

HOUSE OF REPRESENTATIVES STANDING COMMITTEE ON ECONOMICS

REVIEW OF THE FOUR MAJOR BANKS (SECOND REPORT)

Commonwealth Bank of Australia

CBA58QW:

Does your method of charging interest on credit cards align with Method A, Method B or Method C outlined on pages 82 and 83 of the Khoury Report on the Code of Banking Practice?

Answer:

Our method of charging most closely resembles Method A, however it differs in the methodology and amount of interest which would be charged in the example provided.

Our methodology using the dates and amounts provided in the Khoury Report would have resulted in an interest charge of \$72.88 for the statement in question as opposed to \$86.13 in the report.