



Major Australian Banks

**Resilient results as competition
and costs rise**

Half Year Results Analysis

May 2025

Half Year 2025 Results Snapshot

REVENUE

Operating income
increased by 4.3% to

↑ **\$46.4 billion**

Net interest income
increased by 4.8% to

↑ **\$38.6 billion**



EARNINGS

Profit after tax
increased by 3.5% to

↑ **\$15.5 billion**

Average net interest margin
increased by 2 bps to

↑ **181 bps**



SHAREHOLDER RETURNS

Average return on equity
increased by 0.03% pts to

↑ **11.26%**

Average dividend payout ratio
decreased by 0.2% pts to

↓ **73.3%**



EXPENSES

Average cost to income ratio
increased by 0.9% pts to

↑ **49.24%**

Technology expenses
increased by 10.7% to

↑ **\$4.3 billion**



ASSET QUALITY

Average credit impairment provision
(as % of GLA) decreased by 2.6 bps to

↓ **0.65%**

Total impaired loans
increased by 33.5% to

↑ **\$16.3 billion**



BALANCE SHEET

Average CET1 capital ratio
decreased by 27.3 bps to

↓ **12.06%**

Deposit to loan ratio
increased by 131 bps to

↑ **87.4%**

Lending assets
increased by 2.4% to

↑ **\$3.4 trillion**



At a glance

	ANZ		CBA ¹		NAB		WESTPAC	
	HY25	PCP ³	HY25	PCP ³	HY25	PCP ³	HY25	PCP ³
Ranking								
By profit before tax	2	3	1	1	3	2	4	4
By total assets	2	2	1	1	4	3	3	4
By total equity	3	3	1	1	4	4	2	2
By market capitalisation	4	4	1	1	3	2	2	3
By CET1 capital ratio	4	4	2	3	3	2	1	1
Financial Performance								
Total operating income (\$ million)	11,179	10,145	14,098	13,578	10,281	10,138	10,793	10,590
Profit before tax (\$ million)	5,210	4,860	7,406	7,065	4,896	4,975	4,845	4,833
Profit after tax (\$ million)	3,663	3,421	5,134	4,759	3,427	3,503	3,325	3,342
Performance Measures								
Net interest margin (basis points)	156	156	208	199	170	172	188	189
Cost to income ratio (%)	52.1	51.4	45.2	44.9	46.9	46.1	52.8	50.9
Basic earnings per share (cents)	122.5	113.5	307.5	288.9	112.0	113.8	96.7	95.6
Return on average equity (%)	10.4	9.7	13.8	13.3	11.1	11.5	9.4	9.3
Credit Quality Measures								
Impairment charge/(benefit) (\$ million)	145	70	320	415	348	363	250	362
Impaired loans to loans and advances to customers (%)	0.27	0.21	0.24	0.21	0.22	0.20	0.25	0.24
Collective provision to credit RWA (%)	1.13	1.18	1.43	1.46	1.42	1.47	1.26	1.29
Financial Position								
Total assets (\$ million)	1,302,609	1,229,115	1,308,566	1,254,076	1,095,639	1,080,248	1,098,893	1,077,544
Total equity (\$ million)	72,331	70,628	75,264	73,088	62,919	62,213	72,353	72,052
Capital Measures								
Capital Adequacy Ratios (%)								
Total	20.4	20.6	20.7	20.9	21.0	20.9	21.6	21.4
Tier 1	13.4	14.0	14.1	14.3	14.3	14.7	14.6	14.8
Common Equity Tier 1	11.8	12.2	12.2	12.3	12.0	12.4	12.2	12.5
Market capitalisation (\$ billion)²	86.4	90.6	256.2	213.0	103.9	114.5	108.1	109.2

¹ CBA reported as at 31 December 2024. All other majors reported as at 31 March 2025.

² Market capitalisation as at the respective reporting date of each Major bank.

³ Prior Comparative Period (PCP) is 1H24 for profit and loss metrics and 2H24 for balance sheet metrics.



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