

MyState
LIMITED
ABN 26 133 623 962

Incorporating the
requirements of
Australian Prudential
Standard 330

QUARTER ENDING

JUNE
2016

EXECUTIVE SUMMARY

This document has been prepared by MyState Limited to meet the disclosure obligations set down under the Australian Prudential Regulation Authority (APRA) Australian Prudential Standard (APS) 330 Capital Adequacy: Public Disclosure of Prudential Information.

MyState Limited ('MyState') is a Tasmanian-based ASX listed diversified financial services company which operates two subsidiaries; MyState Bank and Tasmanian Perpetual Trustees – each are long established and highly respected brands.

MyState seeks to ensure that it is adequately capitalised at all times, both on a stand-alone (ADI) basis and group basis. APRA monitors MyState's capital adequacy by assessing the financial strength on two levels:

- Level 1, MyState Bank reports on a level 1 basis.
- Level 2, the wider MyState Limited prudential group which comprises MyState Limited (NOHC), MyState Bank (ADI), and Connect Asset Management (Securitisation program manager).

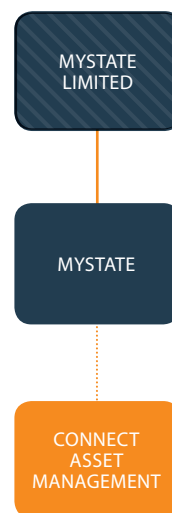
MYSTATE LIMITED GROUP STRUCTURE

The following diagram shows the Level 1 and Level 2 conglomerate group and illustrates the different tiers of regulatory consolidation.

LEVEL 1



LEVEL 2



ACCOUNTING CONSOLIDATION

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries, including all special purpose vehicles as well as Tasmanian Perpetual Trustees. Furthermore, MyState's investment in Tasmanian Perpetual Trustees is deducted from the level 2 regulatory consolidation.

UNCONSOLIDATED ENTITIES

The following legal entities are included in the accounting scope of consolidation but are excluded from the regulatory scope of consolidation:

SECURITISATION SPECIAL PURPOSE VEHICLES AS AT 30 JUNE 2016

	Total Assets \$M	Total Liabilities \$M
Conquest 2007-1 Trust ¹	38.9	34.5
Conquest 2010-2 Trust	61.8	61.8
Conquest 2013-1 Trust	107.4	107.4
Conquest 2014-1 Trust	253.1	252.6
Conquest 2014-2 Trust	208.4	208.9
Conquest 2016-1 Trust	119.9	119.9

¹Total assets and liabilities are those that relate to the MYS group and consolidated for statutory purposes. External interest is excluded.

PRINCIPAL ACTIVITY

The trusts were established for the purpose of regulatory capital relief, via the issue of residential mortgage backed securities.

WEALTH MANAGEMENT AND TRUSTEE SERVICES AS AT 30 JUNE 2016

	Total Assets \$M	Total Liabilities \$M
Tasmanian Perpetual Trustees Pty Ltd	28	2

PRINCIPAL ACTIVITY

The Company acts as a Trustee Company in the State of Tasmania, with its activities encompassing those of trustee, executor, agent, fund manager and investment adviser.

REGULATORY CAPITAL RECONCILIATION

The following table discloses the consolidated balance sheet of MyState Limited and its subsidiaries, as published in its financial statements, and the Balance Sheet under the Level 2 regulatory scope of consolidation pursuant to APS 111. The reference letters included in this table enable the reconciliation to the *Common Disclosures - components of capital* table.

REGULATORY CAPITAL RECONCILIATION AS AT 30 JUNE 2016

	Balance Sheet per published Audited Financial Statements \$M	Adjustments \$M	Balance Sheet Under Regulatory Scope of Consolidation \$M	Reference
Assets				
Cash and Liquid Assets	80.1	(46.4)	33.7	
Investment Securities	356.0	(0.7)	355.3	
Other Deposits	17.9	15.3	33.2	
Loans and Advances	3,863.1	(779.9)	3,083.2	
<i>of which: General Reserve for Credit Losses</i>	4.4	-	4.4	(j)
<i>of which: Capitalised loan and lease origination fees and commissions</i>	11.6	(11.6)	-	(g)
Other Investments	5.8	33.7	39.5	
<i>of which: Equity investments in financial institutions</i>	-	0.2	0.2	(f)
<i>of which: investments in commercial (non-financial) entities that are deducted under APRA prudential requirements</i>	-	38.7	38.7	(h)
Property Plant & Equipment	9.8	(1.4)	8.4	
Intangible Assets and Goodwill	79.0	(47.5)	31.5	
<i>of which: Goodwill</i>	66.0	(46.2)	19.8	(d)
<i>of which: Information technology software costs</i>	11.0	0.7	11.7	(g)
<i>of which: Capitalised costs other than loan and lease origination fees</i>	2.0	(2.0)	-	(g)
Other Assets	4.2	23.3	27.5	
<i>of which: Capitalised costs other than loan and lease origination fees</i>	-	5.8	5.8	
<i>of which: Capitalised loan and lease origination fees and commissions</i>	-	11.6	11.6	
<i>of which: Derivates</i>	0.5	(0.4)	0.1	
<i>of which: Deferred tax assets</i>	3.7	(0.6)	3.1	(e)
<i>of which: Securatisation accrued income and liquidity reserves</i>	-	0.9	0.9	(i)
Total Assets	4,415.8	(803.8)	3,612.3	
Liabilities				
Amounts due to financial institutions	-	-	-	
Deposits and Other Borrowings	4,068.2	(779.8)	3,288.5	
Income Tax Liabilities	4.4	(0.5)	3.9	
<i>of which: Deferred Tax Liabilities</i>	3.7	(1.7)	2.0	(e)
Provisions	5.5	(1.3)	4.2	
Creditors & Other Liabilities	37.7	-	37.6	
<i>of which: Amounts due to financial institutions</i>	30.7	(14.3)	16.4	
Derivatives	0.5	(0.3)	0.2	
Total Liabilities	4,116.2	(782.0)	3,334.3	
Net Assets				
Share Capital	134.8	(37.5)	97.3	(a)
Reserves	1.1	(0.4)	0.7	
<i>of which: Property Revaluation Reserve</i>	-	-	-	(c)
<i>of which: unrealised gains/(losses) on AFS Items</i>	-	-	-	(c)
<i>of which: Gains/(losses) on effective fair value hedges</i>	0.4	(0.4)	-	
<i>of which: Reserves for equity-settled share-based payments</i>	0.7	-	0.7	(c)
Retained Profits	163.7	16.2	179.9	
<i>General Reserve for Credit losses</i>	4.40	-	4.4	(j)
Total Equity	299.6	(21.7)	277.9	

CAPITAL ADEQUACY

CAPITAL ADEQUACY AS AT 30 JUNE 2016

Reference	Item Description	Value \$M
(a)	Capital Requirements (in terms of risk-weighted assets) for credit risk (excluding securitisation) by portfolio:	
	<i>Claims secured by residential mortgage</i>	1,231.5
	<i>Other retail</i>	76.8
	<i>All other</i>	108.7
	<i>Capital Requirements (in terms of Risk Weighted Assets) for securitisation</i>	0.2
(b)	Capital Requirements (in terms of risk weighted assets) for equity exposures in the IRB approach	N/A
(b)	Capital Requirements (in terms of risk weighted assets) for market risk	N/A
(c)	Capital Requirements (in terms of risk weighted assets) for operational risk	189.7
(e)	Capital Requirements (in terms of risk weighted assets) for interest rate risk in the banking book (IRRBB) (IRB/AMA-approved Australian-owned ADI's only)	N/A
(f)	Common Equity Tier 1, Tier 1 and total Capital Ratio for the consolidated regulatory group:	
	<i>Common Equity Tier 1 for the regulatory group</i>	11.43%
	<i>Tier 1 capital ratio for the regulatory group</i>	11.43%
	<i>Total Capital Ratio for the regulatory group</i>	13.04%

CREDIT RISK BY PORTFOLIO

CREDIT RISK AS AT 30 JUNE 2016

Reference	Item Description	June 2016 Quarter \$M	March 2016 Quarter \$M	Average \$M
(a) (i)	Total gross credit risk exposures (excluding equity investments and securitisation exposures), plus average gross exposure over the period, broken down by major types of credit exposure:			
	<i>Loans</i>	3,088.8	3,134.9	3,109.4
	<i>Debt Securities</i>	371.0	390.1	403.6
	<i>Commitments and off-balance sheet exposures¹</i>	138.2	123.6	116.1
	<i>Other</i>	70.8	62.0	62.6
(ii)	Total gross credit risk exposures (excluding equity investments and securitisation exposures), plus average gross exposure over the period, broken down by portfolio:			
	<i>Claims secured by residential mortgage¹</i>	3,098.8	3,139.1	3,116.0
	<i>Other retail¹</i>	77.0	78.7	78.1
	<i>All other</i>	443.6	453.6	468.0
(b) (i)	Amount of impaired facilities, by portfolio:			
	<i>Claims secured by residential mortgage</i>	2.7		
	<i>Other retail</i>	0.4		
	Amount of past due facilities, by portfolio:			
	<i>Claims secured by residential mortgage</i>	7.9		
	<i>Other retail</i>	0.0		
(ii)	Specific provisions, by portfolio:			
	<i>Claims secured by residential mortgage</i>	0.9		
	<i>Other retail</i>	0.2		
(iii)	Charges for specific provisions and write-offs during the period, by portfolio:			
	<i>Claims secured by residential mortgage</i>	0.9		
	<i>Other retail</i>	0.6		
(c)	The general reserve for credit losses	4.4		

¹ Off Balance Sheet exposures have been converted into their credit equivalent amount.

SECURITISATION EXPOSURES

SECURITISATION EXPOSURES AS AT 30 JUNE 2016

Reference	Item Description	June 2016 Quarter \$M	June 2016 Quarter \$M
		Total exposures securitised	Recognised gain or loss on sale
(a)	Summary of current period's securitisation activity, including the total amount of exposures securitised (by exposure type) and recognised gain or loss on sale by exposure type:		
	<i>Residential Mortgage</i>	119.3	-
	<i>Credit Card and other personal loans</i>	-	-
	<i>Commercial Loans</i>	-	-
	<i>Other</i>	-	-
		On Balance Sheet	Off Balance Sheet
(b)	Aggregate amount of total securitisation exposures retained or purchased:		
	<i>Liquidity support facilities</i>	-	-
	<i>Derivative facilities</i>	-	730.1
	<i>Holdings of securites</i>	-	-
	<i>Other</i>	-	-

MAIN FEATURES OF CAPITAL INSTRUMENTS

	Ordinary share capital	Medium Term Notes	Medium Term Notes
1 Issuer	MyState Limited	MyState Bank Limited	MyState Bank Limited
2 Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	N/A	N/A	N/A
3 Governing law(s) of the instrument	Commonwealth of Australia	Commonwealth of Australia	Commonwealth of Australia
Regulator treatment			
4 <i>Transitional Basel III rules</i>	Common Equity Tier 1	Common Equity Tier 2	Common Equity Tier 2
5 <i>Post-transitional Basel III rules</i>	Common Equity Tier 1	Common Equity Tier 2	Common Equity Tier 2
6 <i>Eligible at solo/group/group & solo</i>	Solo and Group	Solo and Group	Solo and Group
7 Instrument type (ordinary shares/preference shares/subordinated notes/other)	Ordinary Shares	Medium Term Note	Medium Term Note
8 Amount recognised in Regulatory Capital (Currency in mil, as of most recent reporting date)	97.26M	"\$25.00M (Solo) \$21.5M (Group)"	
9 Par value of instrument	-	25.00M	10.00M
10 Accounting classification	Shareholders' equity	Liability-amortised cost	Liability-amortised cost
11 Original date of issuance	Various	14-Aug-15	28-Sept-16
12 Perpetual or dated	Perpetual	Dated	Dated
13 <i>Original maturity date</i>	No Maturity	14-Aug-25	28-Sept-26
14 Issuer call subject to prior supervisory approval	No	Yes	Yes
15 <i>Optional call date, contingent call dates and redemption amount</i>	N/A	Subject to obtaining prior written approval from APRA (which is at the discretion of APRA and may not be given), the Issuer may redeem all or some of the Notes on 14 August 2020 and on each Interest Payment Date thereafter.	Subject to obtaining prior written approval from APRA (which is at the discretion of APRA and may not be given), the Issuer may redeem all or some of the Notes on 28 September 2021 and on each Interest Payment Date thereafter.
16 <i>Subsequent call dates, if applicable</i>	N/A	"Subject to obtaining prior written approval from APRA (which is at the discretion of APRA and may not be given), the Issuer may also redeem Notes before the Maturity Date on the occurrence of certain tax and regulatory events as set out in the Conditions Holders have no right to request redemption before the Maturity Date."	"Subject to obtaining prior written approval from APRA (which is at the discretion of APRA and may not be given), the Issuer may also redeem Notes before the Maturity Date on the occurrence of certain tax and regulatory events as set out in the Conditions Holders have no right to request redemption before the Maturity Date."
Coupons/dividends	Dividends	Coupons	Coupons
17 Fixed or floating dividend/coupon	N/A	Floating	Floating
18 Coupon rate and any related index	N/A	3 month BBSW + 500 bps paid quarterly in arrears.	3 month BBSW + 425 bps paid quarterly in arrears.
19 Existence of a dividend stopper	N/A	N/A	N/A
20 Fully discretionary, partially discretionary or mandatory	Fully Discretionary	N/A	N/A
21 Existence of step up or other incentive to redeem	N/A	No	No
22 Noncumulative or cumulative	Non-cumulative	Cumulative	Cumulative
23 Convertible or non-convertible	Non-convertible	Convertible	Convertible
24 <i>If convertible, conversion trigger(s)</i>	N/A	"The Notes will be Converted into Ordinary Shares of MyState Limited, or Written-off, on the occurrence of a Non-Viability Trigger Event. If, for any reason, Conversion of any Notes does not occur in accordance with the Conditions, then the Notes will be Written-off and terminated."	"The Notes will be Converted into Ordinary Shares of MyState Limited, or Written-off, on the occurrence of a Non-Viability Trigger Event. If, for any reason, Conversion of any Notes does not occur in accordance with the Conditions, then the Notes will be Written-off and terminated."

MAIN FEATURES OF CAPITAL INSTRUMENTS CONT

		Ordinary share capital	Medium Term Notes	Medium Term Notes
25	<i>If convertible, fully or partially</i>	N/A	May convert fully or partially.	May convert fully or partially.
26	<i>If convertible, conversion rate</i>	N/A	<p>"The Issuer will allot and issue the Conversion Number of Ordinary Shares for each Subordinated Note to each Holder of Subordinated Notes. The Conversion Number is, subject always to the Conversion Number being no greater than the Maximum Conversion Number, either (x) the number specified, or determined in accordance with the relevant provisions in, the Pricing Supplement or, (y) if no Conversion Number and no such provisions are specified in the Pricing Supplement, calculated according to the following formula: $\text{CONVERSION NUMBER} = \frac{\text{OUTSTANDING PRINCIPAL}}{(P \times \text{VWAP})}$ where: P means the number specified in the Pricing Supplement; VWAP means the VWAP (as defined in Condition 1.1 ("Definitions")) during the VWAP Period; and Maximum Conversion Number means a number calculated according to the following formula: $\text{Maximum Conversion Number} = \text{outstanding principal amount} \times \text{Issue date VWAP} \times 20\%$"</p>	<p>"The Issuer will allot and issue the Conversion Number of Ordinary Shares for each Subordinated Note to each Holder of Subordinated Notes. The Conversion Number is, subject always to the Conversion Number being no greater than the Maximum Conversion Number, either (x) the number specified, or determined in accordance with the relevant provisions in, the Pricing Supplement or, (y) if no Conversion Number and no such provisions are specified in the Pricing Supplement, calculated according to the following formula: $\text{CONVERSION NUMBER} = \frac{\text{OUTSTANDING PRINCIPAL}}{(P \times \text{VWAP})}$ where: P means the number specified in the Pricing Supplement; VWAP means the VWAP (as defined in Condition 1.1 ("Definitions")) during the VWAP Period; and Maximum Conversion Number means a number calculated according to the following formula: $\text{Maximum Conversion Number} = \text{outstanding principal amount} \times \text{Issue date VWAP} \times 20\%$"</p>
27	<i>If convertible, mandatory or optional conversion</i>	N/A	Mandatory	Mandatory
28	<i>If convertible, specify instrument type convertible into</i>	N/A	Ordinary shares	Ordinary shares
29	<i>If convertible, specify issuer of instrument it converts into</i>	N/A	MyState Limited	MyState Limited
30	Write-down feature	N/A	Yes	Yes
31	<i>If write-down, write-down trigger(s)</i>	N/A	<p>"A Non-Viability Trigger Event occurs when APRA notifies the Issuer in writing that: 1 Conversion or Write-off of all or some of the Notes, or conversion or write-off of all or some of the capital instruments of the Issuer is necessary because without the conversion or write-off, the Issuer would become non-viable; or 2 a public sector injection of capital, or equivalent support, is necessary because, without it, the Issuer would become non-viable."</p>	<p>"A Non-Viability Trigger Event occurs when APRA notifies the Issuer in writing that: 1 Conversion or Write-off of all or some of the Notes, or conversion or write-off of all or some of the capital instruments of the Issuer is necessary because without the conversion or write-off, the Issuer would become non-viable; or 2 a public sector injection of capital, or equivalent support, is necessary because, without it, the Issuer would become non-viable."</p>
32	<i>If write-down, fully or partial</i>	N/A	May be written down full or partially.	May be written down full or partially.
33	<i>If write-down, permanent or temporary</i>	N/A	Permanent	Permanent
34	<i>If temporary write-down, description of write-up mechanism</i>	N/A	N/A	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	N/A	Senior notes	Senior notes
36	Non-compliant transitioned features	N/A	No	No
37	If yes, specify non-compliant features	N/A	N/A	N/A

COMMON DISCLOSURES

COMPOSITION OF CAPITAL

The Group is applying the Basel III regulatory adjustments in full as implemented by APRA. The capital disclosures detailed in the Common Disclosure template below represent the post 1 January 2018 Basel III common disclosure requirements.

		30 June 2016 \$M	Source in regulatory Capital Reconciliation
1	Directly issued qualifying ordinary shares (and equivalent for mutually-owned entities) capital	97.3	(a)
2	Retained earnings	175.4	(b)
3	Accumulated other comprehensive income (and other reserves)	0.7	(c)
4	Directly issued capital subject to phase out from CET1 (only applicable to mutually-owned companies)	N/A	
5	Ordinary share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	N/A	
6	Common Equity Tier 1 capital before regulatory adjustments	Subtotal	273.4
	Common Equity Tier 1 capital regulatory adjustments:		
7	Prudential valuation adjustments	N/A	
8	Goodwill (net of related tax liability)	19.8	(d)
9	Other intangibles other than mortgage servicing rights (net of related tax liability)	N/A	
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1.1	(e)
11	Cash-flow hedge reserve	-	
12	Shortfall of provisions to expected losses	N/A	
13	Securitisation gain on sale (as set out in paragraph 562 of Basel II framework)	N/A	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	N/A	
15	Defined benefit superannuation fund net assets	N/A	
16	Investments in own shares (if not already netted off paid-in capital on reported balance sheet)	N/A	
17	Reciprocal cross-holdings in common equity	N/A	
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the ADI does not own more than 10% of the issued share capital (amount above 10% threshold)	N/A	
19	Significant investments in the ordinary shares of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)	N/A	
20	Mortgage service rights (amount above 10% threshold)	N/A	
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	N/A	
22	Amount exceeding the 15% threshold	N/A	
23	<i>of which: significant investments in the ordinary shares of financial entities</i>	N/A	
24	<i>of which: mortgage servicing rights</i>	N/A	
25	<i>of which: deferred tax assets arising from temporary differences</i>	N/A	
26	National specific regulatory adjustments (sum of rows 26a, 26b, 26c, 26d, 26e, 26f, 26g, 26h, 26i and 26j)	68.9	
26a	<i>of which: treasury shares</i>	N/A	
26b	<i>of which: offset to dividends declared under a dividend reinvestment plan (DRP), to the extent that the dividends are used to purchase new ordinary shares issued by the ADI</i>	N/A	
26c	<i>of which: deferred fee income</i>	N/A	
26d	<i>of which: equity investments in financial institutions not reported in rows 18, 19 and 23</i>	0.2	(f)
26e	<i>of which: deferred tax assets not reported in rows 10, 21 and 25</i>	N/A	

COMMON DISCLOSURES

COMPOSITION OF CAPITAL CONT

		30 June 2016 \$M	Source in regulatory Capital Reconciliation
26f	<i>of which: capitalised expenses</i>	25.6	(g)
26g	<i>of which: investments in commercial (non-financial) entities that are deducted under APRA prudential requirements</i>	42.2	(h)
26h	<i>of which: covered bonds in excess of asset cover in pools</i>	N/A	
26i	<i>of which: undercapitalisation of a non-consolidated subsidiary</i>	N/A	
26j	<i>of which: other national specific regulatory adjustments not reported in rows 26a to 26i</i>	0.9	(i)
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	N/A	
28	Total regulatory adjustments to Common Equity Tier 1	Subtotal	89.7
29	Common Equity Tier 1 Capital (CET1)	Subtotal	183.6
	Additional Tier 1 Capital: instruments		
30	Directly issued qualifying Additional Tier 1 instruments	N/A	
31	<i>of which: classified as equity under applicable accounting standards</i>	N/A	
32	<i>of which: classified as liabilities under applicable accounting standards</i>	N/A	
33	Directly issued capital instruments subject to phase out from Additional Tier 1	N/A	
34	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group AT1)	N/A	
35	<i>of which: instruments issued by subsidiaries subject to phase out</i>	N/A	
36	Additional Tier 1 Capital before regulatory adjustments	N/A	
	Additional Tier 1 Capital: regulatory adjustments		
37	Investments in own Additional Tier 1 instruments	N/A	
38	Reciprocal cross-holdings in Additional Tier 1 instruments	N/A	
39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the ADI does not own more than 10% of the issued share capital (amount above 10% threshold)	N/A	
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	N/A	
41	National specific regulatory adjustments (sum of rows 41a, 41b and 41c)	N/A	
41a	<i>of which: holdings of capital instruments in group members by other group members on behalf of third parties</i>	N/A	
41b	<i>of which: investments in the capital of financial institutions that are outside the scope of regulatory consolidations not reported in rows 39 and 40</i>	N/A	
41c	<i>of which: other national specific regulatory adjustments not reported in rows 41a and 41b</i>	N/A	
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	N/A	
43	Total regulatory adjustments to Additional Tier 1 capital	-	
44	Additional Tier 1 capital (AT1)	-	
45	Tier 1 Capital (T1=CET1+AT1)	Subtotal	183.6
	Tier 2 Capital: instruments and provisions		
46	Directly issued qualifying Tier 2 instruments	N/A	
47	Directly issued capital instruments subject to phase out from Tier 2	N/A	
48	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group T2)	21.5	
49	<i>of which: instruments issued by subsidiaries subject to phase out</i>	21.5	
50	Provisions	4.4	(j)
51	Tier 2 Capital before regulatory adjustments	Subtotal	25.9

COMMON DISCLOSURES

COMPOSITION OF CAPITAL CONT

		30 June 2016 \$M	Source in regulatory Capital Reconciliation
	Tier 2 Capital: regulatory adjustments		
52	Investments in own Tier 2 instruments	N/A	
53	Reciprocal cross-holdings in Tier 2 instruments	N/A	
54	Investments in the Tier 2 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the ADI does not own more than 10% of the issued share capital (amount above 10% threshold)	N/A	
55	Significant investments in the Tier 2 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	N/A	
56	National specific regulatory adjustments (sum of rows 56a, 56b and 56c)	N/A	
56a	<i>of which: holdings of capital instruments in group members by other group members on behalf of third parties</i>	N/A	
56b	<i>of which: investments in the capital of financial institutions that are outside the scope of regulatory consolidation not reported in rows 54 and 55</i>	N/A	
56c	<i>of which: other national specific regulatory adjustments not reported in rows 56a and 56b</i>	N/A	
57	Total regulatory adjustments to Tier 2 capital	Subtotal	-
58	Tier 2 capital (T2)	Subtotal	25.9
59	Total capital (TC=T1+T2)	Subtotal	209.5
60	Total risk-weighted assets based on APRA standards	Subtotal	1,606.9
	Capital ratios and buffers		
61	Common Equity Tier 1 (as a percentage of risk-weighted assets)	11.43%	
62	Tier 1 (as a percentage of risk-weighted assets)	11.43%	
63	Total capital (as a percentage of risk-weighted assets)	13.04%	
64	Buffer requirement (minimum CET1 requirement of 4.5% plus capital conservation buffer of 2.5% plus any countercyclical buffer requirements expressed as a percentage of risk-weighted assets)	8.00%	
65	<i>of which: capital conservation buffer requirement</i>	1.00%	
66	<i>of which: ADI-specific countercyclical buffer requirements</i>		
67	<i>of which: G-SIB buffer requirement (not applicable)</i>		
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk-weighted assets)	3.43%	
	National minima (if different from Basel III)		
69	National Common Equity Tier 1 minimum ratio (if different from Basel III minimum)	N/A	
70	National Tier 1 minimum ratio (if different from Basel III minimum)	N/A	
71	National total capital minimum ratio (if different from Basel III minimum) Amount below thresholds for deductions (not risk-weighted)	N/A	
72	Non-significant investments in the capital of other financial entities	N/A	
73	Significant investments in the ordinary shares of financial entities	N/A	
74	Mortgage servicing rights (net of related tax liability)	N/A	
75	Deferred tax assets arising from temporary differences (net of related tax liability)	N/A	
	Applicable caps on the inclusion of provisions in Tier 2		
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	4.4	(j)
77	Cap on inclusion of provisions in Tier 2 under standardised approach	20.1	

COMMON DISCLOSURES

COMPOSITION OF CAPITAL CONT

		30 June 2016 \$M	Source in regulatory Capital Reconciliation
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	N/A	
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	N/A	
	Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)	N/A	
80	Current cap on CET1 instruments subject to phase out arrangements	N/A	
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	N/A	
82	Current cap on AT1 instruments subject to phase out arrangements	N/A	
83	Amount excluded from AT1 instruments due to cap (excess over cap after redemptions and maturities)	N/A	
84	Current cap on T2 instruments subject to phase out arrangements	N/A	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	N/A	

MyState

LIMITED

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