

27th November

ASF Panel Discussion

“Bridging the Gap”

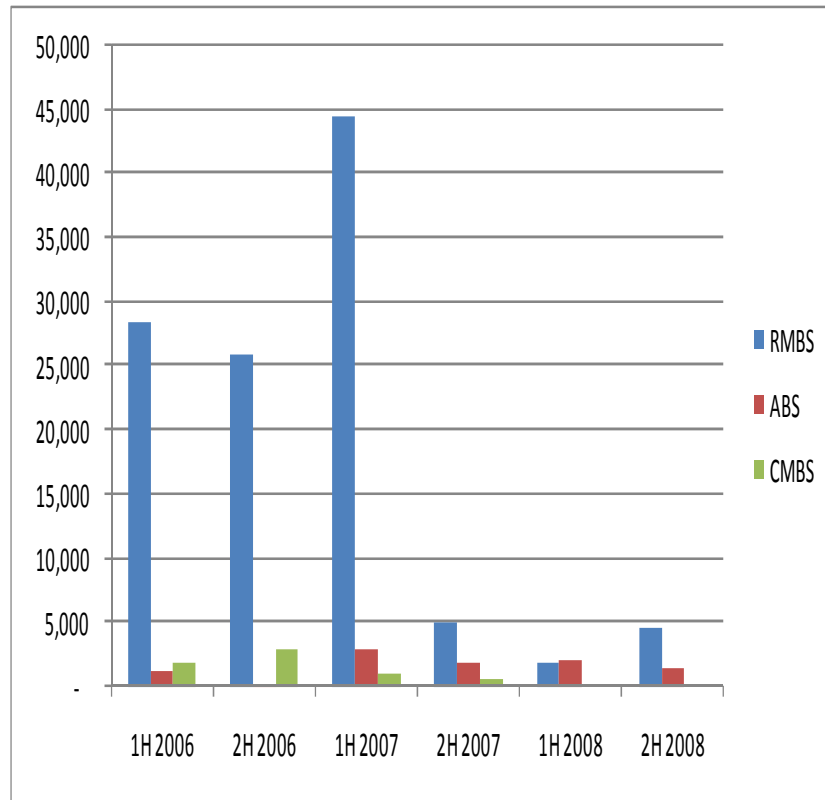
1. Changing landscape for issuers and investors.
2. Government strategies to boost liquidity and implications of the AOFM initiative.

Panelists:

- Fabienne Michaux – Managing Director, Standard & Poor’s
- Mary Ploughman – Director Securitisation, RESIMAC
- David Bickford – Portfolio Management and Investments, nabCapital
- John Sorrell – Head of Credit, Tyndall Investment Management
- Andrew Twyford – General Manager, Securitisation and Treasury, Challenger Financial Services Group

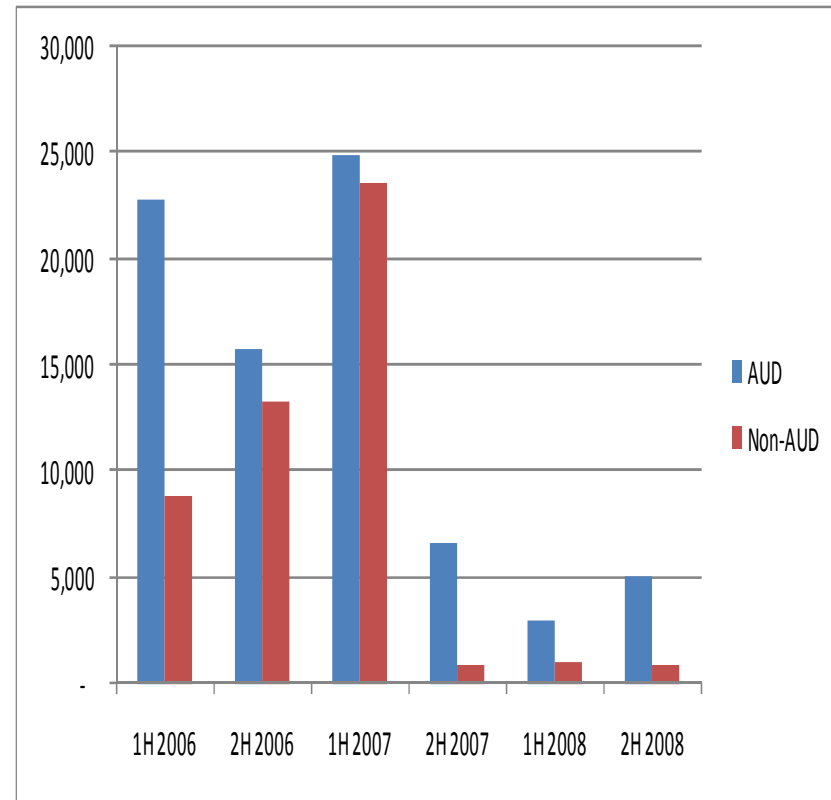
2008 – The year in review

Issuance Volume – by major asset class



Sourced from nabCapital

Issuance Volume – by currency



2008 – Key issues

Issuers

- Obtain ongoing funding
- Deepen relationships
- Increase transparency
- Slow originations
- Manage portfolio quality
- Manage costs

Governments

- Remain in-step with global initiatives
- Enhance liquidity
- Protect (depositor) investors
- Maintain competition
- Stimulate economy

Investors

- Manage liquidity
- Manage relative value
- Manage mark to market volatility
- Target simplicity
- Mitigate 3rd party dependency risks

2008 – Enhancing Liquidity

Repo Eligibility

Expanded to include

- A1/P1 ABCP
- RMBS 'AAA' \$A term securities (incl. self-generated RMBS)
- ABS/CMBS/auto/lease 'AAA' \$A term securities
 - (until 30th June 2009)

AOFM Initiative

\$8bn investment mandate

- \$4bn for non-ADI
- \$4bn for ADI

Cornerstone position in 'AAA' RMBS subject to defined criteria.

Robust selection criteria including:

- Tests regarding ongoing availability of funds and commitment to new origination
- Historical reliance on RMBS / securitisation markets
- Capability