

HOUSE OF REPRESENTATIVES STANDING COMMITTEE ON ECONOMICS

REVIEW OF THE FOUR MAJOR BANKS

Bendigo and Adelaide Bank

BAB3QW: *Regarding interest-bearing deposits:*

- (a) *How many deposits are currently held, and what is their aggregate value?*
- (b) *For deposits held, what was their aggregate dollar value in each of the last six months?*
- (c) *For interest payments, what was the dollar value paid in each of the last six months?*
- (d) *What has been the reduction in interest payments resulting from the last two interest rate cuts?*

Answer:

- (a) *How many deposits are currently held, and what is their aggregate value?*

As at 30 September 2019, BEN had 2,425,601 interest-bearing deposit accounts with interest-bearing deposits totalling \$51.9b.

- (b) *For deposits held, what was their aggregate dollar value in each of the last six months?*

The aggregate dollar value held in those interest-bearing deposit accounts for each of the last six months is set out in the table below.

Month	Balance (\$)
April 19	51,396,394,158
May 19	51,628,451,843
June 19	51,408,597,590
July 19	51,860,720,177
August 19	51,620,927,153
September 19	51,912,724,346

- (c) *For interest payments, what was the dollar value paid in each of the last six months?*
 The dollar value of interest payments paid in each of the last six months is set out in the table below.

Month	Interest Paid (\$)	Interest Expense Accrued (\$)
April 19	63,724,211	68,401,678
May 19	71,415,212	70,482,174
June 19	69,571,673	65,150,311
July 19	65,222,749	62,091,184
August 19	61,216,186	59,132,662
September 19	49,268,857	54,434,830
Total	380,418,888	379,692,840

- (d) *What has been the reduction in interest payments resulting from the last two interest rate cuts?*

For the last two rate cuts in June 2019 and July 2019, the effective reduction in interest payments compared to each previous month was:

- \$4.2 million (approx.) for the June rate cut; and
- \$5.7 million (approx.) for the July rate cut.