



May 20, 2005

LO DOC SECURITISATION
ISSUE SUCCESS

Adelaide Bank today announced pricing had closed on its Series 2005-2 (S) TORRENS Trust \$750 million 100 per cent Lo Doc residential mortgage backed securitisation, its 11th mortgage backed securitisation transaction.

In announcing pricing of the issue, Adelaide Bank Treasurer, Mr Richard O'Callaghan said: "This issue has attracted strong demand from offshore investors on the back of a roadshow that included visits to Asia and Europe.

"The roadshow allowed Adelaide Bank to establish relationships that have now broadened the investor base for the Lo Doc product.

"The deal comprised 85 per cent offshore investor participation by volume. The remainder of the transaction was bought by domestic accounts who have been consistent participants in the TORRENS program.

"Overall 17 investors participated in the transaction."

The \$750 million Series 2005-2 (S) TORRENS Trust issue comprises:

- A \$717.6 million floating rate note issue with a weighted life of 2.4 years, where coupon is one month BBSW plus a 25bp margin and is rated AAA/Aaa/AAA by S&P, Moody's and Fitch Ratings.
- A \$32.4 million floating rate note issue with an expected maturity of 5.0 years, where coupon is one month BBSW plus 37bp margin and is rated AA/Aa2/AA by S&P, Moody's and Fitch Ratings.

Joint Lead Managers to the offer were ABN AMRO Bank N.V and Deutsche Bank A.G.

Commenting further, Mr O'Callaghan said: "The transaction was particularly successful in that TORRENS used the same structure for the Lo Doc pool as used for fully verified income pools without any additional enhancements, reflecting the quality of collateral and servicer.

“This issue takes Adelaide Bank’s securitised mortgages to well in excess of \$5 billion.

“Importantly, this issue will further assist the Bank with its funding and capital management following continued strong asset growth.

Settlement of the offer will be on May 25, 2005.

Further comment can be obtained from Richard O’Callaghan at Adelaide Bank on (08) 8300 6422

Issued on behalf of Adelaide Bank by Greg Reid Marketing Communications Pty. Ltd. Telephone (08) 8300 6449.