4,126	3,598	3,947
Non-controlling Interests				
Controlled Entities		550	550	550
Total Shareholders' Equity		4,676	4,148	4,497
Total Liabilities and Shareholders' Equity		68,926	69,082	69,515
<i>Total Interest and Discount Bearing Liabilities</i>		<i>58,609</i>	<i>59,434</i>	<i>59,379</i>

These statements are to be read in conjunction with the notes on pages 9 to 14.

Condensed Cash Flow Statement

<i>\$ millions</i> <i>For the period ended</i>	Banking Group	
	Unaudited	Unaudited
	30-Sep-12	30-Sep-11
	3 months	3 months
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit before Taxation	264	256
Reconciliation of Net Profit before Taxation to Net Cash Flows from Operating Activities		
Non-cash Items included in Net Profit before Taxation	23	9
Net Decrease / (Increase) in Operating Assets	210	(1,018)
Net (Decrease) / Increase in Operating Liabilities	(606)	697
Net Taxation Paid	(109)	(33)
Net Cash Flows from Operating Activities	(218)	(89)
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash Inflows Provided by Investing Activities	-	28
Cash Outflows Used in Investing Activities	(29)	(28)
Net Cash Flows from Investing Activities	(29)	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash Outflows Used in Financing Activities	(4)	(274)
Net Cash Flows from Financing Activities	(4)	(274)
SUMMARY OF MOVEMENTS IN CASH FLOWS		
Net Decrease in Cash and Cash Equivalents	(251)	(363)
Add: Cash and Cash Equivalents at Beginning of Period	(1,649)	(1,112)
Cash and Cash Equivalents at End of Period	(1,900)	(1,475)
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and Liquid Assets	1,421	1,846
Less: Reverse Repurchase Agreements included in Cash and Liquid Assets	(565)	(880)
Add: Cash Equivalents in Due from Financial Institutions	310	745
Less: Cash Equivalents in Due to Financial Institutions	(3,066)	(3,186)
Cash and Cash Equivalents at End of Period	(1,900)	(1,475)
ADDITIONAL OPERATING CASH FLOW INFORMATION		
Cash Received as Interest	895	928
Cash Paid as Interest	(571)	(610)
Cash Received as Other Income	121	124
Cash Paid as Operating Expenses	(181)	(194)

These statements are to be read in conjunction with the notes on pages 9 to 14.

Notes to the Financial Statements

For the three months ended 30 September 2012

1 Statement of Accounting Policies

The financial statements of the Banking Group incorporated in this Disclosure Statement have been prepared in accordance with New Zealand Generally Accepted Accounting Practice and the New Zealand equivalent to International Accounting Standard 34 *Interim Financial Reporting* as appropriate for profit-oriented entities and should be read in conjunction with the Disclosure Statement for the year ended 30 June 2012.

There have been no material changes to accounting policies during the three months ended 30 September 2012. All policies have been applied on a basis consistent with that used in the year ended 30 June 2012.

Reclassification of Comparatives

Certain comparatives in the Income Statement have been restated to reclassify interest relating to derivatives which are transacted as economic hedges but do not qualify for hedge accounting. The reclassification has no impact on Net Profit after Taxation. The following amounts have been restated for the three months ended 30 September 2011:

<i>\$ millions</i>	Reported	Restated
Interest Income	945	938
Interest Expense	610	613
Other Income ⁽¹⁾	115	126

(1) The restated amount includes \$1m which has been reclassified from Other Expenses.

The Condensed Cash Flow Statement includes Cash and Cash Equivalents as at 30 September 2011 which have also been restated to conform to the current period's presentation. The following amounts have been restated:

Net Cash Flows from Operating Activities	(688)	(89)
Net Decrease in Cash and Cash Equivalents	(962)	(363)
Add: Cash and Cash Equivalents at Beginning of Period	1,047	(1,112)
Cash and Cash Equivalents at End of Period	85	(1,475)

Other comparatives have been reclassified to conform with the current reporting period's presentation.

\$ millions
For the period ended

Banking Group	
Unaudited 30-Sep-12 3 months	Unaudited 30-Sep-11 3 months

2 Other Income

Net Fair Value Gain from:

Other Derivatives at Fair Value	8	2
Financial Instruments Designated as at Fair Value through Income Statement	(1)	(2)
Hedging Ineffectiveness	(4)	-
Total Net Fair Value Gain	3	-
Trading Income	14	18
Other Operating Income	99	108
Total Other Income	116	126

3 Taxation

As at 30 September 2012, the Banking Group has tax positions relating to a liquidity funding transaction and certain equity swap transactions that are currently being reviewed by the Inland Revenue Department and are subject to the formal tax dispute resolution process. These tax positions have a potential liability of \$176m plus interest and penalties. The Banking Group has made what it considers to be adequate provisions for these matters based on its assessment of the merits of the arguments and independent advice received.

\$ millions
As at

Banking Group
Unaudited 30-Sep-12

4 Core Liquid Assets

The Banking Group holds the following financial assets for the purpose of managing liquidity risk:

Cash	32
Call Deposits with the Central Bank	801
Treasury Bills	2,294
New Zealand Government Securities	872
Kauri Bonds	605
Bank Bills	945
Other Liquid Assets	1,722
Residential Mortgage Backed Securities	2,525
Total Core Liquid Assets	9,796

5 Financial Assets Pledged as Collateral

The Banking Group has entered into Credit Support Annexes in respect of certain credit exposures relating to derivative transactions. As at 30 September 2012, \$240m included in Due from Financial Institutions has been advanced as collateral with respect to Derivative Liabilities.

Notes to the Financial Statements

For the three months ended 30 September 2012

6 Advances to Customers

<i>\$ millions</i> As at	Banking Group		
	Unaudited 30-Sep-12	Unaudited 30-Sep-11	Audited 30-Jun-12
Residential Mortgages	37,726	37,422	37,400
Other Retail	4,204	4,037	4,145
Corporate	16,445	15,500	15,802
Loans and Other Receivables	58,375	56,959	57,347
Fair Value Hedge Adjustments	13	7	12
Provisions for Impairment	(245)	(263)	(250)
Total Advances to Customers	58,143	56,703	57,109

7 Asset Quality and Provisions for Impairment Losses

<i>\$ millions</i> As at	Banking Group	
	Unaudited 30-Sep-12	
(a) Asset Quality and Provisions for Impairment Losses		
Gross Advances Individually Determined to be Impaired		420
Individually Assessed Provisions		102
Collective Provision		143
90 Day Past Due Assets not Impaired		162

<i>\$ millions</i> For the period ended	Banking Group	
	Unaudited 30-Sep-12 3 months	Unaudited 30-Sep-11 3 months
(b) Impairment Losses on Advances		
Movement in Collective Provision	(6)	-
Movement in Individually Assessed Provisions	13	2
Bad Debts Written Off	7	11
Bad Debts Recovered	(2)	(2)
Total Impairment Losses on Advances	12	11

<i>\$ millions</i> As at	Banking Group		
	Unaudited 30-Sep-12	Unaudited 30-Sep-11	Audited 30-Jun-12
8 Deposits and Other Public Borrowings			
Certificates of Deposit	357	282	324
Term Deposits	22,412	21,006	22,595
On Demand and Short Term Deposits	14,697	13,832	14,207
Deposits Not Bearing Interest	2,142	2,148	2,120
Repurchase Agreements	-	160	145
Total Deposits and Other Public Borrowings	39,608	37,428	39,391

9 Other Liabilities at Fair Value through Income Statement

Certificates of Deposit	1,057	1,647	1,656
On Demand and Short Term Deposits	-	116	-
Total Other Liabilities at Fair Value through Income Statement	1,057	1,763	1,656

10 Debt Issues

Debt Issues at Fair Value through Income Statement	2,292	3,208	2,647
Debt Issues at Amortised Cost	6,641	7,244	6,310
Total Debt Issues	8,933	10,452	8,957
Movement in Debt Issues			
Balance at Beginning of Period	8,957	10,481	10,481
Issuances During the Period	1,510	2,541	5,443
Repayments During the Period	(1,372)	(2,932)	(6,987)
Foreign Exchange and Fair Value Movements During the Period	(162)	362	20
Balance at End of Period	8,933	10,452	8,957

As at 30 September 2012 Covered Bonds of \$1,525m were issued by the Banking Group which are carried at Amortised Cost.

Notes to the Financial Statements

For the three months ended 30 September 2012

11 Contingent Liabilities

\$ millions As at	Banking Group					
	Unaudited 30-Sep-12		Unaudited 30-Sep-11		Audited 30-Jun-12	
	Notional Amount	Credit Equivalent	Notional Amount	Credit Equivalent	Notional Amount	Credit Equivalent
Guarantees	82	82	69	69	75	75
Standby Letters of Credit	140	140	96	96	145	145
Other Credit Facilities	94	44	79	34	90	41
Total	316	266	244	199	310	261

The Banking Group has other contingent liabilities in respect of actual and potential claims and proceedings. An assessment of the Banking Group's likely loss in respect of these matters has been made on a case by case basis and provision made in the financial statements where required by NZ GAAP. Information relating to any matter is not disclosed where it can be expected to prejudice seriously the position of the Banking Group.

12 Retail Deposits

As at 30 September 2012 the Branch did not have any retail deposits (deposits with natural persons, excluding deposits with an outstanding balance) which exceeds \$250,000.

13 Related Party Transactions and Balances

The Ultimate Parent Bank is CBA. The Commonwealth Bank Group refers to CBA and the various companies and other entities owned and controlled by CBA. Commonwealth Bank of Australia New Zealand Life Insurance Group includes Colonial First State Investments (NZ) Limited group of companies, ASB Group (Life) Limited group of companies, First State Investments (NZ) Limited and Colonial Holding Company Limited (Branch).

The following balances represent amounts due to and from related parties classified within Cash and Liquid Assets, Due to / from Financial Institutions, Deposits and Other Public Borrowings, Debt Issues, Loan Capital, Other Assets, Other Liabilities and Derivative Assets and Liabilities:

\$ millions As at	Banking Group
	Unaudited 30-Sep-12
Amounts Due to Related Parties	
Commonwealth Bank Group (100% Ultimate Shareholder)	8,904
Commonwealth Bank of Australia New Zealand Life Insurance Group (Subsidiaries of Commonwealth Bank Group)	511
Total Amounts Due to Related Parties	9,415
Amounts Due from Related Parties	
Commonwealth Bank Group (100% Ultimate Shareholder)	610
Commonwealth Bank of Australia New Zealand Life Insurance Group (Subsidiaries of Commonwealth Bank Group)	2
Total Amounts Due from Related Parties	612

For the three months ended 30 September 2012 interest charged on balances due to the Commonwealth Bank Group was \$45m (30 September 2011 \$51m).

The total liabilities of the Branch net of amounts due to related parties were \$2,708m as at 30 September 2012.

14 Concentration of Credit Exposures to Individual Counterparties

The basis of calculation of the Banking Group's aggregate concentration of credit exposure to individual counterparties is the actual credit exposure. Credit exposures to the central government of any country with a long term credit rating of A- or A3 or above, or its equivalent, banks with a long term credit rating of A- or A3 or above, or its equivalent, and connected persons are excluded. Credit exposures to individual counterparties do not include exposures to those counterparties if they are booked outside New Zealand.

For the three months ended 30 September 2012, there was no peak end-of-day aggregate credit exposure to individual counterparties which exceeded 10% of the Overseas Banking Group's Shareholders' Equity as at 30 June 2012. As at 30 September 2012 there was no balance date aggregate credit exposure to individual counterparties which exceeded 10% of the Overseas Banking Group's Shareholders' Equity as at 30 June 2012.

The peak end-of-day aggregate concentration of credit exposure to individual counterparties has been calculated by determining the maximum end-of-day aggregated amount of credit exposure over the relevant three month period and then dividing that amount by the Overseas Banking Group's Shareholders' Equity as at 30 June 2012, which is the most recent publicly disclosed amount.

Notes to the Financial Statements

For the three months ended 30 September 2012

15 Market Risk Capital Charges

Unaudited

The Banking Group's aggregate market risk exposure is derived in accordance with the Reserve Bank of New Zealand ("RBNZ") document *Capital Adequacy Framework (Standardised Approach)* (BS2A).

\$ millions	Banking Group		
	Interest Rate Risk	Foreign Currency Risk	Equity Risk
Exposures as at 30 September 2012			
Implied Risk-weighted Exposure	1,349	21	1
Notional Capital Charge	108	2	-

16 Residential Mortgages by Loan-to-Valuation Ratio ("LVR")

Unaudited

As at 30 September 2012

LVR Range	Banking Group			
	Does not exceed 80% \$ millions	Exceeds 80% and not 90% \$ millions	Exceeds 90% \$ millions	Total \$ millions
Value of Exposures	35,733	5,241	3,280	44,254
Expressed as a Percentage of Total Exposures	80.8%	11.8%	7.4%	100.0%

LVR data has been derived in accordance with the RBNZ Capital Adequacy Framework *The Standardised Approach* (BS2A). Exposures comprise Balance Sheet claims secured by residential mortgages and undrawn commitments that when drawn down will be secured by mortgage over residential property. In accordance with RBNZ requirements the "Exceeds 90%" LVR range includes Exposures for which no LVR information is available.

Certain loans within the above table are insured by third parties. Exposures with Lender's Mortgage Insurance ("LMI") within each LVR range are set out below.

Percentage of Exposures:

With 100% LMI	0.6%	2.0%	0.6%	0.7%
With top 20% LMI	3.3%	11.2%	8.9%	4.6%

17 Overseas Bank and Overseas Banking Group

Unaudited

The RBNZ requires the disclosure of the most recent publicly available information. As certain information is only publicly available annually, the disclosures only include data for June 2012.

Capital Adequacy

In December 2007 the APRA granted "advanced" Basel II accreditation to the Overseas Banking Group. As a result of the accreditation, the advanced internal ratings based approach ("AIRB") for credit risk and the advanced measurement approaches ("AMA") for operational risk have been adopted in the calculation of the Overseas Banking Group's Risk Weighted Exposures from 1 January 2008. Under New Zealand regulations, this methodology is referred to as the Basel II (internal models based) approach.

The Overseas Banking Group is required by APRA to hold minimum capital specified under the Basel II (Internal Ratings Based) Approach. As at 30 June 2012 the minimum capital requirements were met.

As at 30 June	Overseas Bank		Overseas Banking Group	
	2012	2011	2012	2011
Tier One Capital as a % of Risk Weighted Exposures	10.7%	10.8%	10.0%	10.0%
Total Capital as a % of Risk Weighted Exposures	11.0%	11.8%	11.0%	11.7%

Asset Quality

As at 30 June 2012

Total Gross Individually Impaired Assets	4,499 AUDm
Total Individually Impaired Assets as a % of Total Assets	0.6%
Total Individually Assessed Provisions	2,008 AUDm
Total Individually Assessed Provisions as a % of Total Gross Individually Impaired Assets	44.6%
Total Collective Provision	2,837 AUDm

Profitability

For the year ended 30 June 2012

Net Profit after Taxation	7,090 AUDm
Net Profit after Taxation as a % of Average Total Assets	1.0%

Size

As at 30 June 2012

Total Assets	718,229 AUDm
% Change in Total Assets from Previous 30 June	7.5%

Notes to the Financial Statements

For the three months ended 30 September 2012

18 Insurance Business, Marketing and Distribution of Insurance Products

The Banking Group does not conduct any insurance business. However, general and life insurance products are marketed through ASB Bank Limited's branch network. The life insurance products are underwritten by Sovereign Assurance Company Limited, a wholly owned subsidiary of ASB Group (Life) Limited. Information about insurance business conducted by the Life Group is disclosed in the Disclosure Statement of the Life Group.

19 Changes in the Composition of the Banking Group during the Reporting Period

There have been no changes to the composition of the Banking Group since the 30 June 2012 Disclosure Statement.

20 Financial Reporting by Operating Segments

<i>\$ millions</i>	Banking Group					Total
	Retail and Business Banking	Commercial and Rural Banking	Institutional Banking and Markets	Wealth and Insurance	Services and Support	
For the three months ended 30 September 2012						
Unaudited						
Net Interest Earnings	198	66	20	2	58	344
Other Income	59	10	26	12	9	116
Total Operating Income	<u>257</u>	<u>76</u>	<u>46</u>	<u>14</u>	<u>67</u>	<u>460</u>
Segment Operating Expenses (excluding Impairment Losses)	47	15	8	12	102	184
Impairment Losses / (Recoveries) on Advances	11	-	3	-	(2)	12
Segment Net Profit / (Loss) before Taxation	<u>199</u>	<u>61</u>	<u>35</u>	<u>2</u>	<u>(33)</u>	<u>264</u>
Taxation	56	17	10	-	(9)	74
Segment Net Profit / (Loss) after Taxation	<u>143</u>	<u>44</u>	<u>25</u>	<u>2</u>	<u>(24)</u>	<u>190</u>
Total Assets	<u>38,715</u>	<u>14,526</u>	<u>8,372</u>	<u>190</u>	<u>7,123</u>	<u>68,926</u>
For the three months ended 30 September 2011						
Unaudited						
Net Interest Earnings	193	61	21	2	48	325
Other Income	52	9	22	17	26	126
Total Operating Income	<u>245</u>	<u>70</u>	<u>43</u>	<u>19</u>	<u>74</u>	<u>451</u>
Segment Operating Expenses (excluding Impairment Losses)	52	16	8	13	95	184
Impairment Losses / (Recoveries) on Advances	13	(2)	1	-	(1)	11
Segment Net Profit / (Loss) before Taxation	<u>180</u>	<u>56</u>	<u>34</u>	<u>6</u>	<u>(20)</u>	<u>256</u>
Taxation	49	15	9	1	(6)	68
Segment Net Profit / (Loss) after Taxation	<u>131</u>	<u>41</u>	<u>25</u>	<u>5</u>	<u>(14)</u>	<u>188</u>
Total Assets	<u>38,423</u>	<u>13,497</u>	<u>7,892</u>	<u>201</u>	<u>9,069</u>	<u>69,082</u>

Notes to the Financial Statements

For the three months ended 30 September 2012

20 Financial Reporting by Operating Segments (continued)

Retail and Business Banking:	The Retail and Business Banking Segment provides services to private individuals and small business customers.
Commercial and Rural Banking:	The Commercial and Rural Banking Segment provides services to commercial and rural customers.
Institutional Banking and Markets:	The Institutional Banking and Markets Segment comprises the Banking Group's Corporate and Institutional business and Financial Markets activities, including financial instruments trading and foreign currency transactions conducted with customers and for trading purposes. That business and those activities form part of the business of ASB Institutional, which is an unincorporated joint undertaking of the ASB Bank Limited and the Commonwealth Bank of Australia.
Wealth and Insurance:	The Wealth and Insurance Segment provides securities, investment and insurance services to customers.
Services and Support:	The Services and Support Segment supplies strategic support and services to other Segments. This segment also includes the Banking Group's Treasury function.

Operating Income in each segment includes transfer pricing adjustments to reflect intersegment funding arrangements. Intersegment pricing is determined on an arm's length basis. Intersegment charges are eliminated for the purposes of reporting the Banking Group's results.

The basis of segmentation has changed since the last comparative period as a result of internal restructure. The Commercial and Rural Banking Segment and the Wealth and Insurance Segment are new segments which have resulted from the split of the previous Relationship Banking Segment. The Customers, Markets and Products Segment and the Retail Banking Segment have been merged to the Retail and Business Banking Segment. Institutional Segment has been renamed to Institutional Banking and Markets Segment. Certain income and expense items in the comparative period were reclassified as part of the segment changes.

The Banking Group operates predominantly in the banking industry within New Zealand. The Banking Group has very limited exposure to risks associated with operating in different economic environments or political conditions in other countries. On this basis no geographical segment information is provided.

21 Events after the Reporting Period

On 17 October 2012 the Directors of ASB Capital Limited declared a gross Perpetual Preference Dividend of \$2m, being 1.000 cents per share, including imputation credits. The dividend was paid on 15 November 2012 to all registered holders of Perpetual Preference Shares as at 5.00pm on 5 November 2012.

On 17 October 2012 the Directors of ASB Capital No.2 Limited declared a gross Perpetual Preference Dividend of \$3m, being 0.8650 cents per share, including imputation credits. The dividend was paid on 15 November 2012 to all registered holders of Perpetual Preference Shares as at 5.00pm on 5 November 2012.

On 25 October 2012 the Directors of ASB Bank Limited resolved to repay, on 15 November 2012, \$370m of loan capital issued to institutional investors in November 2007.

In addition, on 25 October 2012 the Directors of ASB Bank Limited resolved to approve the issue of \$250m of ordinary shares to ASB Holdings Limited on 15 November 2012. ASB Holdings Limited received an interest bearing loan of \$225m from Commonwealth Bank of Australia to fund the purchase of these ordinary shares on 15 November 2012. Interest on the loan is paid quarterly.

There were no other events subsequent to the reporting period which would materially affect the financial statements.

The Directors' and the New Zealand Chief Executive Officer's Statement

The Directors' and the New Zealand Chief Executive Officer's Statement of Part A - Banking Group

Each Director and the New Zealand Chief Executive Officer believes, after due enquiry, that:

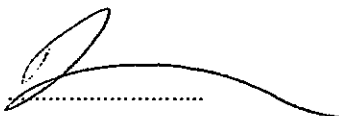
- the Disclosure Statement contains all the information required by the Registered Bank Disclosure Statements (Overseas Incorporated Registered Banks) Order (No 2) 2012 for the Banking Group; and
- the Disclosure Statement is not false or misleading

as at the date on which the Disclosure Statement is signed.

Each Director and the New Zealand Chief Executive Officer believes, after due enquiry, that for the three months ended 30 September 2012:

- the Registered Bank has complied with all Conditions of Registration imposed by the Reserve Bank under section 74 of the Reserve Bank of New Zealand Act 1989; and
- the Branch had systems in place to monitor and control adequately the material risks of the Registered Bank's Banking Group, including credit risk, concentration of credit risk, interest rate risk, currency risk, equity risk, liquidity risk and other material business risks, and that those systems were being properly applied.

The Disclosure Statement is signed by the New Zealand Chief Executive Officer of the Commonwealth Bank of Australia New Zealand Branch, who has relied on financial information in the separate Disclosure Statement lodged by ASB Bank Limited and signed by the ASB Bank Limited Directors.



A.J. (Andrew) Woodward
29 November 2012

The Disclosure Statement is signed by or on behalf of all the Directors of the Commonwealth Bank of Australia who have relied on financial information in the separate disclosure statement lodged by ASB Bank Limited and signed by the ASB Bank Limited Directors.

For, and on behalf of, the Board of Directors, which authorised the issue of the financial report on 29 November 2012.



B.J. (Barbara) Chapman
Responsible Person
29 November 2012

**COMMONWEALTH BANK OF AUSTRALIA
NEW ZEALAND OPERATIONS**

PART B

NEW ZEALAND LIFE INSURANCE GROUP

DISCLOSURE STATEMENT

**For the three months ended
30 September 2012**

Contents

1 - 3	General Disclosures
4	Income Statement
5	Statement of Comprehensive Income
6	Statement of Changes in Equity
7	Balance Sheet
8	Condensed Cash Flow Statement
9 - 11	Notes to the Financial Statements
9	1 Statement of Accounting Policies
9	2 Fair Value Gains / (Losses)
9	3 Taxation
10	4 Deferred Taxation Liability
10	5 Related Party Balances
10	6 Concentration of Credit Exposures to Individual Counterparties
11	7 Asset Quality
11	8 Contingent Liabilities and Capital Commitments
11	9 Events after the Reporting Period
12	The Directors' and the New Zealand Chief Executive Officer's Statement

General Disclosures

Commonwealth Bank of Australia New Zealand Life Insurance Group

This Disclosure Statement has been issued in accordance with the Registered Bank Disclosure Statements (Overseas Incorporated Registered Banks) Order (No 2) 2012 pursuant to section 81(1) of the Reserve Bank of New Zealand Act 1989.

In this Disclosure Statement, reference is made to the following reporting entities:

- Commonwealth Bank of Australia Group (the "Overseas Banking Group") is domiciled in Australia and comprises the Commonwealth Bank of Australia ("Overseas Bank" or "CBA"), the worldwide activities of CBA, and its controlled entities;
- Commonwealth Bank of Australia New Zealand Banking Group (the "Banking Group") refers to the New Zealand banking operations of the Overseas Banking Group including those entities whose business is required to be reported in financial statements for the Overseas Banking Group's New Zealand banking business. Controlled entities of the Banking Group as at 30 June 2012 are set out in Note 17 to the Banking Group's financial statements included in the Disclosure Statement for the year ended 30 June 2012. As detailed in Note 19 in the Disclosure Statement for the Banking Group, there have been no changes in the composition of the Banking Group since 30 June 2012;
- Commonwealth Bank of Australia New Zealand Life Insurance Group (the "Life Group") refers to all of the New Zealand operations of the Overseas Banking Group that are not included in the Banking Group including those entities whose business is required to be reported in financial statements for the Overseas Banking Group's New Zealand non-banking business. Controlled entities of the Life Group as at 30 June 2012 are set out in Note 16 to the Life Group's financial statements included in the Disclosure Statement for the year ended 30 June 2012. There have been no changes in the composition of the Life Group since 30 June 2012; and
- Commonwealth Bank of Australia New Zealand Branch (the "Branch") refers to the New Zealand Branch of the Overseas Bank and includes all banking business transacted in New Zealand through the Branch.

This document should be read in conjunction with the Disclosure Statement of the Banking Group.

GENERAL MATTERS

1.0 Address for Service - Branch

Commonwealth Bank of Australia New Zealand Branch
Level 28, ASB Bank Centre
135 Albert Street
Auckland 1010
New Zealand

A copy of the Life Group and the Overseas Banking Group's most recent published Financial Statements will be available immediately upon a request being made to the above address. A copy of the Banking Group Financial Statements can also be obtained from the Commonwealth Bank of Australia website (www.commbank.com.au > About Us > Our Company > International Branches > New Zealand) and a copy of the Commonwealth Bank of Australia's Financial Statements can be obtained from the Commonwealth Bank of Australia website (www.commbank.com.au > About Us > Shareholder Centre).

2.0 Address for Service - Overseas Bank

Commonwealth Bank of Australia
Ground Floor
Tower 1
201 Sussex Street
Sydney
Australia

The Overseas Bank operates as a public company under the Corporations Act in Australia. It has share capital and is governed by a constitution. The Overseas Banking Group provides a wide range of banking, financial and related services including funds management and insurance.

3.0 Guarantee Arrangements

Guarantee Arrangements are outlined in the Disclosure Statement of the Banking Group, under General Disclosures 3.0.

4.0 Directors and New Zealand Chief Executive Officer

There have been no changes to the Board of Directors since the 30 June 2012 Disclosure Statement was signed.

4.1 New Zealand Chief Executive Officer of the Branch

A.J. (Andrew) Woodward
General Manager Client Relationship Management

General Disclosures (continued)

4.2 Directors of CBA

Chairman

D.J. (David) Turner, FCA
Independent Director
Australia

Managing Director

I. M. (Ian) Narev, BA, LLB (Hons), LLM
Chief Executive Officer
Australia

Independent Directors

Sir J.A. (John) Anderson, KBE
New Zealand
S.C.H. (Carolyn) Kay, BA, LLB, FAICD
Australia
C.R. (Colin) Galbraith, LLB (Hons), LLM, AM
Australia
J.S. (Jane) Hemstritch, BSc, FCA, FCPA
Australia
L.K. (Launa) Inman, BCom (Hons), MCom
Australia

A.M. (Andrew) Mohl, BEcon (Hons)
Australia
F.D. (Fergus) Ryan, CA
Australia
H.H. (Harrison) Young, BA
Australia
B.J. (Brian) Long, CA
Australia

4.3 Responsible Person

B.J. (Barbara) Chapman
Managing Director and Chief Executive Officer
ASB Bank Limited
Auckland, New Zealand

5.0 Conditions of Registration

Changes to the Conditions of Registration are outlined in the Disclosure Statement for the Banking Group, under General Disclosures 4.0.

6.0 Overseas Banking Group

Information concerning the Capital Adequacy, Asset Quality, Profitability and Size of the Overseas Banking Group can be obtained from the Disclosure Statement for the Banking Group, under Note 17 *Overseas Banking Group*.

7.0 Credit Ratings

7.1 CBA

As at the date of the signing of this Disclosure Statement, the following ratings were assigned to CBA's long term debt:

Rating Agency	Current Long Term Rating	Outlook
Moody's Investors Service	Aa2	Stable
Standard & Poor's (Australia)	AA-	Stable
Fitch Ratings	AA-	Stable

The table below provides a description of the steps in the rating scales used by the different rating agencies.

Long Term Debt Rating	Moody's ^(a)	S&P ^(b)	Fitch ^(c)
Highest quality / Extremely strong capacity to pay interest and principal	Aaa	AAA	AAA
High quality / Very strong	Aa	AA	AA
Upper medium grade / Strong	A	A	A
Medium grade (lowest investment grade) / Adequate	Baa	BBB	BBB
Predominantly speculative / Less near term vulnerability to default	Ba	BB	BB
Speculative, low grade / Greater vulnerability	B	B	B
Poor to default / Identifiable vulnerability	Caa	CCC	CCC
Highest speculations	Ca	CC	CC
Lowest quality, no interest	C	C	C
In payment default, in arrears - questionable value	-	D	RD & D

(a) Moody's applies numeric modifiers 1, 2, and 3 to each generic rating category from Aaa to Caa, indicating that the counterparty is (1) in the higher end of its letter rating category, (2) in the mid-range and (3) in the lower end.

(b) S&P applies plus (+) or minus (-) signs to ratings from 'AA' to 'CCC' to indicate relative standing within the major rating categories.

(c) Fitch Ratings applies plus (+) or minus (-) signs to ratings from 'AA' to 'B' to indicate relative standing within the major rating categories.

General Disclosures (continued)

7.0 Credit Ratings (continued)

7.2 Sovereign Assurance Company Limited

As at the date of the signing of this Disclosure Statement, the following rating was assigned to Sovereign Assurance Company Limited's ability to meet its ongoing obligations to policyholders:

Rating Agency	Current Financial Strength Rating
A.M. Best Company	A+

The table below provides a description of the Financial Strength Rating scale used by A.M. Best Company.

Insurer's Financial Strength Rating Definition	A.M. Best Financial Strength Rating ^(a)
Superior ability to meet ongoing obligations to policyholders	A++, A+
Excellent ability to meet ongoing obligations to policyholders	A, A-
Good ability to meet ongoing obligations to policyholders	B++, B+
Fair ability to meet ongoing obligations to policyholders	B, B-
Marginal ability to meet ongoing obligations to policyholders	C++, C+
Weak ability to meet ongoing obligations to policyholders	C, C-
Poor ability to meet ongoing obligations to policyholders	D

(a) A.M. Best may enhance ratings from A to C with a "++" (double plus), "+" (plus) or "-" (minus) to indicate whether credit quality is near the top or bottom of a category.

Income Statement

	Note	Life Group	
		Unaudited 30-Sep-12 3 months	Unaudited 30-Sep-11 3 months
<i>\$ millions</i>			
<i>For the period ended</i>			
Premium Income		152	144
Reinsurance Income		9	14
Investment Income	2	69	(26)
Revaluation of Borrowings and Swaps	2	(4)	(15)
Other Income		11	10
Total Operating Income		237	127
Total Operating Expenses		203	85
Reinsurance Expenses		11	16
Claims, Surrenders and Maturities		93	88
Net Change in Life Insurance Contract Liabilities		(1)	(37)
Net Change in Life Investment Contract Liabilities		32	(55)
Commissions and Management Expenses		69	69
Finance Costs		(2)	3
Other Operating Expenses		1	1
Net Profit Before Taxation		34	42
Taxation	3	14	29
Net Profit After Taxation		20	13

These statements are to be read in conjunction with the notes on pages 9 to 11.

Statement of Comprehensive Income

<i>\$ millions</i> <i>For the period ended</i>	Life Group	
	Unaudited	Unaudited
	30-Sep-12 3 months	30-Sep-11 3 months
Net Profit after Taxation	20	13
Other Comprehensive Income, Net of Taxation		
Loss on Amalgamation*	-	(2)
Total Other Comprehensive Income / (Expense), Net of Taxation	-	(2)
Total Comprehensive Income	20	11

* On 30 June 2011, the net assets of the Colonial Mutual Life Assurance Society - New Zealand Branch ("CMLA"), a fellow CBA subsidiary, were acquired by Sovereign Assurance Company Limited ("SACL"), an entity within the Life Group. This amalgamation had no impact on the Life Group's Statement of Comprehensive Income for the year ended 30 June 2011.

On 11 August 2011, a final transfer value was calculated and an additional loss on amalgamation of \$2m was recognised by SACL.

These statements are to be read in conjunction with the notes on pages 9 to 11.

Statement of Changes in Equity

<i>\$ millions</i>	Life Group			
	Head Office Contribution	Contributed Capital	Retained Earnings	Total Shareholders' Equity
For the three months ended 30 September 2012				
Unaudited				
Balance at Beginning of Period	300	528	404	1,232
Total Comprehensive Income	-	-	20	20
Branch Surplus Repatriated	-	-	(2)	(2)
Balance as at 30 September 2012	300	528	422	1,250
For the three months ended 30 September 2011				
Unaudited				
Balance at Beginning of Period	300	528	361	1,189
Total Comprehensive Income	-	-	11	11
Branch Surplus Repatriated	-	-	(2)	(2)
Ordinary Dividends Paid	-	-	(15)	(15)
Balance as at 30 September 2011	300	528	355	1,183

These statements are to be read in conjunction with the notes on pages 9 to 11.

Balance Sheet

<i>\$ millions</i> <i>As at</i>	Note	Life Group		
		Unaudited 30-Sep-12	Unaudited 30-Sep-11	Audited 30-Jun-12
ASSETS				
Cash and Cash Equivalents		582	618	602
Securities		1,681	1,636	1,663
Derivative Financial Assets		44	61	64
Trade and Other Receivables		74	60	63
Reinsured Life Insurance Contracts		8	70	8
Current Taxation Asset		43	81	29
Property, Plant and Equipment		24	26	25
Intangible Assets		573	566	572
Other Assets		20	21	20
Total Assets		3,049	3,139	3,046
<i>Total Interest Earning and Discount Bearing Assets</i>		<i>1,469</i>	<i>1,407</i>	<i>1,447</i>
LIABILITIES				
Life Insurance Contract Liabilities		247	326	248
Life Investment Contract Liabilities		849	859	835
Borrowings		194	249	212
Derivative Financial Liabilities		13	34	20
Deposited Reserves		-	39	-
Trade and Other Payables		118	119	130
Coupon Swap Collateral		11	20	18
Deferred Taxation Liability	4	367	310	351
Total Liabilities		1,799	1,956	1,814
SHAREHOLDERS' EQUITY				
Head Office Contribution		300	300	300
Contributed Capital		528	528	528
Retained Earnings		422	355	404
Total Shareholders' Equity		1,250	1,183	1,232
Total Liabilities and Shareholders' Equity		3,049	3,139	3,046
<i>Total Interest and Discount Bearing Liabilities</i>		<i>205</i>	<i>308</i>	<i>230</i>

These statements are to be read in conjunction with the notes on pages 9 to 11.

Condensed Cash Flow Statement

	Life Group	
	Unaudited 30-Sep-12 3 months	Unaudited 30-Sep-11 3 months
<i>\$ millions</i>		
<i>For the period ended</i>		
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest Received	11	12
Interest Paid	-	(8)
Other Cash Inflows Provided by Operating Activities	182	179
Other Cash Outflows Used in Operating Activities	(219)	(198)
Net Cash Flows from Operating Activities	(26)	(15)
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash Inflows Provided by Investing Activities	166	222
Cash Outflows Used in Investing Activities	(145)	(249)
Net Cash Flows from Investing Activities	21	(27)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash Outflows Used in Financing Activities	(15)	(31)
Net Cash Flows from Financing Activities	(15)	(31)
SUMMARY OF MOVEMENTS IN CASH FLOWS		
Net Decrease in Cash and Cash Equivalents	(20)	(73)
Add: Cash and Cash Equivalents at Beginning of Period	602	691
Cash and Cash Equivalents at End of Period	582	618
RECONCILIATION OF NET PROFIT AFTER TAXATION TO NET CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit after Taxation	20	13
Add: Non-Cash Items	(13)	(26)
Add: Movements in Balance Sheet Items	(33)	(2)
Net Cash Flows from Operating Activities	(26)	(15)

These statements are to be read in conjunction with the notes on pages 9 to 11.

Notes to the Financial Statements

For the three months ended 30 September 2012

1 Statement of Accounting Policies

The financial statements of the Life Group incorporated in this Disclosure Statement have been prepared in accordance with New Zealand Generally Accepted Accounting Practice and the New Zealand equivalent to International Accounting Standard 34 *Interim Financial Reporting* as appropriate for profit-oriented entities and should be read in conjunction with the Disclosure Statement for the year ended 30 June 2012.

There have been no material changes to accounting policies during the three months ended 30 September 2012. All policies have been applied on a basis consistent with that used in the financial year ended 30 June 2012.

\$ millions
For the period ended

Life Group	
Unaudited 30-Sep-12 3 months	Unaudited 30-Sep-11 3 months

2 Fair Value Gains / (Losses)

The following fair value (losses) / gains are included within Total Operating Income:

Revaluation of Borrowings and Swaps	(4)	(15)
Investment Income:		
Net Gains / (Losses) on Equity Securities	42	(56)
Net Gains / (Losses) on Fixed Interest Securities	2	(2)
Net Gains / (Losses) on Property Investments	1	(1)
Total Fair Value Net Gains / (Losses) included within Investment Income	45	(59)
Other Investment Income	24	33
Total Investment Income	69	(26)

3 Taxation

Taxation Expense comprises:

Value of current year tax losses		(2)	(3)
Adjustment to prior period		-	(2)
Deferred Taxation - current period	4	16	34
Total Taxation Expense		14	29

Taxation recognised in the Income Statement

Net profit before taxation		34	42
Tax at the domestic rate		10	12
Tax impact of income not subject to taxation		(6)	(44)
Tax impact of expenses not deductible for tax purposes		10	63
Prior year tax deductions not previously recognised		-	(2)
Taxation recognised in the Income Statement		14	29
The weighted average applicable tax rate was:		41%	69%

The change in the effective tax rate for the period ended 30 September 2012 is due to the change in the movement in policyholder reserves, the impact of the tax treatment of investment income and the new life insurance income tax rules.

Sovereign Assurance Company Limited ("SACL") an entity within the Life Group, has received assessments from the Inland Revenue Department ("IRD") in relation to the tax treatment of reinsurance arrangements in the 2000 to 2006 tax years. SACL lodged proceedings in the High Court to challenge the reassessments, with the matter heard by the High Court during April and May 2012. The High Court delivered its judgement on 19 July 2012 and found in favour of the IRD. SACL continues to consider that its position is correct and, accordingly, has lodged an appeal from the High Court judgment. The potential liability arising from the matter is \$47m plus tax-effected interest of approximately \$35m. SACL has made what it considers to be adequate provision for this matter based on its assessment of the merits of the arguments and independent advice received, with that provision being 50% of the total estimated exposure. In addition, SACL has made allowance for the potential liability (to the extent not provided for) in determining its solvency margin.

Notes to the Financial Statements

For the three months ended 30 September 2012

4 Deferred Taxation Liability

\$ millions As at	Note	Life Group	
		Unaudited 30-Sep-12 3 months	Unaudited 30-Sep-11 3 months
Balance at Beginning of Period		351	276
Deferred Taxation recognised in the Income Statement	3	16	34
Total Deferred Taxation Liability		367	310
Deferred Taxation comprises:			
Accrued Expenses and Provisions		(1)	32
Convertible Notes		(55)	(70)
Deferred Acquisition Costs		4	4
Depreciation		1	1
Holiday Pay		(1)	(1)
Life Insurance Contract Liabilities and Life Investment Contract Liabilities		415	338
Outstanding Claims Reserve Discount		4	4
Prepaid Premiums		-	2
Total Deferred Taxation recognised in the Balance Sheet		367	310
Deferred Taxation recognised in the Income Statement			
Life Insurance Contract Liabilities and Life Investment Contract Liabilities		10	29
Convertible Notes		5	4
Accrued Expenses and Provisions		1	1
		16	34

5 Related Party Balances

During the three months ended 30 September 2012, the Life Group has entered into, or had in place various financial arrangements with members of the Commonwealth Bank of Australia Group and Trusts managed or administered by the Commonwealth Bank of Australia Group. Arrangements with all related parties were conducted on normal commercial terms and conditions.

The following balances represent amounts due from and to related parties:

\$ millions As at	Life Group	
	Unaudited 30-Sep-12	
Amounts Due from Related Parties		
Commonwealth Bank of Australia Group (100% Ultimate Shareholder)		15
Commonwealth Bank of Australia New Zealand Banking Group (Subsidiaries of Commonwealth Bank Group)		510
Other Commonwealth Bank Group Subsidiaries		315
Trusts Managed or Administered by other Commonwealth Bank Group Subsidiaries		3
Total Amounts Due from Related Parties		843
Amounts Due to Related Parties		
Commonwealth Bank of Australia New Zealand Banking Group (Subsidiaries of Commonwealth Bank Group)		2
Other Commonwealth Bank Group Subsidiaries*		198
Total Amounts Due to Related Parties		200

*ASB Group (Life) Limited has issued Convertible Notes of AUD700m (NZ\$787m) which are currently held by Colonial Holdings Company Limited. The Notes carry a contractual obligation to make quarterly interest payments. The fair value of this liability is (NZ\$194m) and is reflected in Borrowings. The equity component of these Convertible Notes being the residual value (NZ\$379m) after deducting the initial liability component (NZ\$408m) and the impact of deferred taxation (NZ\$119m) is reflected in Shareholders' Equity. There has been no change in terms and conditions during the three months ending 30 September 2012.

6 Concentration of Credit Exposures to Individual Counterparties

The basis of calculation of the Life Group's aggregate concentration of credit exposure to individual counterparties is the actual credit exposure. Credit exposures to the central government of any country with a long term credit rating of A- or A3 or above, or its equivalent, banks with a long term credit rating of A- or A3 or above, or its equivalent, and connected persons are excluded. Credit exposures to individual counterparties do not include exposures to those counterparties if they are booked outside New Zealand.

For the three months ended 30 September 2012, there was no peak end-of-day aggregate credit exposures to individual counterparties which exceeded 10% of the Overseas Banking Group's Shareholders' Equity as at 30 June 2012. As at 30 September 2012 there was no balance date aggregate credit exposures to individual counterparties which exceeded 10% of the Overseas Banking Group's Shareholders' Equity as at 30 June 2012.

The peak end-of-day aggregate concentration of credit exposure to individual counterparties has been calculated by determining the maximum end-of-day aggregated amount of credit exposure over the relevant three month period and then dividing that amount by the Overseas Banking Group's Shareholders' Equity as at 30 June 2012, which is the most recent publicly disclosed amount.

Notes to the Financial Statements

For the three months ended 30 September 2012

7 Asset Quality

There were no material impaired or past due assets as at 30 September 2012.

8 Contingent Liabilities and Capital Commitments

There were no material contingent liabilities or capital commitments as at 30 September 2012 (30 September 2011 Nil).

9 Events after the Reporting Period

There have been no events after the reporting period which would materially affect the financial statements.

The Directors' and the New Zealand Chief Executive Officer's Statement

The Directors' and the New Zealand Chief Executive Officer's Statement of Part B - Life Group

Each Director and the New Zealand Chief Executive Officer, after due enquiry, that:

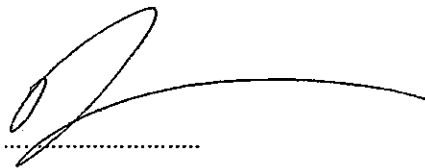
- the Disclosure Statement contains all the information required by the Registered Bank Disclosure Statements (Overseas Incorporated Registered Banks) Order (No 2) 2012 for the Life Group; and
- the Disclosure Statement is not false or misleading

as at the date on which the Disclosure Statement is signed.

Each Director and the New Zealand Chief Executive Officer believes, after due enquiry, that for the three months ended 30 September 2012:

- the Life Group had systems in place to monitor and control adequately the Life Group's material risks, including credit risk, concentration of credit risk, interest rate risk, currency risk, equity risk, liquidity risk and other material business risks, and that those systems were being properly applied.

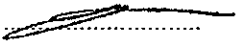
The Disclosure Statement is signed by the New Zealand Chief Executive Officer of the Commonwealth Bank of Australia New Zealand Branch.



A.J. (Andrew) Woodward
29 November 2012

The Disclosure Statement is signed by or on behalf of all the Directors of the Commonwealth Bank of Australia.

For, and on behalf of, the Board of Directors, which authorised the issue of this Disclosure Statement on 29 November 2012.



B.J. (Barbara) Chapman
Responsible Person
29 November 2012