24 August 2018

Analyst
TS Lim 612 8224 2810

Authorisation
Tim Piper 612 8224 2825

Auswide Bank (ABA)

There are no tricks in plain and simple faith

Recommendation
Buy (unchanged)
Price
$5.71
Target (12 months)
$6.20 (previously $5.80)

GICS Sector

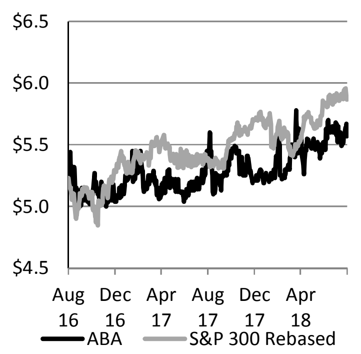
Banks

Expected Return	
Capital growth	**8.6%**
Dividend yield	**6.3%**
Total expected return	**14.9%**
Company Data & Ratios	
Enterprise value	**n/m**
Market cap	**$241m**
Issued capital	**42m**
Free float	**100%**
Avg. daily val. (52wk)	**$93,866**
12 month price range	**$5.07 - $5.89**

Price Performance

	(1m)	(3m)	(12m)
Price (A$)	5.65	5.49	5.30
Absolute (%)	-1.42	1.46	5.09
Rel market (%)	-0.79	-1.06	-3.71

Absolute Price



SOURCE: IRESS

2018: Underlying NPAT $17m, final dividend 18cps

ABA's 2018 result components are as follows: (1) statutory NPAT $18m (BP $18m), +18% pcp; (2) statutory EPS 43cps (BP 43cps), +15% pcp; (3) underlying NPAT $17m (BP $17m), +9% pcp; (4) underlying EPS 41cps (BP 42cps), +6% pcp; (5) fully franked final dividend 18cps (BP 18cps), +1cps pcp; (6) underlying ROE 7.5% (BP 7.6%), +30bp pcp; (7) NIM 1.93% (BP 1.96%), +3bp pcp; (8) underlying CIR 63% (BP 63%), +2% pcp; (9) BDD charge $1.3m/5bp GLA (BP $1.5m/5bp GLA); and (10) CET1 ratio ~12.7% (BP ~12.3%), +60bp pcp.

We consider this another good and clean result from ABA with most indicators being broadly in line with expectations. Underlying NPAT increased by 9% pcp to $17m, supported by good lending volumes, higher NIM, further cost efficiencies and stable asset quality. Given a strong capital position largely from organic capital generation and other initiatives (already ahead of APRA "unquestionably strong" requirement of at least 8.5%, that would fund 15% additional loan growth), ABA has increased the final dividend by 1cps to 18cps (~82% payout ratio, DRP suspended). The difference between underlying NPAT and statutory NPAT relates to the sale of the MoneyPlace investment (total $0.8m).

Price target increased to $6.20, Buy rating maintained

Our outer year cash NPAT forecasts are increased by 1-2% mainly due to lower operating expenses and loan impairment charges. Inclusive of DCF rollover for another six months, the price target is increased by ~7% to $6.20 (previously $5.80). ABA's Buy rating is maintained based on further cost efficiencies (targeting 60% CIR over three years), capital strength, healthy lending pipeline (targeting above system growth in home, consumer and business lending, and cherry-picking the major players).

Earnings Forecast

Year end 30 June	2018	2019e	2020e	2021e
NPAT (statutory) (A$m)	17.9	18.9	20.2	22.0
NPAT (underlying) (A$m)	17.1	18.9	20.2	22.0
EPS (underlying) (A¢)	41	45	48	52
EPS (underlying) growth (%)	6%	9%	7%	8%
PER (x)	13.9	12.8	11.9	11.0
P/Book (x)	1.0	1.0	1.0	1.0
P/NTA (x)	1.3	1.2	1.2	1.2
Dividend (A¢)	34	36	38	41
Yield (%)	5.9%	6.3%	6.7%	7.1%
ROE (%)	7.5%	8.0%	8.4%	8.9%
NIM (%)	1.93%	1.91%	1.90%	1.90%
Franking (%)	100.0%	100.0%	100.0%	100.0%

SOURCE: BELL POTTER SECURITIES ESTIMATES

There are no tricks in plain and simple faith

2018: Underlying NPAT $17m, final dividend 18cps

ABA's 2018 result components are as follows:

1. Statutory NPAT $18m (BP $18m), +18% pcp;
2. Statutory EPS 43cps (BP 43cps), +15% pcp;
3. Underlying NPAT $17m (BP $17m), +9% pcp;
4. Underlying EPS 41cps (BP 42cps), +6% pcp;
5. Fully franked final dividend 18cps (BP 18cps), +1cps pcp;
6. Underlying ROE 7.5% (BP 7.6%), +30bp pcp;
7. NIM 1.93% (BP 1.96%), +3bp pcp;
8. Underlying CIR 63% (BP 63%), +2% pcp;
9. BDD charge $1.3m/5bp GLA (BP $1.5m/5bp GLA); and
10. CET1 ratio ~12.7% (BP ~12.3%), +60bp pcp.

We consider this another good and clean result from ABA with most indicators being broadly in line with expectations. Underlying NPAT increased by 9% pcp to $17m, supported by good lending volumes, higher NIM, further cost efficiencies and stable asset quality. Given a strong capital position largely from organic capital generation and other initiatives (already ahead of APRA "unquestionably strong" requirement of at least 8.5%, that would fund 15% additional loan growth), ABA has increased the final dividend by 1cps to 18cps (~82% payout ratio, DRP suspended). The difference between underlying NPAT and statutory NPAT relates to the sale of the MoneyPlace investment (total $0.8m).

Figure 1 – Good result despite sector challenges

FY 2018 Growth in
Loan Book, NIM, EPS and Dividend

		FY18	FY17	Change
NPAT	Underlying	$17.108m	$15.691m	↑ 9.0%
NPAT	Statutory	$17.886m	$15.149m	↑ 18.1%
Loan Book		$2.911b	$2.773b	↑ 5.0%
Net Interest Revenue		$61.020m	$57.509m	↑ 6.1%
NIM		193bp	190bp	↑ 3bp
Final dividend per share (fully franked)		18.0c	17.0c	↑ 1.0c
Total dividend per share (fully franked)		34.0c	31.0c	↑ 3.0c
EPS	Underlying	41.0c	38.7c	↑ 2.3c
EPS	Statutory	42.8c	37.3c	↑ 5.5c
ROE	Underlying	7.5%	7.2%	↑ 0.3%
ROE	Statutory	7.8%	6.9%	↑ 0.9%
ROTE	Underlying	9.5%	9.2%	↑ 0.3%
ROTE	Statutory	9.9%	8.9%	↑ 1.0%
Underlying Cost to Income Ratio		63.3%	65.2%	↓ 1.9%

FULL YEAR RESULTS – 2017/18 auswidebank.com.au 6

SOURCE: COMPANY DATA

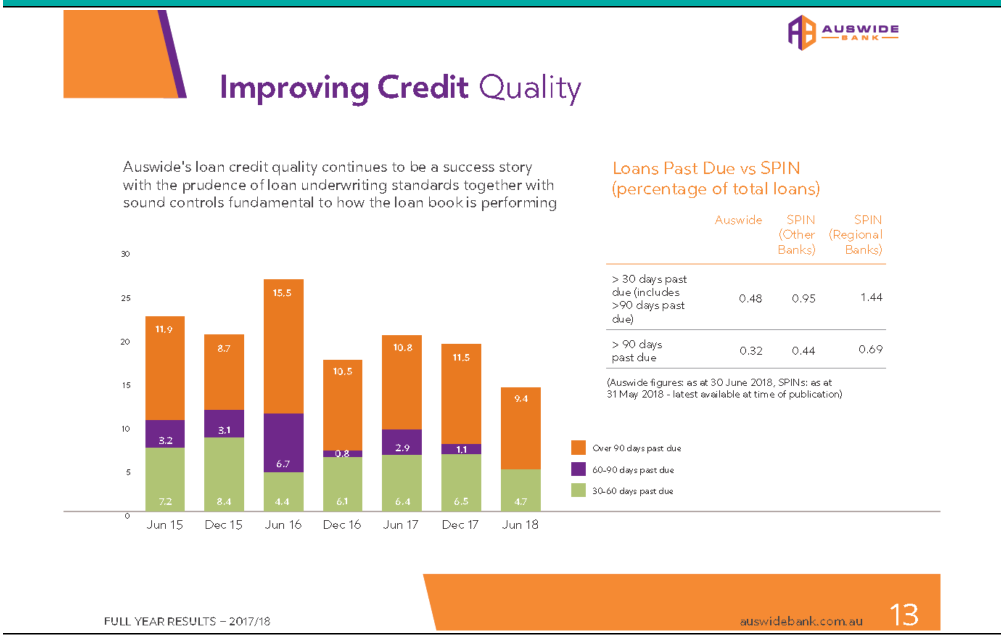
ABA's top line increased by ~5% pcp to $70m, with NIE up by 6% pcp to $61m and supported by strong volume growth (home loans +4% pcp to $2,747m from higher approvals and settlements, business loans +11% pcp to $120m and consumer loans +52% pcp although from a low base to $44m) and 3bp pcp higher NIM to 1.93% (spread +3bp pcp to 1.79%).

The slight improvement in NIM and spreads was due to home loan repricing in response to higher wholesale funding costs (interbank funding +5bp pcp, FRN +2bp pcp) and lower customer deposit costs (-12bp pcp). ABA expects NIM to be stable across the financial year we take this to mean further reliance repricing home loans and optimising the funding mix.

Other income from banking activities was ~2% pcp lower at ~$9m. The decline was not as severe as experienced in the sector and perhaps this was due to a stickier customer base (i.e. fewer customers switching to lower fee products and immaterial impact of changes to card interchange and ATM fees we suspect).

Operating expenses increased by ~1% to $45m with higher staff and D&A expenses more than offsetting lower outgoing fees and commissions and flat G&A expenses. As a result, "Jaws" was positive 4% in 2018. Finally, the BDD charge of $1.3m remains low relative to the sector at 5bp of GLA.

Figure 2 – Asset quality in good shape



SOURCE: COMPANY DATA

Price target increased to $6.20, Buy rating maintained

Our outer year cash NPAT forecasts are increased by 2% mainly due to lower operating expenses and loan impairment charges. Inclusive of DCF rollover for another six months, the price target is increased by ~7% to $6.20 (previously $5.80). ABA's Buy rating is maintained based on further cost efficiencies (targeting 60% CIR over three years), capital strength, healthy lending pipeline (targeting above system growth in home, consumer and business lending, and cherry-picking the major players).

Table 1 – Estimate changes

(A$m)	2019e			2020e			2021e		
	Old	New	Change	Old	New	Change	Old	New	Change
NPAT (statutory)	18.9	18.9	0%	20.2	20.2	0%	21.6	22.0	2%
NPAT (underlying)	18.9	18.9	0%	20.2	20.2	0%	21.6	22.0	2%
EPS (underlying) (cps)	45	45	0%	48	48	0%	51	52	2%
EPS growth (%)	7.8%	9.4%	2%	7.1%	7.4%	0%	7.0%	8.4%	1%
DPS (cps)	36	36	0%	38	38	0%	41	41	0%
ROE (%)	8.1%	8.0%	0%	8.5%	8.4%	0%	8.9%	8.9%	0%

SOURCE: COMPANY DATA AND BELL POTTER SECURITIES ESTIMATES

Table 2 – Outlook

SOURCE: COMPANY DATA AND BELL POTTER SECURITIES ESTIMATES

Auswide Bank

Company description

ABA, formerly Wide Bay Australia Ltd, is Australia's 10th and QLD's 3rd listed bank. The QLD-based bank has a national omni-channel reach through its QLD branches, a national ATM and Bank@Post distribution network, and online and digital channels via strategic relationships such as mortgage brokers. The bank provides an extensive range of personal and business banking products and services issued directly or in partnership with leading national service providers.

Board/Management

(1) Professor John Humphrey (Chairman) – Former Senior Partner, Mallesons Stephen Jacques; (2) Martin Barrett (Managing Director); (3) Bill Schafer (Chief Financial Officer); (4) Craig Lonergan (Chief Risk Officer); (5) Steve Caville (Chief Information Officer).

Investment strategy

This is largely based on ABA as a challenger regional bank in Central QLD.

Valuation

The price target reflects a blended valuation comprising the company's DCF value ($7.50 incorporating 10.0% cost of equity, 3% terminal growth rate and 10.0% target Tier 1 requirement, 40% weighting), dividend yield valuation ($5.10 based on 6.8% required yield, 30% weighting) and PB valuation ($5.80 based on long term ROE of ~10%, 30% weighting).

SWOT analysis

Strengths

Experienced management; strong service culture and brand; deep understanding of the customer base and the nuts and bolts of regional/community banking; irreplaceable branch network; IT capabilities; and presence in fast growing banking catchment areas.

Weaknesses

Sub-scale and heavily reliant on regional lending pickup; and lack of revenue and regional diversification.

Opportunities

SME/business banking initiatives; credit growth based on QLD rebuilding opportunities; efficiency gains through streamlining systems and processes; and M&A opportunities – e.g. tie up with other sub-scale building societies and credit unions.

Threats

Macroeconomic factors (such as slowing credit growth) and increased competition specifically from SUN, BEN, BOQ and any of the majors on the domestic front (e.g. in retail and wholesale banking and wealth management).

Auswide Bank
as at 24 August 2018

Recommendation	Buy
Price	$5.71
Target (12 months)	$6.20

Table 3 – Financial summary

Auswide Bank		**Share Price (A$)**	**5.71**
As at	24-Aug-18	**Market Cap (A$M)**	**241**

PROFIT AND LOSS

Y/e June 30 ($m)	**2017**	**2018**	**2019e**	**2020e**	**2021e**
Net interest income	57.5	61.0	62.2	64.9	68.0
Fees and commissions	9.1	8.9	9.3	9.7	10.2
Total banking income	**66.6**	**69.9**	**71.5**	**74.6**	**78.1**
Premium revenue (MRM)	0.0	0.0	0.0	0.0	0.0
Share of profit of FTSPL	0.0	0.0	0.0	0.0	0.0
Other revenue	0.7	0.5	0.0	0.0	0.0
Sign up payment	0.0	0.0	0.0	0.0	0.0
Total operating income	**67.3**	**70.4**	**71.5**	**74.6**	**78.1**
Fees and commissions	-9.6	-8.8	-8.3	-8.7	-9.1
SAW	-18.9	-19.4	-19.4	-19.6	-19.8
Depreciation expense	-1.9	-2.0	-2.0	-2.0	-2.0
Amortisation expense (assume acquisition costs of $2,038,922)	-0.7	-0.7	-1.4	-1.4	-1.4
G&A expenses	-13.3	-13.7	-13.7	-13.8	-14.0
Underwriting expenses	0.0	0.0	0.0	0.0	0.0
Impairment expenses/one-offs	0.0	0.0	0.0	0.0	0.0
Bad and doubtful debts expense	-1.0	-1.3	-1.5	-1.9	-2.3
Net profit before income tax	**21.9**	**24.4**	**25.2**	**27.2**	**29.6**
Corporate tax expense	-6.7	-7.4	-7.6	-8.2	-8.9
Other	-0.1	0.8	1.2	1.2	1.2
NPAT (statutory basis)	**15.1**	**17.9**	**18.9**	**20.2**	**22.0**
Adjustments					
- Sign up payment	0.0	0.0	0.0	0.0	0.0
- Impairment expenses/one-offs	0.0	0.0	0.0	0.0	0.0
- One-offs	0.5	-0.8	0.0	0.0	0.0
NPAT (underlying basis)	**15.7**	**17.1**	**18.9**	**20.2**	**22.0**

CASHFLOW

Y/e June 30 ($m)	**2017**	**2018**	**2019e**	**2020e**	**2021e**
NPAT (statutory basis)	15.1	17.9	18.9	20.2	22.0
Increase in loans	-106.8	-132.3	-130.8	-136.7	-142.8
Increase in other assets	-51.2	30.7	-22.4	-24.3	-26.2
Capital expenditure	0.9	-1.0	-0.5	-0.5	-0.5
Investing cashflow	**-157.1**	**-102.6**	**-153.7**	**-161.4**	**-169.5**
Increase in deposits & borrowings	120.7	142.2	122.3	128.5	134.9
Increase in other liabilities	89.4	-95.0	27.2	28.3	29.3
Ordinary equity raised	0.0	0.0	0.0	0.0	0.0
Other	-15.9	3.7	-14.6	-15.6	-16.6
Financing cashflow	**194.2**	**51.0**	**134.9**	**141.2**	**147.6**
Net change in cash	52.3	-33.7	0.0	0.0	0.0
Cash at end of period	**120.1**	**86.4**	**86.4**	**86.4**	**86.4**

BALANCE SHEET

Y/e June 30 ($m)	**2017**	**2018**	**2019e**	**2020e**	**2021e**
Cash and liquid assets	120.1	86.4	86.4	86.4	86.4
Divisional gross loans	2,777.5	2,910.8	3,041.8	3,178.7	3,321.8
Provisions	-4.3	-5.3	-5.5	-5.7	-5.9
Other gross loans / inter div.	0.0	0.0	0.0	0.0	0.0
Other IEA	310.4	275.0	297.4	321.7	347.9
Intangibles	56.9	48.3	48.3	48.3	48.3
PP&E	14.6	15.6	16.0	16.5	17.0
Insurance assets	0.0	0.0	0.0	0.0	0.0
Other assets	14.7	19.5	19.5	19.5	19.5
Total assets	**3,290.0**	**3,350.3**	**3,504.0**	**3,665.4**	**3,835.0**
Divisional deposits	2,304.6	2,446.8	2,569.2	2,697.6	2,832.5
Other borrowings	736.0	635.2	662.3	690.6	720.0
Other liabilities	25.6	31.5	31.5	31.5	31.5
Total liabilities	**3,066.3**	**3,113.5**	**3,263.0**	**3,419.8**	**3,584.0**
Ordinary share capital	184.8	191.6	191.6	191.6	191.6
Other equity instruments	0.0	0.0	0.0	0.0	0.0
Reserves	11.6	12.8	12.8	12.8	12.8
GRCL	2.4	2.4	2.5	2.6	2.7
Retained profits	23.7	29.9	34.0	38.6	43.8
Minority interests	1.3	0.0	0.0	0.0	0.0
Total shareholders' equity	**223.7**	**236.7**	**241.0**	**245.6**	**251.0**
Total sh. equity & liabs.	**3,290.0**	**3,350.3**	**3,504.0**	**3,665.4**	**3,835.0**
WANOS - statutory (m)	**40.6**	**41.8**	**42.1**	**42.1**	**42.1**
WANOS - normalised (m)	**40.6**	**41.8**	**42.1**	**42.1**	**42.1**

VALUATION DATA

Y/e June 30	**2017**	**2018**	**2019e**	**2020e**	**2021e**
NPAT (normalised) ($m)	15.7	17.1	18.9	20.2	22.0
EPS (statutory basis) (cps)	37	43	45	48	52
- Growth	20%	15%	5%	7%	8%
EPS (underlying basis) (cps)	39	41	45	48	52
- Growth	3%	6%	9%	7%	8%
P / E ratio (times)	14.8	13.9	12.8	11.9	11.0
P / Book ratio (times)	1.1	1.0	1.0	1.0	1.0
P / NTA ratio (times)	1.4	1.3	1.2	1.2	1.2
Net DPS (cps)	31	34	36	38	41
Yield	5.4%	5.9%	6.3%	6.7%	7.1%
Franking	100%	100%	100%	100%	100%
Payout (cash basis)	80%	82%	80%	80%	78%

CAPITAL ADEQUACY

Y/e June 30	**2017**	**2018**	**2019e**	**2020e**	**2021e**
Risk weighted assets ($m)	1,289.9	1,375.4	1,417.4	1,485.3	1,556.6
Average risk weight	41%	43%	42%	42%	42%
Tier 1 ratio	**12.1%**	**12.7%**	**12.6%**	**12.3%**	**12.0%**
CET1 capital ratio	**12.1%**	**12.7%**	**12.6%**	**12.3%**	**12.0%**
Total capital ratio	14.4%	14.9%	14.7%	14.3%	13.9%
Equity ratio	6.8%	7.1%	6.9%	6.7%	6.5%

PROFITABILITY RATIOS

Y/e June 30	**2017**	**2018**	**2019e**	**2020e**	**2021e**
Return on assets (underlying)	0.5%	0.5%	0.5%	0.6%	0.6%
Return on equity (underlying)	**7.2%**	**7.5%**	**8.0%**	**8.4%**	**8.9%**
Leverage ratio	4.8%	5.3%	5.2%	5.0%	4.9%
Net interest margin	**1.90%**	**1.93%**	**1.91%**	**1.90%**	**1.90%**
Cost / income ratio	66%	63%	63%	61%	59%
Cost / average assets	1.39%	1.35%	1.29%	1.25%	1.22%
Growth in operating income	7%	5%	2%	4%	5%
Growth in operating expenses	-4%	1%	0%	2%	2%
Jaws	**11%**	**4%**	**1%**	**3%**	**3%**
Effective tax rate	31%	30%	30%	30%	30%

ASSET QUALITY

Y/e June 30	**2017**	**2018**	**2019e**	**2020e**	**2021e**
Impairment expense / GLA	0.04%	0.05%	0.05%	0.06%	0.07%
Impairment expense / RWA	0.08%	0.10%	0.11%	0.13%	0.15%
Total provisions + GRCL ($m)	**6.7**	**7.7**	**7.9**	**8.3**	**8.6**
Total provisions + GRCL / RWA	0.52%	0.56%	0.56%	0.56%	0.56%
Total provisions + GRCL / loans	0.24%	0.26%	0.26%	0.26%	0.26%
Indiv ass prov / gross imp assets	62%	31%	31%	31%	31%
IBL / IEA	99%	97%	97%	97%	97%

INTERIMS

	2H16	**1H17**	**2H17**	**1H18**	**2H18**
Net interest income	27.4	28.3	29.2	30.7	30.3
Fees and commissions	4.2	4.6	4.4	4.4	4.5
Total banking income	**31.5**	**32.9**	**33.7**	**35.1**	**34.8**
Premium revenue (MRM)	0.0	0.0	0.0	0.0	0.0
Share of profit of FTSPL	0.0	0.0	0.0	0.0	0.0
Other revenue	0.0	0.0	0.7	0.0	0.5
Sign up payment	0.0	0.0	0.0	0.0	0.0
Total operating income	**31.5**	**32.9**	**34.4**	**35.1**	**35.3**
Fees and commissions	-6.2	-3.1	-6.5	-6.7	-2.2
SAW	-10.5	-8.5	-10.4	-8.5	-10.9
Depreciation expense	-0.8	-0.9	-1.0	-0.9	-1.1
Amortisation expense (assume acquisition costs of $2,038,922)	-0.4	0.0	-0.7	0.0	-0.7
G&A expenses	-4.8	-9.4	-3.9	-6.2	-7.5
Underwriting expenses	0.0	0.0	0.0	0.0	0.0
Impairment expenses/one-offs	0.0	0.0	0.0	-0.7	0.7
Bad and doubtful debts expense	-0.3	-0.4	-0.6	-0.7	-0.6
Net profit before income tax	**8.5**	**10.6**	**11.3**	**11.4**	**13.0**
Corporate tax expense	-3.2	-3.3	-3.4	-3.6	-3.8
Other	0.3	0.0	-0.1	0.2	0.6
NPAT (statutory basis)	**5.6**	**7.3**	**7.8**	**8.1**	**9.8**
Adjustments	0.0	0.0	0.0	0.0	0.0
- Sign up payment	0.0	0.0	0.0	0.0	0.0
- Impairment expenses/one-offs	1.6	0.0	0.0	0.0	0.0
- One-offs	0.0	0.0	0.5	0.0	-0.8
NPAT (underlying basis)	**7.3**	**7.3**	**8.4**	**8.1**	**9.0**

SOURCE: BELL POTTER SECURITIES ESTIMATES

Recommendation structure

Buy: Expect >15% total return on a 12 month view. For stocks regarded as 'Speculative' a return of >30% is expected.

Hold: Expect total return between -5% and 15% on a 12 month view

Sell: Expect <-5% total return on a 12 month view

Speculative Investments are either start-up enterprises with nil or only prospective operations or recently commenced operations with only forecast cash flows, or companies that have commenced operations or have been in operation for some time but have only forecast cash flows and/or a stressed balance sheet.

Such investments may carry an exceptionally high level of capital risk and volatility of returns.

Research Team

Staff Member	Title/Sector	Phone	@bellpotter.com.au
TS Lim	Head of Research	612 8224 2810	tslim
Industrials			
Sam Haddad	Industrials	612 8224 2819	shaddad
Chris Savage	Industrials	612 8224 2835	csavage
Jonathan Snape	Industrials	613 9235 1601	jsnape
Tim Piper	Industrials	612 8224 2825	tpiper
John Hester	Healthcare	612 8224 2871	jhester
Tanushree Jain	Healthcare/Biotech	612 8224 2849	tnjain
Financials			
TS Lim	Banks/Regionals	612 8224 2810	tslim
Lafitani Sotiriou	Diversified	613 9235 1668	lsotiriou
Resources			
Peter Arden	Resources	613 9235 1833	parden
David Coates	Resources	612 8224 2887	dcoates
Stuart Howe	Resources	613 9235 1856	showe
Analysts			
James Filius	Analyst	613 9235 1612	jfilius
Alex McLean	Analyst	612 8224 2886	amclean
Damien Williamson	Analyst	613 9235 1958	dwilliamson

Bell Potter Securities Limited
ACN 25 006 390 7721
Level 38, Aurora Place
88 Phillip Street, Sydney 2000
Telephone +61 2 9255 7200
www.bellpotter.com.au

The following may affect your legal rights:

DISCLAIMER

This document is a private communication to clients and is not intended for public circulation or for the use of any third party, without the prior approval of Bell Potter Securities Limited. In the USA and the UK this research is only for institutional investors. It is not for release, publication or distribution in whole or in part to any persons in the two specified countries. In Hong Kong this research is being distributed by Bell Potter Securities (HK) Limited which is licensed and regulated by the Securities and Futures Commission, Hong Kong. This is general investment advice only and does not constitute personal advice to any person. Because this document has been prepared without consideration of any specific client's financial situation, particular needs and investment objectives ('relevant personal circumstances'), a Bell Potter Securities Limited investment adviser (or the financial services licensee, or the representative of such licensee, who has provided you with this report by arrangement with Bell Potter Securities Limited) should be made aware of your relevant personal circumstances and consulted before any investment decision is made on the basis of this document.

While this document is based on information from sources which are considered reliable, Bell Potter Securities Limited has not verified independently the information contained in the document and Bell Potter Securities Limited and its directors, employees and consultants do not represent, warrant or guarantee, expressly or impliedly, that the information contained in this document is complete or accurate. Nor does Bell Potter Securities Limited accept any responsibility for updating any advice, views opinions, or recommendations contained in this document or for correcting any error or omission which may become apparent after the document has been issued.

Except insofar as liability under any statute cannot be excluded. Bell Potter Securities Limited and its directors, employees and consultants do not accept any liability (whether arising in contract, in tort or negligence or otherwise) for any error or omission in this document or for any resulting loss or damage (whether direct, indirect, consequential or otherwise) suffered by the recipient of this document or any other person.

DISCLOSURE

Bell Potter Securities Limited, its employees, consultants and its associates within the meaning of Chapter 7 of the Corporations Law may receive commissions, underwriting and management fees from transactions involving securities referred to in this document (which its representatives may directly share) and may from time to time hold interests in the securities referred to in this document.

TS Lim owns 2,513 shares in ABA.

ANALYST CERTIFICATION

Each research analyst primarily responsible for the content of this research report, in whole or in part, certifies that with respect to each security or issuer that the analyst covered in this report: (1) all of the views expressed accurately reflect his or her personal views about those securities or issuers and were prepared in an independent manner and (2) no part of his or her compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed by that research analyst in the research report.