



What are the Canstar *International Money Transfers Star Ratings*?

Canstar *International Money Transfers Star Ratings* use a sophisticated and unique ratings methodology that compares both cost and features across International Money Transfer providers. Canstar star ratings represent a shortlist of providers, enabling consumers to narrow their search to products that have been assessed and ranked.

Ratings range from five to one star. Five-Star Rated providers have been assessed as offering outstanding value to consumers.

Eligibility Requirements

To be eligible for inclusion in the Canstar *International Money Transfers Star Ratings*, an institution must meet the following selection criteria.

- Australian Authorised Deposit-taking Institutions (ADI) offering International Money Transfers.

Alternatively Non-ADIs that meet the following requirements will be included in the rating:

- Open to personal (not exclusive to business) customers.
- Allow transfers above \$15,000AUD.
- All providers are required to hold an AFSL
- Be the primary service provider (not a commission agent).
- Have been operating for a minimum of five consecutive years.

Star Ratings Methodology

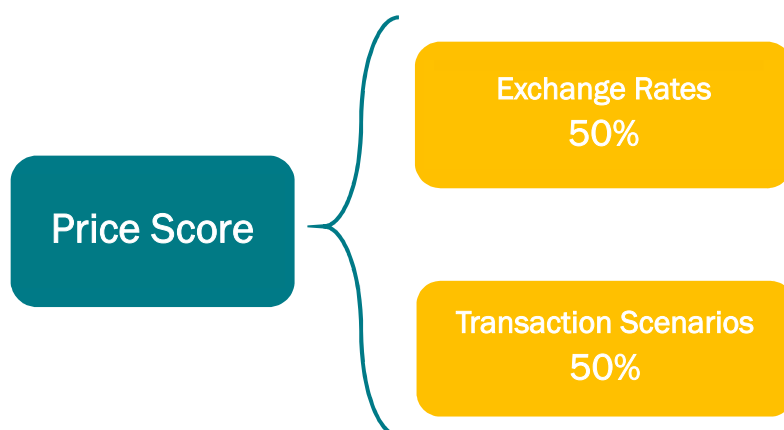
To arrive at the total score Canstar applies a weight against the Price and Feature scores. This weight will reflect the relative importance of either costs or features in determining the best product. This method can be summarised as:



$$\text{Total Score} = \text{Price Score} + \text{Feature Score}$$

Price Score

The Price Score is made up of the following two components:

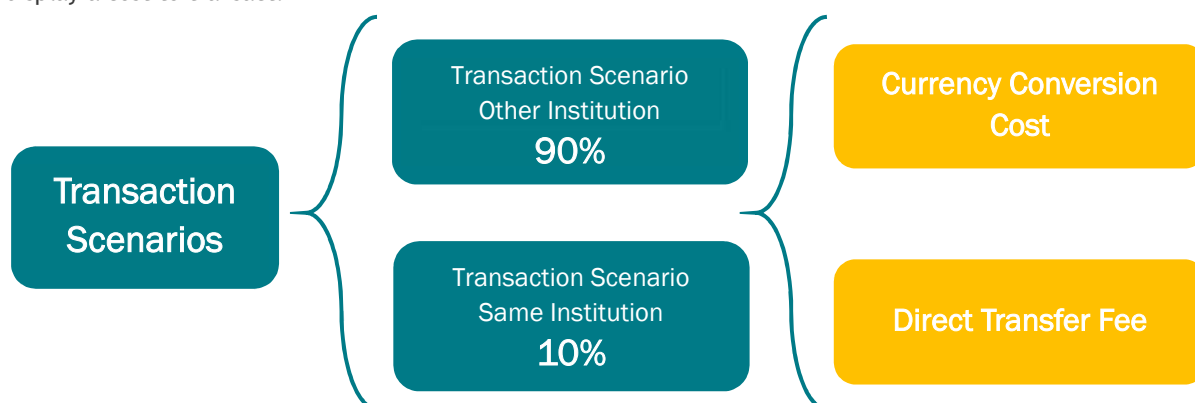


Price score consists of Transaction Scenarios, used to take into account the financial outcome of making an international payment across a number of currencies. There are 500 scenarios based on an average transfer amount of \$15,000.

In most cases, the margin that the issuer has built into the exchange rate is the largest part of the overall cost of the transaction compared to the relatively small direct transfer fee that is charged.

To find the overall cost of transferring money internationally, the transaction scenario calculations will consider the exchange rate and the cost to make the transfer.

These costs are benchmarked against the spot rate with no fee or margin applied; subsequently all providers display a cost to transact.



Method for calculating Net Cost:

1. Calculate the Net Foreign Currency after the costs and exchange rates have been applied.
2. Calculate the benchmark Net Foreign Currency by converting each exchange pair with the best spot exchange rate across all currencies.
3. Calculate the Net Cost of the transfer compared to the no fee, no margin spot rate cost.

Net Cost: Institution AU cost of transacting - spot rate results with no fee

A score is calculated based on the Net Cost for each currency, with the lowest cost product receiving the highest score. The scores for each currency are then combined into a total Price Score. The weight that each currency is given as a proportion of the total score is shown in the table below.

Currency	Weight
United States Dollar	40%
British Pound	15%
Euro	15%
New Zealand Dollar	10%
Singapore Dollars	10%
Japanese Yen	5%
Indian Rupee	5%

Note: The exchange rate across a range of currencies outlined above will be captured over a one-month period taken twice each week.

Feature Score

The feature score of each provider is comprised of 5 categories which follow a customer's journey through the life of an international money transfer provider. Scores are then indexed against their peers and weighted according to the following table:

Features	Weight
Research and Terms	15%
Top Tier Currencies Available	60%
2nd Tier Currencies Available	20%
Total Currencies	10%
Rate Information	10%
Account Opening	10%
Account Loading	25%
Loading Options	30%
Australian Government Guarantee Scheme	70%
Transfer Facilities	40%
International Payment Facilities	80%
Fees and Charges	20%
Customer Service and Support	10%

Note: Australian Government Guarantee Scheme has been added to ensure the benefit of holding money in a deposit account at an ADI (as opposed to in a trading account or the like with a non-ADI or peer-to-peer provider) prior to executing a transaction is captured.

Does Canstar rate all products available in the market?

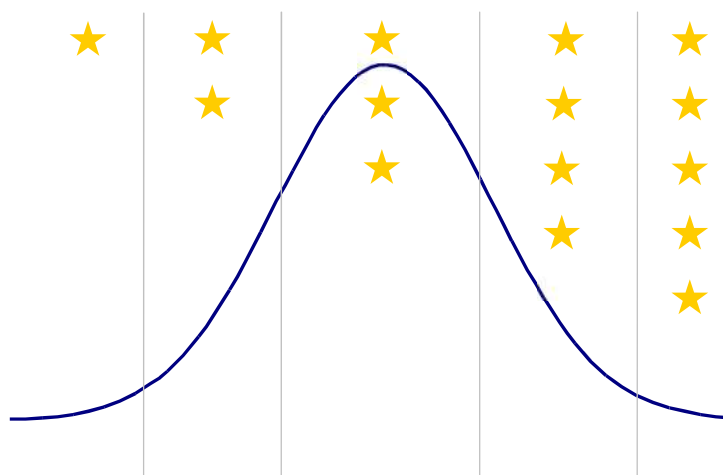
We endeavour to include the majority of product providers in the market and to compare the product features most relevant to consumers in our ratings. However, this process is not always possible and it may be that not every product in the market is included in the rating nor every feature compared that is relevant to you.

How often are products reviewed for awards or star ratings purposes?

All ratings are fully recalculated every twelve months based on the latest features offered by each provider. Canstar also monitors changes on an ongoing basis. The results are published in a variety of mediums (newspapers, magazines, television, websites, etc).

How are the stars awarded?

The total score received for each profile ranks the products. The stars are then awarded based on the distribution of the scores with the objective to award the top 5-10% of products with the Canstar five-star rating.



Does Canstar rate other product areas?

Canstar researches, compares and rates the suite of banking and insurance products listed below. These star ratings use similar methodologies to guarantee quality, consistency and transparency. Results are freely available to consumers who use the star ratings as a guide to product excellence. The use of similar star ratings logos also builds consumer recognition of quality products across all categories. Please access the Canstar website at www.canstar.com.au if you would like to view the latest star ratings reports of interest.



- Account based pensions
- Business life insurance
- Deposit accounts
- Health insurance
- Landlord insurance
- Margin lending
- Package banking
- Reward programs
- Travel insurance
- Agribusiness
- Car insurance
- Direct life insurance
- Home & contents
- Life insurance
- Online banking
- Personal loans
- Superannuation
- Travel money cards
- Business banking
- Credit cards
- First home buyer
- Home loans
- Managed investments
- Online share trading
- Pet insurance
- Term deposits
- Youth banking



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The ratings and awards results do not include all providers and may not compare all features relevant to you. The rating or award is only one factor to take into account when considering these products. Canstar acknowledges that past performance is not a reliable indicator of future performance.

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