

Key Information Summary

Bank of Baroda (New Zealand) Limited

for the six months ended 30 September 2010

Introductory statement for customers

The purpose of this key information summary is to provide customers and potential customers with information about the financial condition of their bank.

The information contained in this key information summary is explained in the Reserve Bank publication *Your bank's disclosure statement – what's in it for you?* That publication can be obtained from the Reserve Bank.

Corporate information

The full name of the registered bank is Bank of Baroda (New Zealand) Limited (the **Bank**).

The ultimate parent bank of the Bank is Bank of Baroda, India, an Indian incorporated bank (**BOB**), which is domiciled in India. BOB is not a New Zealand registered bank and is not subject to regulatory oversight by the Reserve Bank.

The Bank was incorporated on 27 May 2008. The Bank was registered as a bank on 1 September 2009. The Bank commenced trading on 21 June 2010.

Credit rating

The credit rating of the Bank is as follows:

Rating Agency	Type of Rating	Current Rating	Outlook	Qualifications	Rating Change in the Last 2 Years
Fitch IBCA, Inc.	Long-term foreign currency Issuer Default Rating	BBB-	Stable	Nil	Nil

No New Zealand government deposit guarantee

The Bank does not have a guarantee under the New Zealand deposit guarantee scheme as at 30 September 2010.

Profitability

	Unaudited 30 September 2010 \$'000	Unaudited 30 September 2009 \$'000
Net profit/(loss) after taxation for the six months ended 30 September 2010	(6)	(6,889)
Net profit/(loss) after taxation for the 12 months ended 30 September 2010 as a percentage of the average of total assets	0.5%	(43.7%)

Size

	Unaudited 30 September 2010 \$'000	Unaudited 30 September 2009 \$'000
Total assets	44,997	40,105
The percentage change in total assets from 1 October 2009 to 30 September 2010	12.20%	N/A

Capital adequacy

	Unaudited 30 September 2010	Unaudited 30 September 2009
Tier One Capital as a percentage of risk weighted exposures	350.7%	489.2%
Reserve Bank of New Zealand minimum Tier One Capital ratio	4%	4%
Total Capital as a percentage of risk weighted exposures	350.7%	489.2%
Reserve Bank of New Zealand minimum Total Capital Ratio	8%	8%

Asset quality

	Unaudited 30 September 2010	Unaudited 30 September 2009
Total individually impaired assets (before allowances for credit impairment loss and net of interest held in suspense)	Nil	Nil
Total individually impaired assets expressed as a percentage of total assets	Nil	Nil
Total individual credit impairment allowance	Nil	Nil
Total individual credit impairment allowance expressed as a percentage of total assets	Nil	Nil
Total collective credit impairment allowance	Nil	Nil
Non-financial assets acquired through the enforcement of security	Nil	Nil

Peak credit exposure concentrations

	Unaudited For the three months ended 30 September 2010	Unaudited For the three months ended 31 September 2009
The number of individual non-bank counterparties or groups of closely related counterparties of which a bank is not the parent to which the Banking Group ¹ has a peak end-of-day aggregate credit exposure which equals or exceeds 10% of the Banking Group's equity.	Nil	Nil
The number of individual bank counterparties or groups of closely related counterparties of which a bank is the parent to which the Banking Group has a peak end-of-day aggregate credit exposure which equals or exceeds 10% of the Banking Group's equity.	2	1

The information disclosed under this section "Peak credit exposure concentrations" excludes exposures to connected persons and to the central government of any country with a long-term credit rating of A- or A3 or above, or its equivalent.

¹ **Banking Group** means the Bank and its subsidiaries. As at the date of this key information summary, the Bank does not have any subsidiaries.

Credit exposure to connected persons

	Unaudited For the three months ended 30 September 2010 \$'000	Unaudited For the three months ended 30 September 2009 \$'000
The peak end-of-day aggregate credit exposure (of a non-capital nature and net of individual credit impairment allowance) to connected persons expressed as an amount.	136	Nil
The peak end-of-day aggregate credit exposure (of a non-capital nature and net of individual credit impairment allowance) to connected persons expressed as a percentage of tier one capital.	0.3%	0%
The peak end-of-day aggregate credit exposure (of a non-capital nature and net of individual credit impairment allowance) to non-bank connected persons expressed as an amount.	Nil	Nil
The peak end-of-day aggregate credit exposure (of a non-capital nature and net of individual credit impairment allowance) to non-bank connected persons expressed as a percentage of tier one capital.	0%	0%

The information disclosed under this section "Credit exposure to connected persons" is net of individual credit impairment allowance and excludes advances to connected persons of a capital nature.

The limits on aggregate credit exposure to connected persons and to non-bank connected persons in the Bank's conditions of registration have been complied with by the Bank at all times for the six months ended 30 September 2010.

Availability of general disclosure statement

A copy of the Bank's most recent general disclosure statement will be provided immediately at no charge to any person requesting a copy, if the request is made to 114 Dominion Road, PB No. 56580, Post Code 1446, Auckland. Otherwise, it is available, within five working days of request and free of charge, at any branch.

A copy of the Bank's most recent general disclosure statement is also available online at www.barodanzltd.co.nz

Auditors' Report

To the shareholder of Bank of Baroda (New Zealand) Limited

We have examined the Key Information Summary on pages 1 to 3. The information in the Key Information Summary has been extracted from Bank of Baroda (New Zealand) Limited's General Disclosure Statement for the six months ended 30 September 2010. We have examined the financial statements and certain supplementary information contained within the General Disclosure Statement for the six months ended 30 September 2010, on which we issued a review report dated 21 December 2010.

Directors' Responsibilities

The Directors are responsible for the preparation and presentation of the Key Information Summary in accordance with Clause 20 of the Registered Bank Disclosure Statement (Full and Half-Year – New Zealand Incorporated Registered Banks) Order 2008 (the 'Order').

Auditors' Responsibilities

In accordance with Clause 19(1) of the Order, we are responsible for examining the Key Information Summary presented by the Directors for compliance with the Order, and reporting our findings to you.

This report is made solely to the Bank's shareholder. Our work has been undertaken so that we might state to the Bank's shareholder those matters which we are required to state to them in a report from the auditor and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Bank and the Bank's shareholder for this report, or for the opinions we have formed.

Basis of Report

We have examined the information contained in the Key Information Summary and compared it to the corresponding information contained in the General Disclosure Statement for the six months ended 30 September 2010.

We carry out other assignments on behalf of the Bank in the area of other assurance services. In addition, certain partners and employees of our firm may deal with the Bank on normal terms within the ordinary course of trading activities of the Bank. We have no other interests in the Bank.

Auditors' Report

To the shareholder of Bank of Baroda (New Zealand) Limited

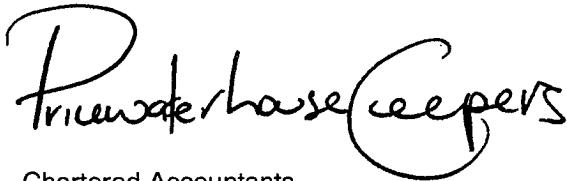
Statement of Findings

Based on our examination of the Key Information Summary, we report that:

- the Key Information Summary has been prepared in accordance with the Order; and
- the information contained in the Key Information Summary has been properly taken from the information contained in the General Disclosure Statement for the six months ended 30 September 2010.

For a better understanding of the scope of our examination of Bank of Baroda (New Zealand) Limited's General Disclosure Statement, and financial position, financial performance and cash flows for the six months ended 30 September 2010, this report should be read in conjunction with Bank of Baroda (New Zealand) Limited's General Disclosure Statement for the six months ended 30 September 2010.

Our work was completed on 21 December 2010 and our findings are stated as at that date.



Chartered Accountants

Auckland