

Reconciliation of Westpac New Zealand ('Westpac NZ') ¹ Results to Westpac New Zealand Limited ('WNZL') Banking Group Results

Income statement summary reconciliation	Six Months Ended 31-Mar-14	Six Months Ended 30-Sep-13	Six Months Ended 31-Mar-13
\$ millions			
Reconciling items to Net profit attributable to owners of WNZL Banking Group:			
Cash earnings of Westpac New Zealand	432	400	368
Structural differences between Westpac NZ and WNZL Banking Group ²	(42)	(43)	(18)
Intergroup funding and notional charges ³	26	6	(19)
Sale of available-for-sale overseas equity securities ⁴	48	-	-
Taxation and non-controlling interests	(1)	6	11
Net profit attributable to owners of WNZL Banking Group	463	369	342

¹ Westpac NZ is a management divisional view only, and is not the same as WNZL and its controlled entities ('WNZL Banking Group'). The financial results of WNZL Banking Group will be available in WNZL's Disclosure Statement.

² Relates to results of entities included in Westpac NZ but do not form part of WNZL Banking Group and results of entities excluded in Westpac NZ but included in WNZL Banking Group.

³ Relates to differences in treatment of intercompany borrowing and expenses between Westpac NZ and WNZL Banking Group. This also includes internal transfer pricing included in Westpac NZ but excluded from WNZL Banking Group.

⁴ During the six months ended 31 March 2014 WNZL realised a gain of \$48 million upon the sale of \$58 million available-for-sale overseas equity securities. This is excluded in Westpac NZ but included in WNZL Banking Group.