



Westpac Banking Corporation  
Level 18, 275 Kent Street  
Sydney, NSW, 2000

# ASX RELEASE

13 February 2026

## Westpac First Quarter 2026 Investor Discussion Pack

Westpac Banking Corporation ("Westpac") today provides the attached First Quarter 2026 Investor Discussion Pack.

### For further information:

**Hayden Cooper**  
Group Head of Media Relations  
0402 393 619

**Justin McCarthy**  
General Manager, Investor Relations  
0422 800 321

This document has been authorised for release by Tim Hartin, Company Secretary.

# 1Q26 INVESTOR DISCUSSION PACK

WESTPAC

FOR THE 3 MONTHS ENDED  
31 DECEMBER 2025

This document should be read in conjunction  
with Westpac's December 2025 Pillar 3 Report.  
All amounts are in Australian dollars.



WESTPAC BANKING CORPORATION  
ABN 33 007 457 141



# FINANCIAL PERFORMANCE

FINANCIAL PERFORMANCE

**\$1.9bn**

Unaudited statutory net profit

**\$1.9bn**

Net profit excluding  
Notable Items

## Net profit excluding Notable Items

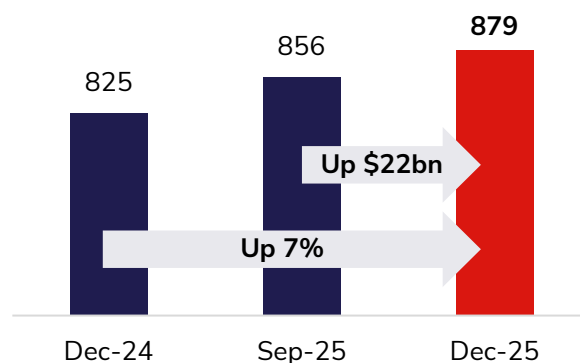
\$bn	1Q26	% movement 1Q26 - 2H25 qtr average
Net profit excluding Notable Items	1.9	6%
Net operating income	5.8	1%
Operating expenses	(3.0)	(5%) <sup>2</sup>
Pre-provision profit	2.8	7%
Impairment charges/(benefits) to average loans	6 bps	2 bps

## Net interest margin<sup>1</sup>

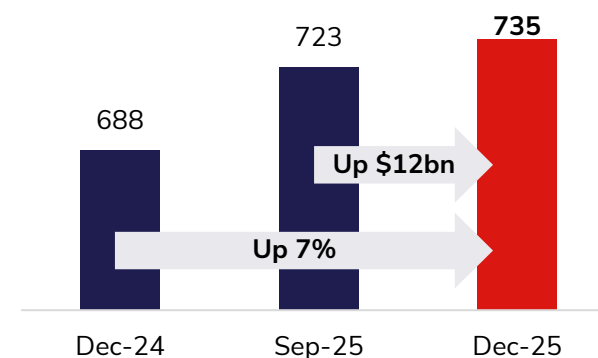
Composition of NIM (%)	3Q25	4Q25	1Q26
Core NIM	1.85	1.80	1.79
Treasury & Markets	0.14	0.12	0.15
NIM	1.99	1.92	1.94
AIEA (\$bn)	1,001	1,017	1,029

<sup>1</sup> Excluding Notable Items. <sup>2</sup> Flat excluding the impact of the restructuring charge in 2H25.

## Gross loans



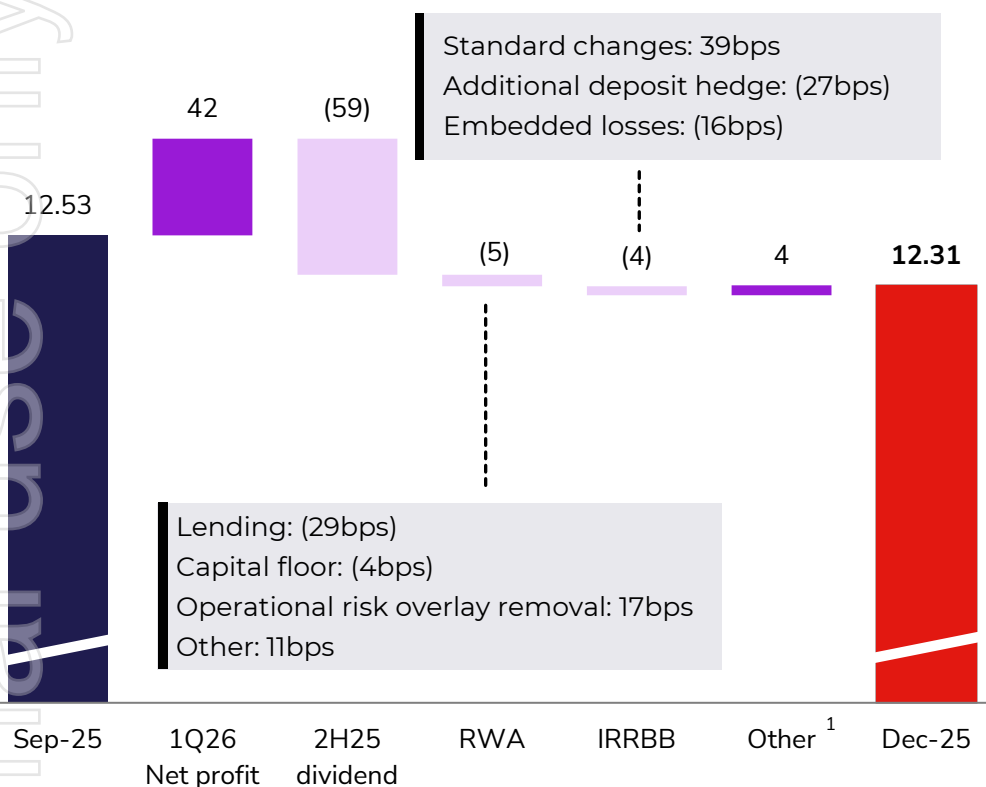
## Deposits



# CET1 CAPITAL RATIO 12.3%

CAPITAL

## Level 2 CET1 capital ratio movements (% , bps)



## Considerations post 31-Dec-25

- RAMS sale ~22bps
- Share buyback<sup>2</sup> (23bps)

<sup>1</sup> Capital deductions and other items including FX translation impacts. <sup>2</sup> Includes remaining on market share buyback previously announced in Nov-23, May-24 and Nov-24.

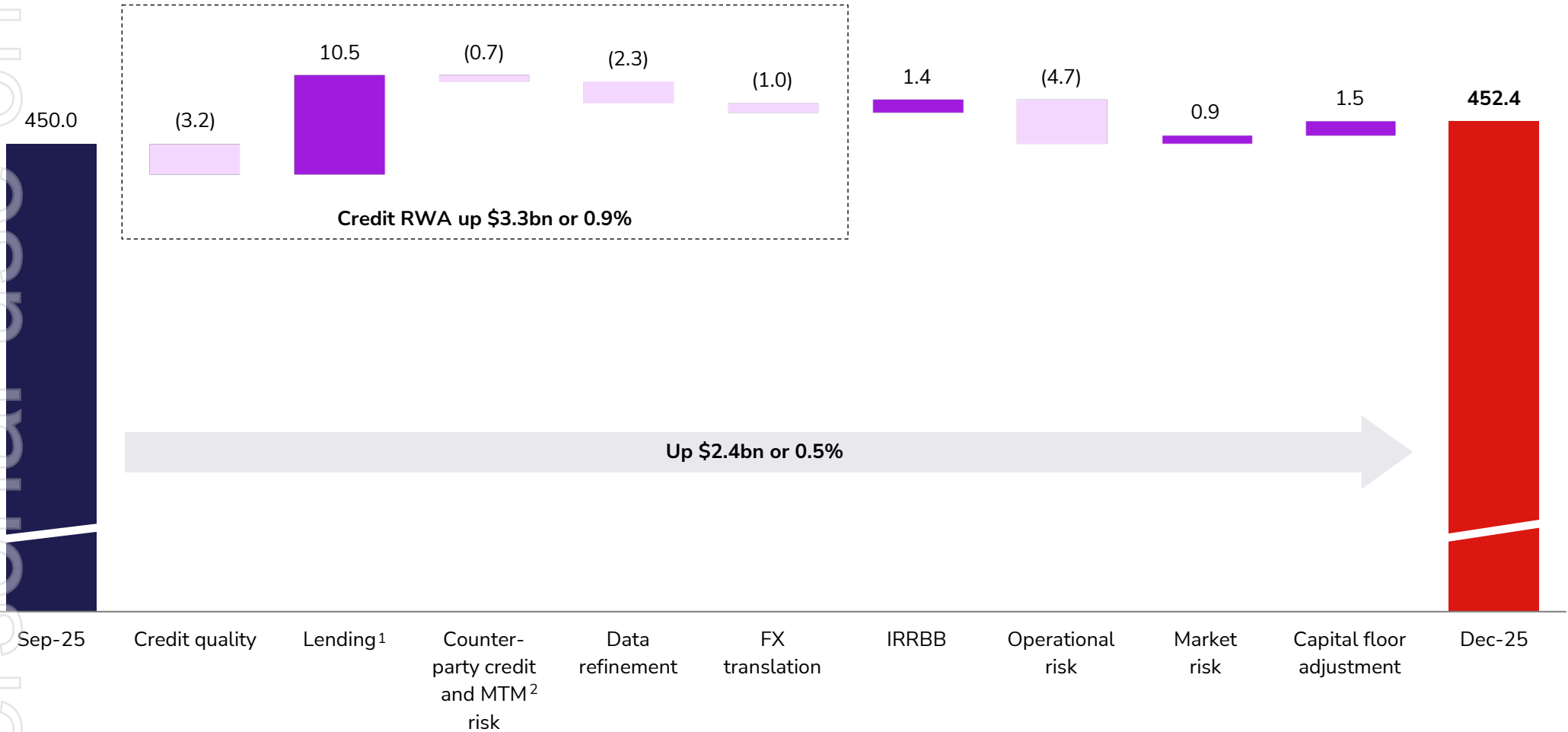
Key capital ratios (%)	Sep-24	Dec-24	Sep-25	Dec-25
<b>Level 2 CET1 capital ratio</b>	12.5	11.9	12.5	<b>12.3</b>
Additional Tier 1 capital ratio	2.3	2.3	1.9	<b>1.9</b>
Tier 1 capital ratio	14.8	14.2	14.4	<b>14.2</b>
Tier 2 capital ratio	6.6	7.4	7.2	<b>7.4</b>
Total regulatory capital ratio	21.4	21.6	21.7	<b>21.6</b>
Risk weighted assets (RWA) (\$bn)	437	451	450	<b>452</b>
Leverage ratio	5.3	5.1	5.1	<b>5.0</b>
<b>Level 1 CET1 capital ratio</b>	12.7	12.1	12.7	<b>12.5</b>

# RISK WEIGHTED ASSETS

CAPITAL

RWA (\$bn)

Personal use only



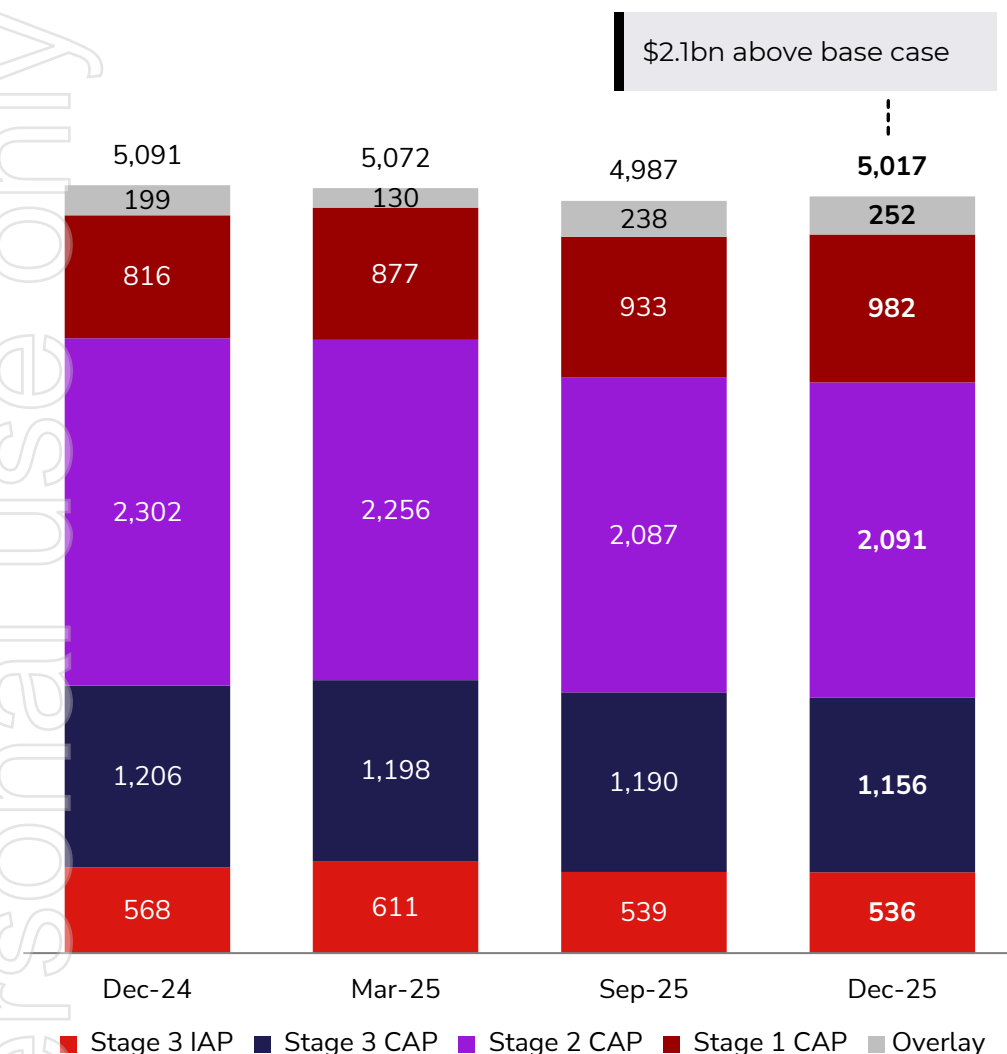
<sup>1</sup> Includes other assets, securitisation exposures in the banking book and settlement risk. <sup>2</sup> Mark to market.



# PROVISIONS FOR EXPECTED CREDIT LOSS

CREDIT QUALITY

## Total provisions for expected credit losses<sup>1</sup> (\$m)



## Key ratios

	Dec-24	Sep-25	Dec-25
Provisions to gross loans (bps)	62	58	57
Impaired asset provisions to impaired assets (%)	40	40	40
Collectively assessed provisions to credit RWA (bps)	128	125	125

## Forecasts used in economic scenarios

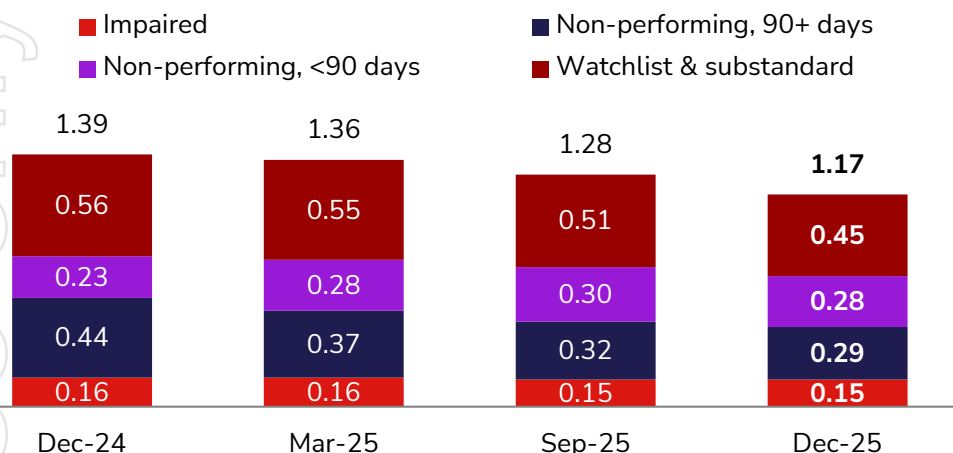
Forecasts for base case ECL <sup>2</sup>	Base case		Downside
	2025	2026	Trough / peak <sup>3</sup>
GDP growth	2.2%	2.4%	(6%)
Unemployment	4.4%	4.6%	11%
Residential property prices	7.7%	6.0%	(27%)
Commercial property prices	0.8%	4.1%	(32%)

<sup>1</sup> Includes provisions for debt securities. <sup>2</sup> Forecast date is 17 December 2025. <sup>3</sup> These key economic indicators represent trough or peak values that characterise the scenarios considered in setting downside severity. Residential and commercial forecasts represent cumulative reduction over a two-year period.

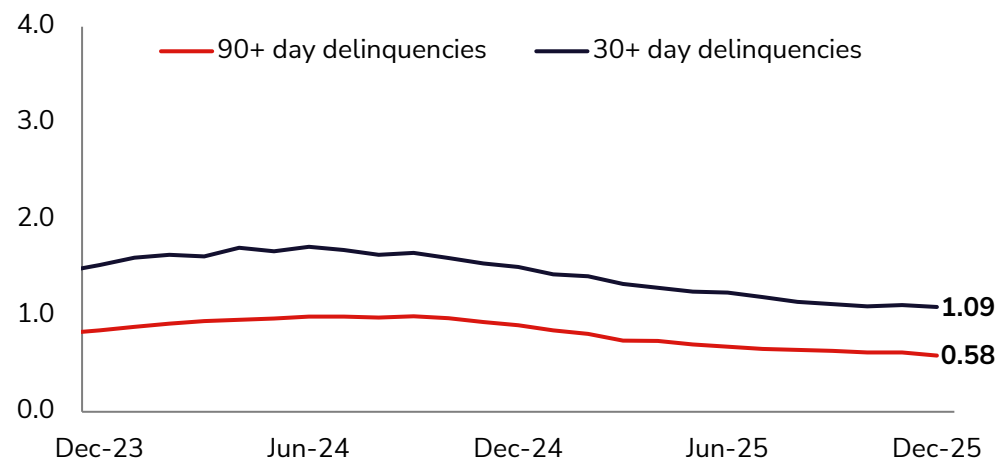
# CREDIT QUALITY METRICS

CREDIT QUALITY

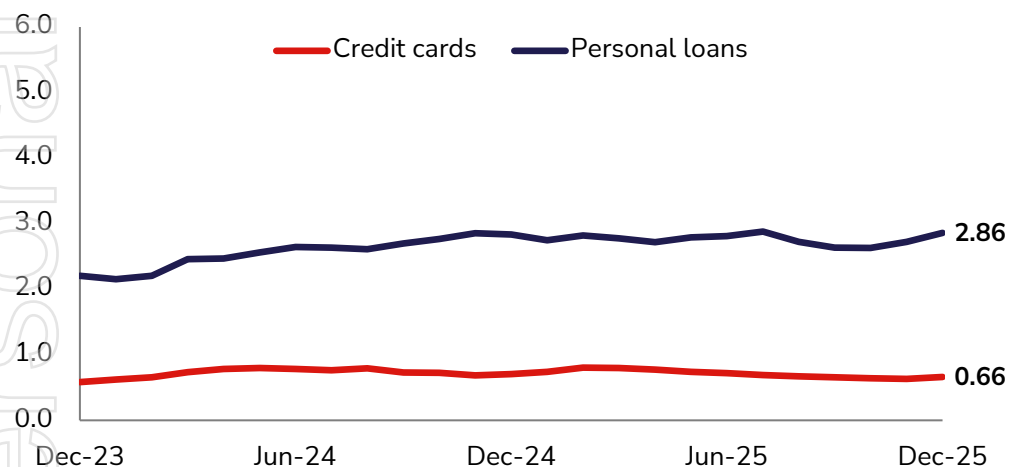
## Stressed exposures as a % of TCE



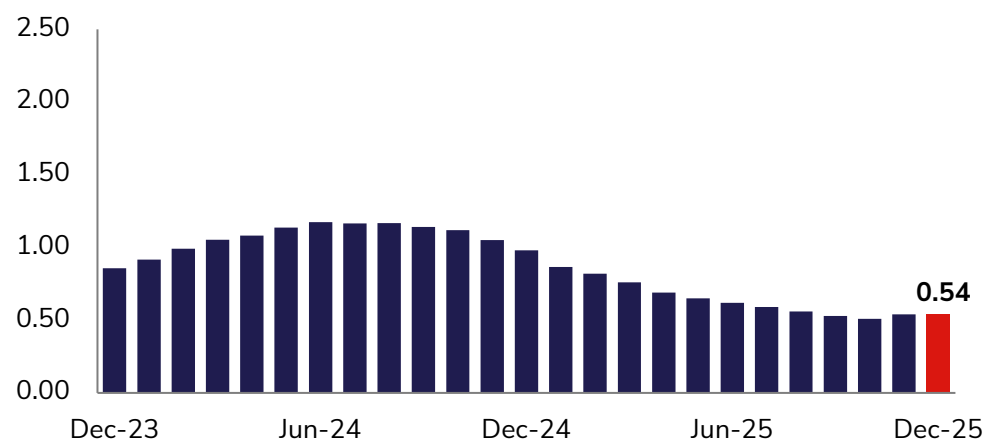
## Australian mortgage delinquencies<sup>1</sup> (%)



## Australian consumer finance 90+ delinquencies (%)



## Australian mortgage hardship<sup>2</sup> balances (%)

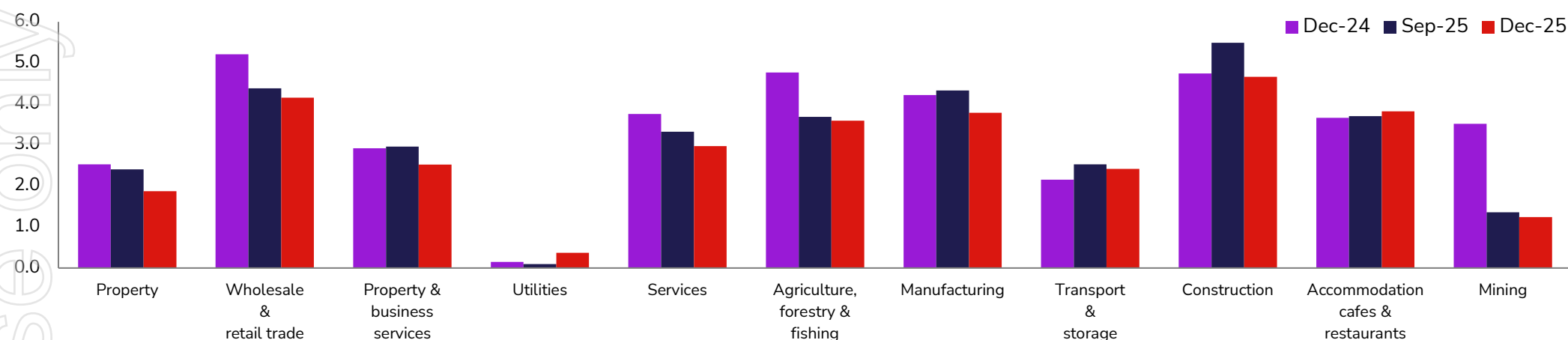


<sup>1</sup> Excluding RAMS. <sup>2</sup> Financial hardship assistance is available to customers experiencing temporary financial difficulty, including changes in income due to illness, a relationship breakdown or natural disasters.

# CREDIT QUALITY ACROSS SECTORS

CREDIT QUALITY

## Corporate and business stressed exposures by industry sector (%)



## Exposure and credit quality by sector

Sector		Finance & insurance <sup>1</sup>	Property <sup>2</sup>	Wholesale & retail trade	Property & business services	Utilities	Services <sup>3</sup>	Agriculture, forestry & fishing	Manufacturing	Transport & storage	Construction <sup>4</sup>	Accomm, cafes & restaurants	Mining
TCE (\$bn)	Dec-25	156.6	97.0	34.9	31.0	29.8	28.9	28.9	27.8	25.8	15.0	14.6	8.9
	Sep-25	154.4	93.6	36.0	27.5	29.0	28.5	28.3	26.7	23.3	14.8	13.7	8.6
Stressed (%) <sup>5,6</sup>	Dec-25	0.1	1.9	4.2	2.5	0.4	3.0	3.6	3.8	2.4	4.7	3.8	1.2
	Sep-25	0.1	2.4	4.4	3.0	0.1	3.3	3.7	4.3	2.5	5.5	3.7	1.4
Impaired (%) <sup>6</sup>	Dec-25	0.0	0.1	0.6	0.5	0.0	0.8	0.2	0.7	0.4	0.6	0.1	0.2
	Sep-25	0.0	0.1	0.6	0.5	0.0	0.8	0.2	0.7	0.4	0.6	0.2	0.2

<sup>1</sup> Finance and insurance includes banks, non-banks, insurance companies and other firms providing services to the finance and insurance sectors. Includes assets held for liquidity portfolio. <sup>2</sup> Property includes both residential and non-residential property investors and developers and excludes real estate agents. <sup>3</sup> Services includes education, health & community services, cultural & recreational and personal & other services. <sup>4</sup> Construction includes building and non-building construction, and industries serving the construction sector. <sup>5</sup> Includes impaired exposures. <sup>6</sup> Percentage of portfolio TCE.



# AUSTRALIAN MORTGAGE PORTFOLIO COMPOSITION

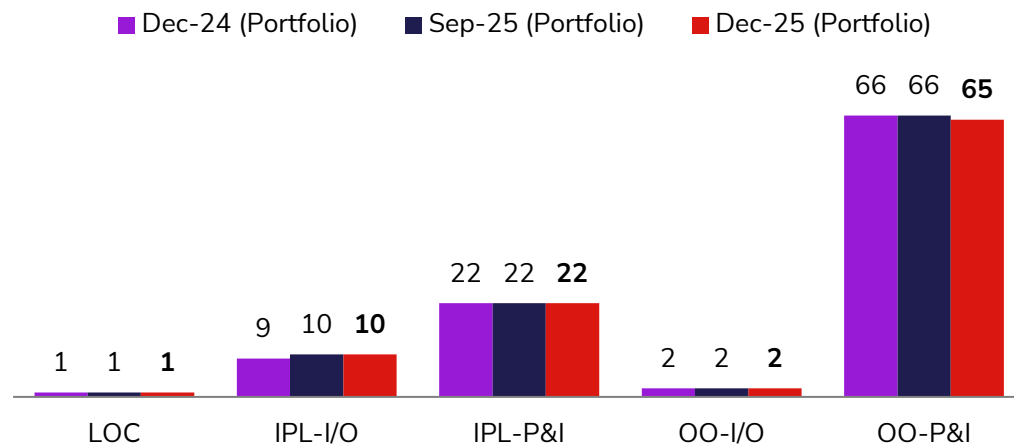
CREDIT QUALITY

Australian mortgage portfolio	Dec-24 balance	Sep-25 balance	Dec-25 balance
Total portfolio (\$bn)	508.3	518.7	<b>529.7</b>
Owner occupied (OO) (%)	68.0	67.8	<b>67.2</b>
Investment property loans (IPL) (%)	31.0	31.4	<b>32.0</b>
Variable rate / Fixed rate (%)	93/7	97/3	<b>97/3</b>
Interest only (I/O) (%)	11.8	12.0	<b>12.2</b>
Proprietary channel (%)	47.3	45.1	<b>44.4</b>
First home buyer (%)	12.2	12.5	<b>12.6</b>
Mortgage insured (%)	11.0	8.8	<b>8.2</b>

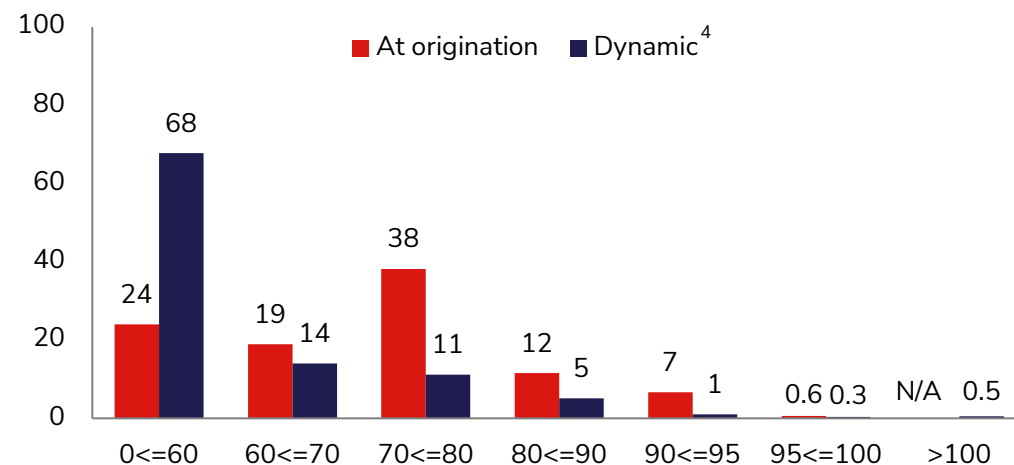
	Dec-24	Sep-25	Dec-25
Average loan size <sup>1</sup> (\$'000)	325	343	<b>350</b>
Customers ahead on repayments including offset account balances (%)			
By accounts	83	85	<b>86</b>
By balances	81	84	<b>85</b>
Hardship <sup>2</sup> balances (% of portfolio)	0.98	0.53	<b>0.54</b>

<sup>1</sup> Average loan size includes amortisation. Calculated at account level, where split loans represent more than one account. <sup>2</sup> Financial hardship assistance is available to customers experiencing temporary financial difficulty, including changes in income due to illness, a relationship breakdown or natural disasters. Hardship assistance often takes the form of a reduction or deferral of repayments for a short period. <sup>3</sup> Loan-to-value ratio. <sup>4</sup> Dynamic LVR is the loan-to-value ratio taking into account the current loan balance, changes in security value, offset account balances and other loan adjustments. Property valuation source Cotality.

## By product and repayment type (%)



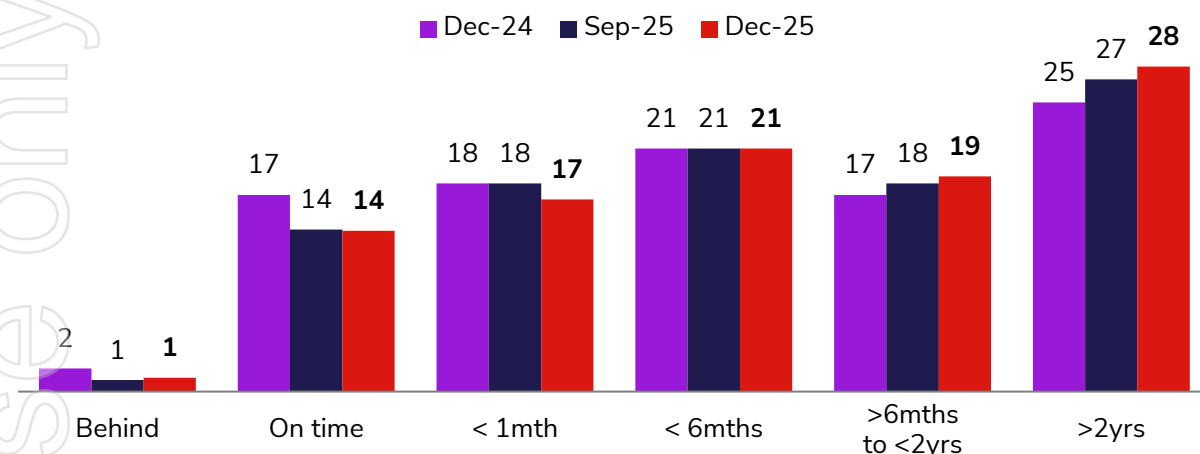
## Portfolio LVR<sup>3</sup> bands (%)



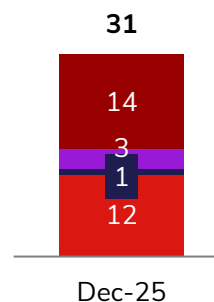
# AUSTRALIAN MORTGAGE PORTFOLIO REPAYMENT BUFFERS

CREDIT QUALITY

## Customers ahead on repayments<sup>1</sup> (% by balances)

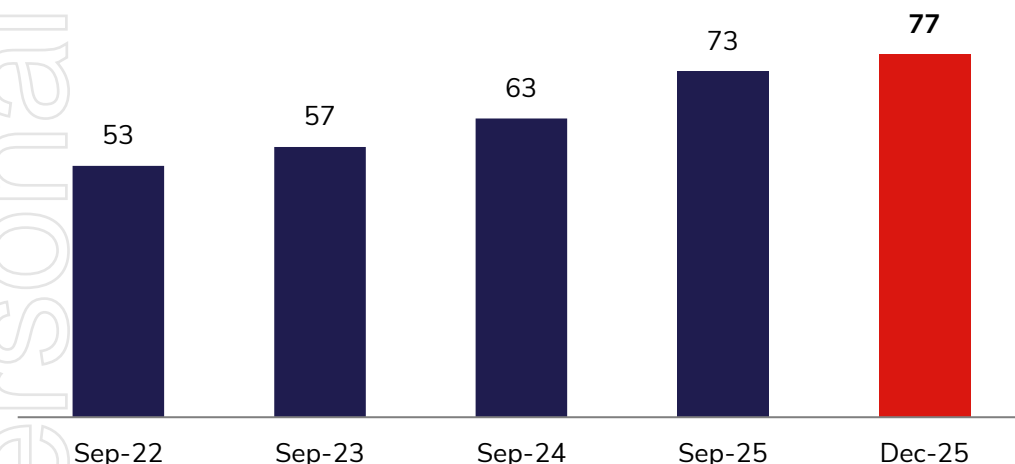


### Loans 'on time' and <1mth ahead

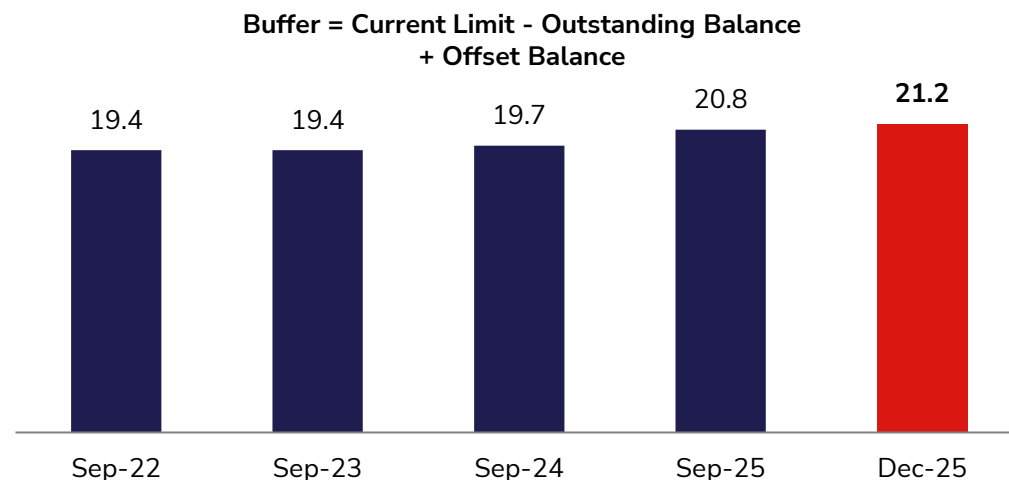


- Investment property loans – generally maintain higher balances for tax purposes
- Accounts opened in the last 12 months
- Structural restrictions on repayments e.g. fixed rate
- Residual – <1 month repayment buffer

## Offset account balances (\$bn)



## Buffer to balance ratio<sup>2</sup> (%)

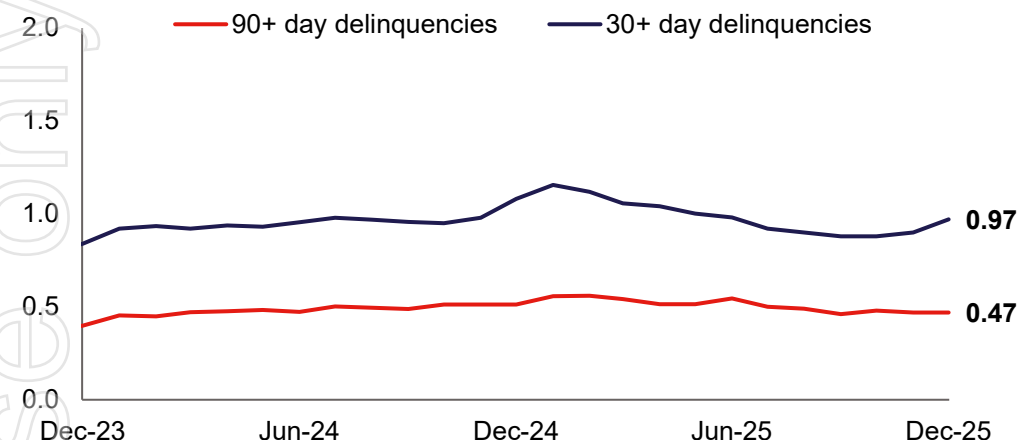


<sup>1</sup> Customer loans ahead on payments exclude equity/line of credit products as there are no scheduled principal payments. Includes mortgage offset accounts. 'Behind' is more than 30 days past due. 'On time' includes up to 30 days past due. Charts may not add due to rounding. <sup>2</sup> Excludes Line of Credit.

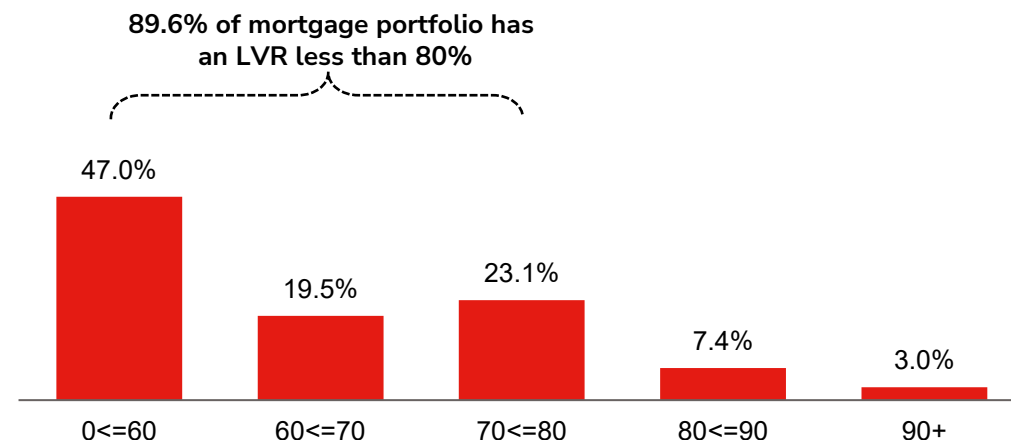
# NEW ZEALAND CREDIT QUALITY

CREDIT QUALITY

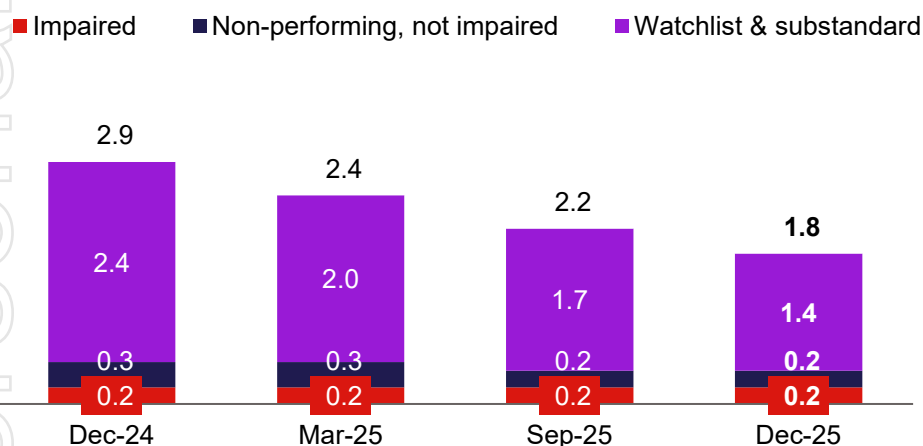
## Mortgage delinquencies (%)



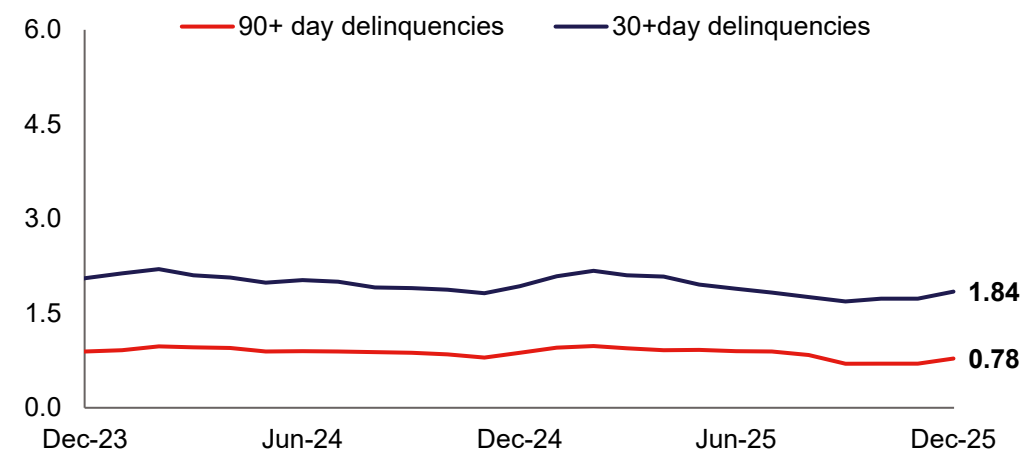
## Mortgage portfolio LVR<sup>2</sup> (% of portfolio)



## Business stressed exposures to business TCE<sup>1</sup> (%)



## Unsecured Consumer delinquencies (%)



<sup>1</sup> Chart may not add due to rounding. <sup>2</sup> LVR based on current exposure and property valuation at the latest credit event.

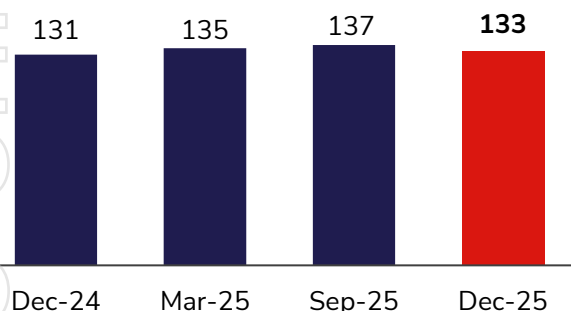
# FUNDING AND LIQUIDITY

FUNDING AND LIQUIDITY

## Key funding and liquidity measures

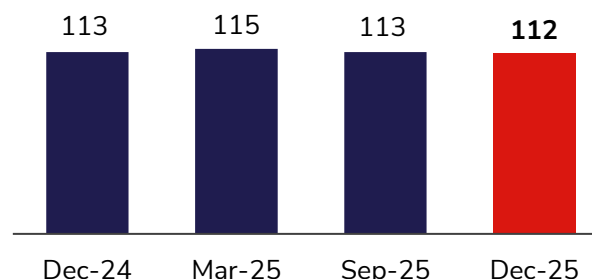
Liquidity coverage ratio (LCR) (%)

Quarterly average



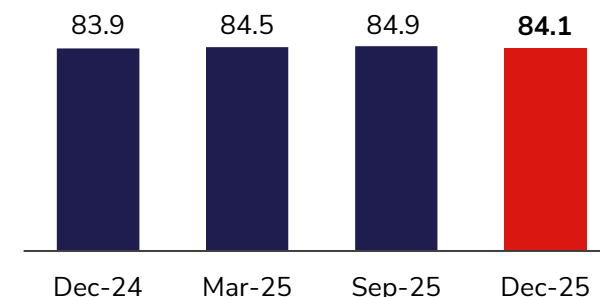
- Quarterly LCR movement reflects a decrease in average liquid assets

Net stable funding ratio (NSFR) (%)



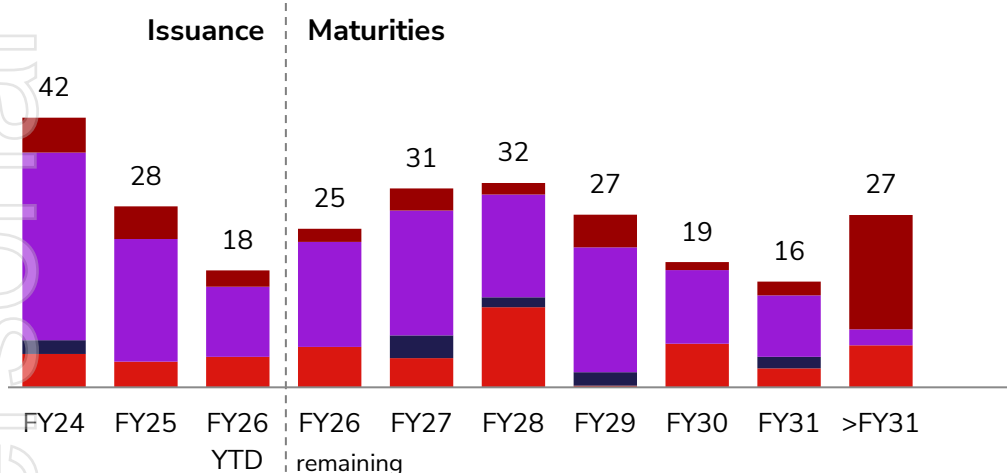
- Movement in the NSFR reflects an increase in required stable funding due to growth in lending

Customer deposits to net loans ratio (D2L) (%)



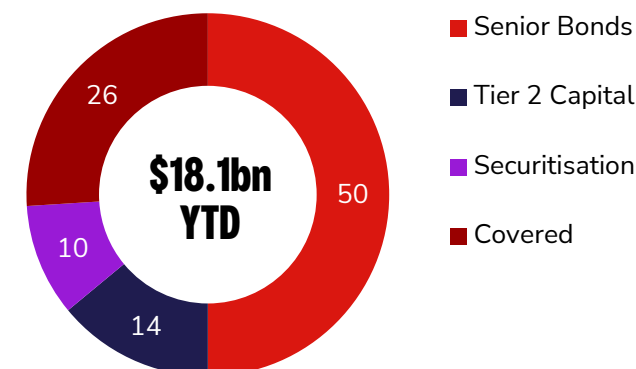
- Lower D2L ratio reflects stronger loan growth compared to customer deposit growth in the quarter

## Term debt issuance and maturity profile<sup>1,2</sup> (\$bn)



- Tier 2 capital
- Senior/Securitisation
- Additional Tier 1 capital
- Covered bond

## Term debt issuance by program<sup>2</sup> (%)



<sup>1</sup> Based on residual maturity and FX spot currency translation. Includes all debt issuance with contractual maturity greater than 13 months excluding US Commercial Paper and Yankee Certificates of Deposit. Contractual maturity date for Additional Tier 1 and callable Tier 2 instruments is the first scheduled conversion date or call date for the purposes of this disclosure. Any early redemption would be subject to prior written approval from APRA, which may or may not be provided. Maturities exclude securitisation amortisation. Data excludes Funding for Lending Programme. <sup>2</sup> Year to date is 1 October 2025 to 12 February 2026.



# APPENDIX 1: NET PROFIT

APPENDIX

\$bn	3Q25	4Q25	2H25 qtr average	1Q26	% movement 1Q26 - 2H25 qtr average
Net interest income	5.0	4.9	5.0	5.0	2%
Non-interest income	0.8	0.8	0.8	0.7	(4%)
<b>Net operating income</b>	<b>5.7</b>	<b>5.7</b>	<b>5.7</b>	<b>5.8</b>	<b>1%</b>
Operating expenses	(2.9)	(3.3)	(3.1)	(3.0)	(5%)
<b>Pre-provision profit</b>	<b>2.8</b>	<b>2.5</b>	<b>2.6</b>	<b>2.8</b>	<b>7%</b>
Impairment charges	(0.1)	(0.1)	(0.1)	(0.1)	44%
Tax and NCI	(0.8)	(0.7)	(0.8)	(0.8)	5%
<b>Net profit excluding Notable Items</b>	<b>1.9</b>	<b>1.6</b>	<b>1.8</b>	<b>1.9</b>	<b>6%</b>
<b>Notable Items (post tax)</b>	<b>-</b>	<b>0.1</b>	<b>-</b>	<b>-</b>	<b>(62%)</b>
<b>Statutory net profit</b>	<b>1.9</b>	<b>1.7</b>	<b>1.8</b>	<b>1.9</b>	<b>5%</b>
<b>ROE<sup>1</sup></b>	<b>10.4%</b>	<b>9.0%</b>	<b>9.7%</b>	<b>10.3%</b>	<b>60 bps</b>
<b>ROTE<sup>1</sup></b>	<b>11.7%</b>	<b>10.1%</b>	<b>10.9%</b>	<b>11.6%</b>	<b>69 bps</b>
<b>NIM<sup>1</sup></b>	<b>1.99%</b>	<b>1.92%</b>	<b>1.95%</b>	<b>1.94%</b>	<b>(1bp)</b>

Table may not add due to rounding

<sup>1</sup> Excludes Notable Items.



# APPENDIX 2: STATUTORY NET PROFIT

APPENDIX

\$b	3Q25	4Q25	2H25 qtr average	1Q26	% movement 1Q26 - 2H25 qtr average
Net interest income	5.0	5.0	5.0	5.0	1%
Non-interest income	0.7	0.8	0.8	0.8	(4%)
<b>Net operating income</b>	<b>5.8</b>	<b>5.8</b>	<b>5.8</b>	<b>5.8</b>	-
Operating expenses	(2.9)	(3.3)	(3.1)	(3.0)	(5%)
<b>Pre-provision profit</b>	<b>2.8</b>	<b>2.5</b>	<b>2.7</b>	<b>2.8</b>	<b>6%</b>
Impairment charges	(0.1)	(0.1)	(0.1)	(0.1)	44%
Tax and NCI	(0.8)	(0.8)	(0.8)	(0.8)	3%
<b>Statutory net profit</b>	<b>1.9</b>	<b>1.7</b>	<b>1.8</b>	<b>1.9</b>	<b>5%</b>
<b>ROE</b>	<b>10.5%</b>	<b>9.3%</b>	<b>9.9%</b>	<b>10.4%</b>	<b>46 bps</b>
<b>ROTE</b>	<b>11.8%</b>	<b>10.5%</b>	<b>11.1%</b>	<b>11.7%</b>	<b>52 bps</b>

Table may not add due to rounding



# APPENDIX 3: ABBREVIATIONS

APPENDIX

AIEA	Average interest earning assets
CAP	Collectively assessed provisions
CET1 capital ratio	Common equity tier one capital ratio
LCR	Liquidity coverage ratio
NIM	Net interest margin
NSFR	Net stable funding ratio
ROE	Return on average equity
ROTE	Return on average tangible equity
RWA	Risk weighted assets
TCE	Total committed exposures



# INVESTOR RELATIONS TEAM – CONTACT US

CONTACT US

**Justin McCarthy**

General Manager, Investor Relations

**Jacqueline Boddy**

Head of Debt Investor Relations

**James Wibberley**

Senior manager, Investor Relations

**Nathan Fontyne**

Senior Analyst, Investor Relations

**Catherine Garcia**

Head of Investor Relations, Institutional

**Lucy Wilson**

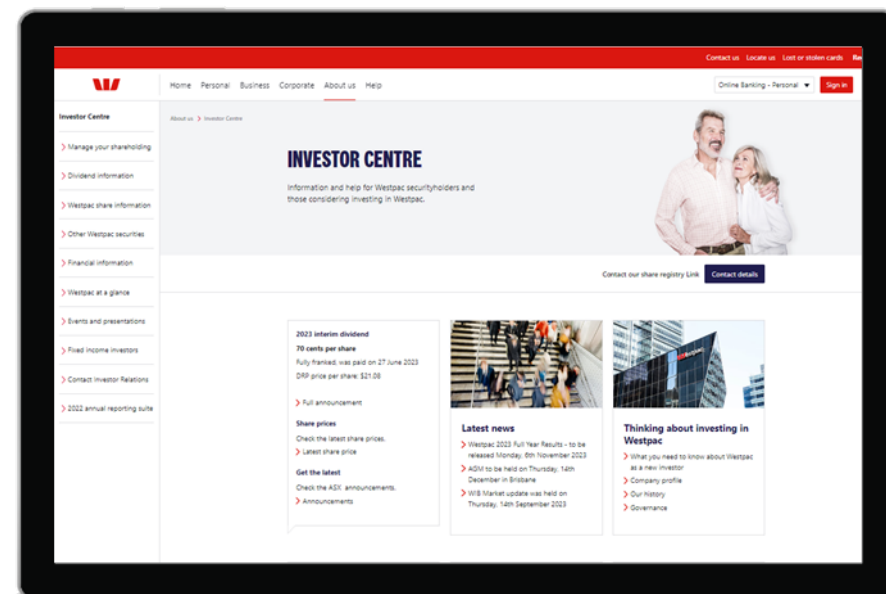
Head of Corporate Reporting and ESG

**Arthur Petratos**

Manager, Shareholder Services

**Bianca Julian**

Graduate, Investor Relations



## INVESTOR RELATIONS CONTACT

For all matters relating to Westpac's **strategy, performance and results**

+61 2 9178 2977

investorrelations@westpac.com.au

westpac.com.au/investorcentre

## SHARE REGISTRY CONTACT

For all shareholding enquiries relating to:

- Address details and communication preferences
- Updating bank account details, and participation in the dividend reinvestment plan

1800 804 255

westpac@cm.mpms.mufig.com

au.investorcentre.mpms.mufig.com



# DISCLAIMER

DISCLAIMER

The material contained in this presentation is intended to be general background information on Westpac Banking Corporation (Westpac) and its activities.

The information is supplied in summary form and is therefore not necessarily complete. It is not intended that it be relied upon as advice to investors or potential investors, who should consider seeking independent professional advice depending upon their specific investment objectives, financial situation or particular needs. The material contained in this presentation may include information derived from publicly available sources that have not been independently verified. No representation or warranty is made as to the accuracy, completeness or reliability of the information.

All amounts are in Australian dollars unless otherwise indicated.

This presentation contains statements that constitute “forward-looking statements” within the meaning of Section 21E of the US Securities Exchange Act of 1934.

Forward-looking statements are statements that are not historical facts. Forward-looking statements appear in a number of places in this presentation and include statements regarding our intent, belief or current expectations with respect to our business and operations, macro and micro economic and market conditions, results of operations and financial condition, capital adequacy, liquidity and risk management, including, without limitation, future loan loss provisions and financial support to certain borrowers, forecasted economic indicators and performance metric outcomes, indicative drivers, climate- and other sustainability-related statements, commitments, targets, projections and metrics, and other estimated and proxy data.

We use words such as ‘will’, ‘may’, ‘expect’, ‘intend’, ‘seek’, ‘would’, ‘should’, ‘could’, ‘continue’, ‘plan’, ‘estimate’, ‘anticipate’, ‘believe’, ‘probability’, ‘indicative’, ‘risk’, ‘aim’, ‘outlook’, ‘forecast’, ‘f’cast’, ‘f’, ‘assumption’, ‘projection’, ‘target’, ‘goal’, ‘guidance’, ‘ambition’, ‘objective’, ‘pursue’ or other similar words to identify forward-looking statements, or otherwise identify forward-looking statements. These forward-looking statements reflect our current views on future events and are subject to change, certain known and unknown risks, uncertainties and assumptions and other factors which are, in many instances, beyond our control (and the control of our officers, employees, agents and advisors), and have been made based on management’s expectations or beliefs concerning future developments and their potential effect upon us.

Forward-looking statements may also be made, verbally or in writing, by members of Westpac’s management or Board in connection with this presentation. Such statements are subject to the same limitations, uncertainties, assumptions and disclaimers set out in this presentation.

There can be no assurance that future developments or performance will align with our expectations or that the effect of future developments on us will be those anticipated. Actual results could differ materially from those we expect or which are expressed or implied in forward-looking statements, depending on various factors including, but not limited to, those described in the sections titled ‘Operating Environment’ and ‘Risk Management’ in our 2025 Annual Report, as well as ‘2025 Risk Factors’ (each available at [www.westpac.com.au](http://www.westpac.com.au)). When relying on forward-looking statements to make decisions with respect to us, investors and others should carefully consider such factors and other uncertainties and events.

Except as required by law, we assume no obligation to revise or update any forward-looking statements contained in this presentation, whether from new information, future events, conditions or otherwise, after the date of this presentation.

We also make statements about our processes and policies (including what they are designed to do) as well as the availability of our systems or product features. Systems, processes and product features can be subject to disruption, and may not always work as intended, so these statements are limited by the factors described in the section titled ‘Risk Management’ in our 2025 Annual Report, as well as ‘2025 Risk Factors’ (each available at [www.westpac.com.au](http://www.westpac.com.au)).

