

Income Statement

For the year ended 30 September 2010

Dollars in Millions	Consolidated	
	30/9/10	30/9/09
Interest income	3,447	4,074
Interest expense	2,166	2,723
Net interest income	1,281	1,351
Gains less losses on financial instruments at fair value	(18)	(96)
Other operating income	379	397
Total operating income	1,642	1,652
Operating expenses	818	777
Total operating profit before impairment losses on credit exposures and income tax expense	824	875
Impairment losses on credit exposures	187	190
Total operating profit before income tax expense	637	685
Income tax expense on operating profit	202	205
Income tax (credit)/expense on New Zealand structured finance transactions	(83)	416
Income tax (credit)/expense interest costs on New Zealand structured finance transactions	(84)	245
Total income tax expense	35	866
Net profit/(loss) attributable to shareholders of Bank of New Zealand	602	(181)

Balance Sheet

As at 30 September 2010

Dollars in Millions	Consolidated	
	30/9/10	30/9/09
Assets		
Cash and balances with central banks	2,040	1,553
Due from other financial institutions	1,249	869
Trading securities	3,231	3,662
Other money market placements	433	537
Available for sale investments	273	338
Loans and advances to customers	54,986	55,142
Derivative financial instruments	5,650	5,918
Amounts due from related entities	539	93
Current tax	194	18
Deferred tax	225	254
Other assets	549	1,234
Property, plant and equipment	161	142
Goodwill and other intangible assets	117	102
Total assets	69,647	69,862
Financed by:		
Liabilities		
Due to central banks and other financial institutions	1,575	3,892
Other money market deposits	11,883	10,767
Trading liabilities	31	9
Deposits from customers	28,663	27,233
Derivative financial instruments	6,421	7,643
Bonds and notes	9,772	7,578
Amounts due to related entities	5,137	6,244
Current tax – provision for New Zealand structured finance transactions	-	661
Other liabilities	885	810
Subordinated debt	1,278	1,280
Total liabilities	65,645	66,117
Net assets	4,002	3,745
Shareholders' equity		
Contributed equity – ordinary shareholder	1,451	1,451
Reserves	75	(3)
Retained profits	1,566	1,587
Ordinary shareholder's equity	3,092	3,035
Contributed equity – perpetual preference shareholder	910	710
Total shareholders' equity	4,002	3,745