



Annual Results Announcement

27 July 2006

What We Said Last Year

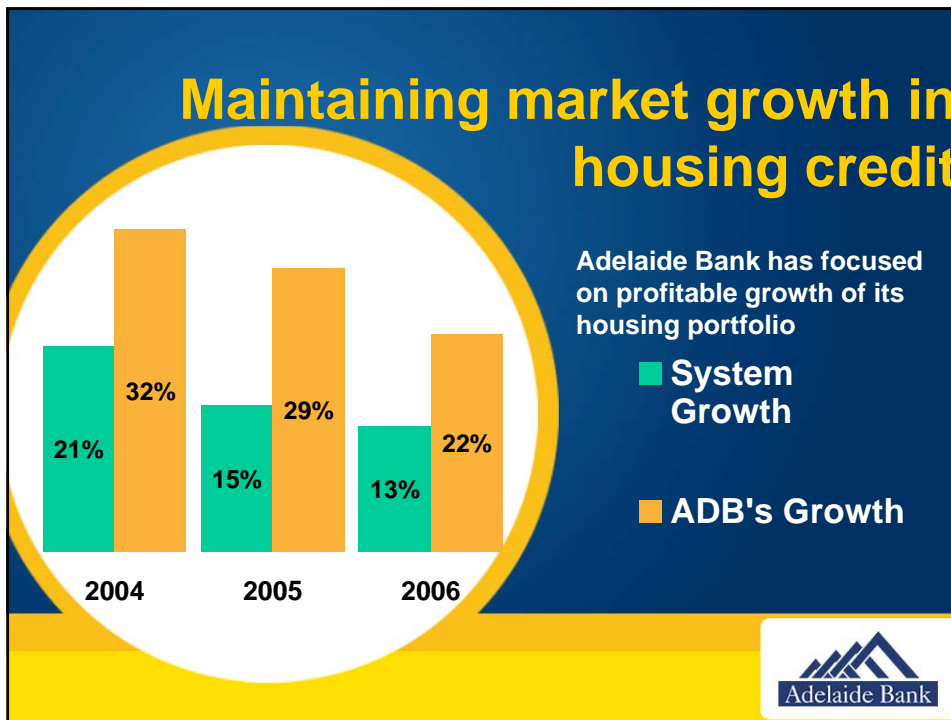
- Maintain top quartile credit position
- Achieve:
 - Cash earnings per share growth of more than 10% from a diversified revenue base
 - Cost to income ratio of 46% by 2008



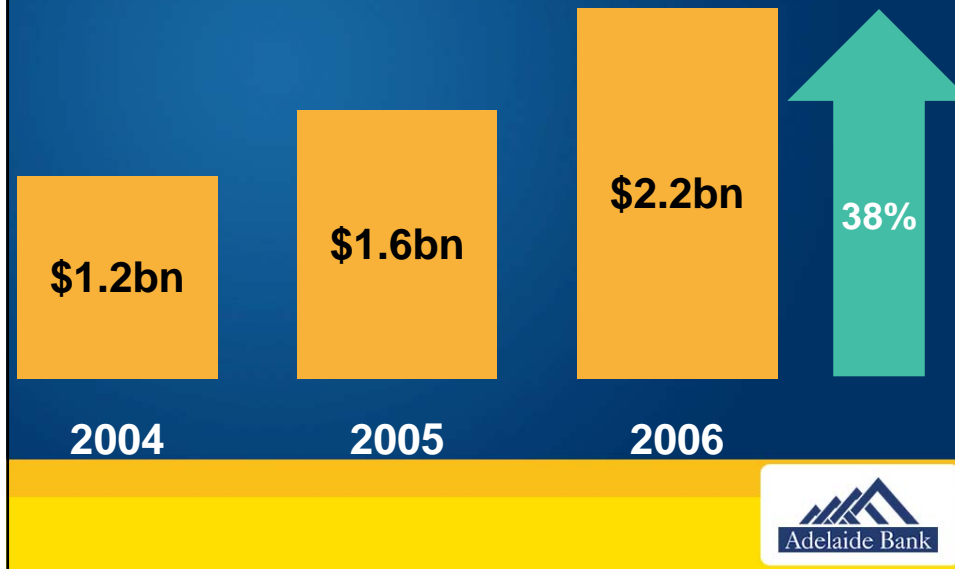
Growth in Loans Under Management Continues...



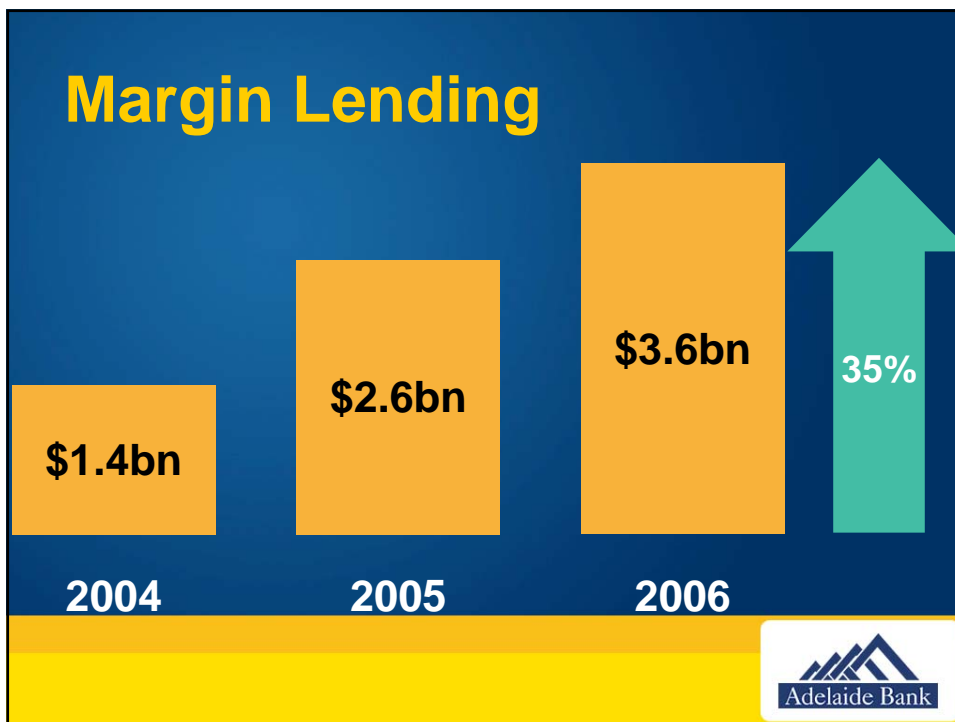
Maintaining market growth in housing credit



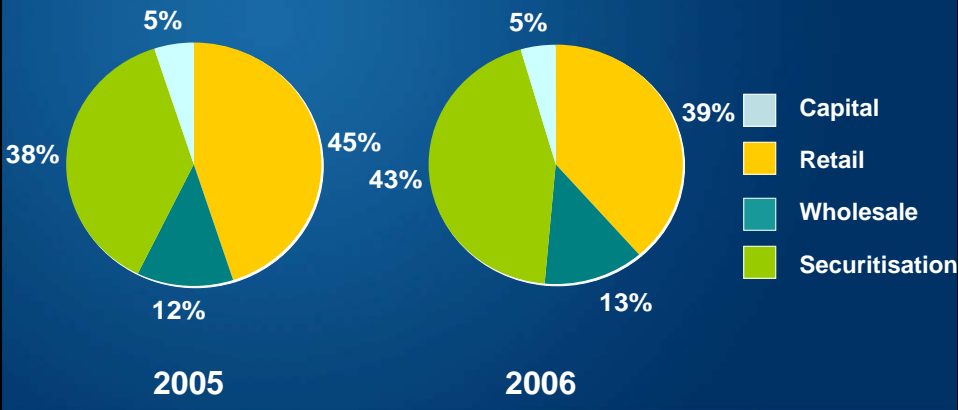
Business Lending



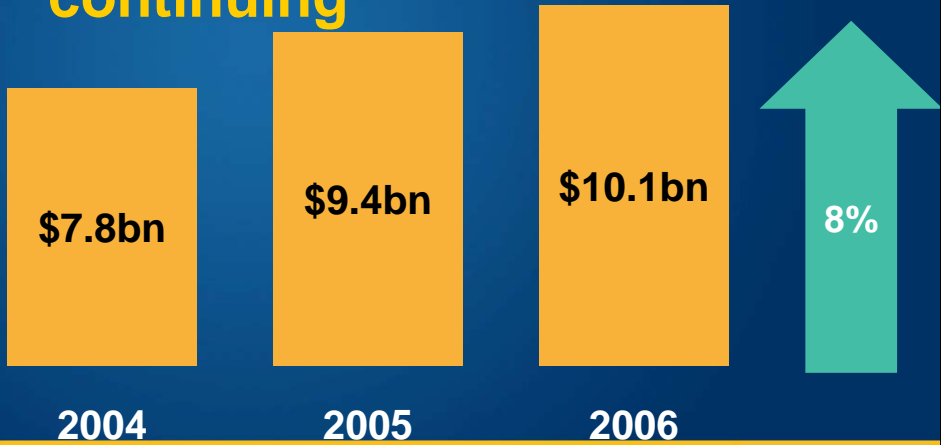
Margin Lending



Diverse funding base



Retail Deposit growth continuing



Credit Quality

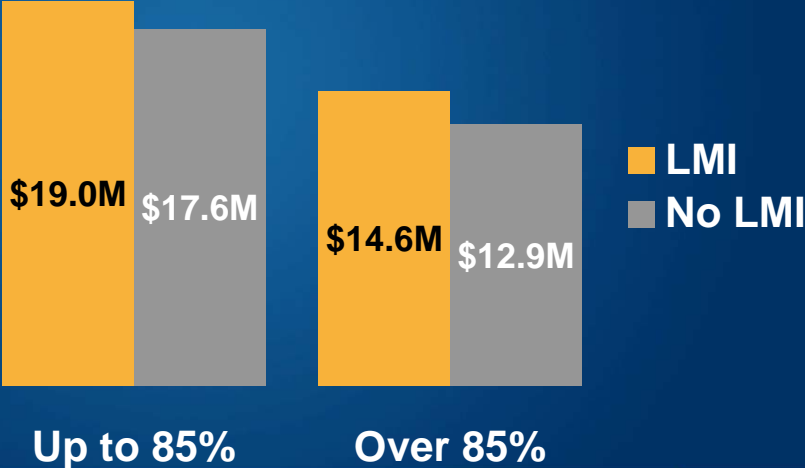
| | Portfolio | Non-accruals | |
|-------------------|-------------|--------------|-------------|
| | \$bn | \$M | % |
| Residential | 8.3 | 19.7 | 0.24 |
| Business Banking | 1.4 | 1.3 | 0.10 |
| Portfolio Funding | 0.8 | 0.0 | - |
| Consumer | 0.2 | 2.6 | 1.05 |
| Margin Lending | 0.9 | 0.0 | - |
| TOTAL | 11.6 | 23.6 | 0.20 |



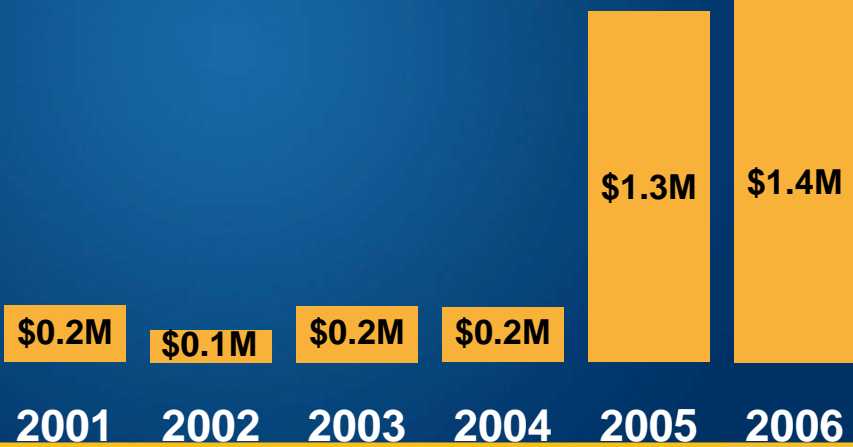
Residential Loan Arrears



Residential Loan Arrears



Residential Credit Loss History



Profit after tax on a comparable cash basis



Cost to Income Ratio



Earnings Per Share

Strategic
Target

Achieved

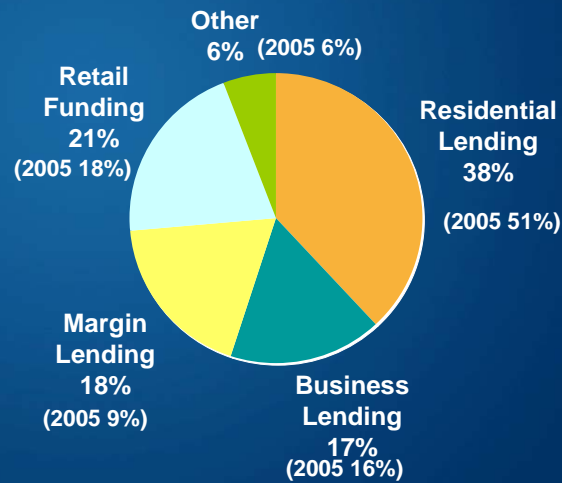
Growth in EPS

>10%

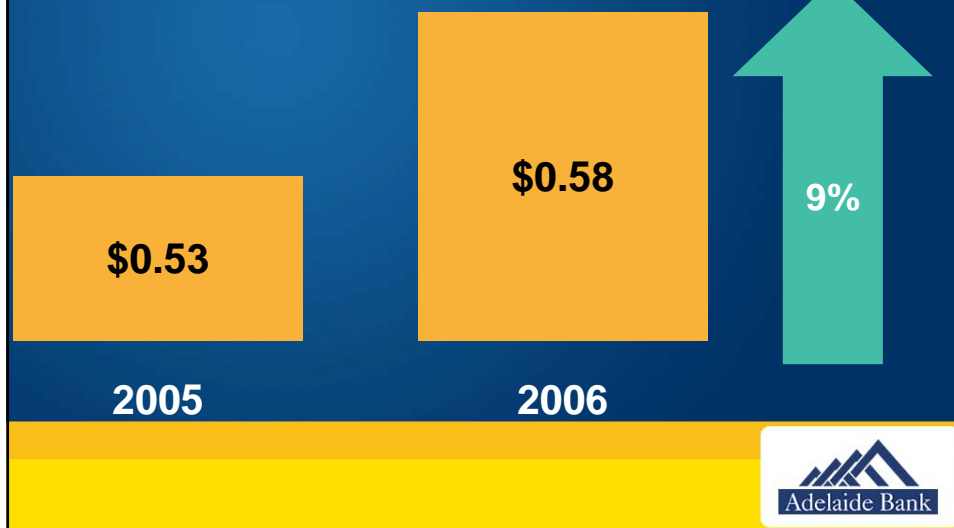
13%



Diversified Profit Base



Rewarding shareholders with increased dividends



..In Summary

- Large markets
- Small market share
- National distribution by partners
- Efficient business model



..and Assisting the Community

- Adelaide Bank Charitable Foundation
- Sponsorships
 - Adelaide Bank Festival of Arts
 - Adelaide Bank Emergency Services helicopter
 - Oakbank
 - Helpmann Academy
 - State Opera
 - Housing & Real Estate Industry



The Future



Large Markets

| | Market Size 2006 | Market Share 2006 | Market Size 2008 |
|------------------|------------------|-------------------|------------------|
| Mortgages | \$760bn | 2.1%* | \$950bn |
| Retail Deposits | \$550bn | 1.8% | \$660bn |
| Business Lending | \$520bn | <1.0% | \$650bn |
| Margin Lending | \$22bn | 15.2% | \$32bn |

**Excluding purchased portfolios*



Key Financial Objectives 2005-08

- Cash earnings per share growth in excess of 10% p.a.
- Cost to income ratio of 46% by 2008

Whilst

- Maintaining asset quality in top quartile of Australian Banks





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