

20 February 2026

The Manager  
Company Announcements  
Australian Securities Exchange  
20 Bridge Street  
Sydney NSW 2000

**MyState Limited – Half Year Report  
(Appendix 4D) for the half year ended 31 December 2025**

The Directors of MyState Limited (the “Company”) are pleased to announce the results of the Company for the half year ended 31 December 2025 as follows:

**RESULTS FOR ANNOUNCEMENT TO THE MARKET**

| <b>Extracted from the Financial Statements<br/>for the half year ended</b> | <b>\$'000<br/>31 December 2024</b> | <b>\$'000<br/>31 December 2025</b> | <b>% Change</b> |
|--|------------------------------------|------------------------------------|-----------------|
| Revenue from operations  | 76,996                             | 125,232                            | 62.6%           |
| Underlying net profit after tax <sup>1</sup>                               | 17,480                             | 28,209                             | 61.4%           |
| Statutory profit after tax attributable to members                         | 15,919                             | 27,290                             | 71.4%           |
| Statutory net profit after tax attributable to members                     | 15,919                             | 27,290                             | 71.4%           |

<sup>1</sup> Underlying net profit after tax excludes merger related transaction and integration costs.

| <b>Dividends for the current financial year are:</b>  | <b>Amount per security</b>                          | <b>Franked amount per security</b> |
|---|---|------------------------------------|
| <b>FY2026 Interim Dividend fully franked at 30%</b><br><br>Payable on 20 March 2026<br><br>Record date for determining entitlements for the interim dividend is 26 February 2026. | 12.00 cents   | 12.00 cents                        |
| <b>Dividends for the previous financial year were:</b>  | <b>Amount per security</b>                          | <b>Franked amount per security</b> |
| FY2025 Interim dividend – paid March 2025<br>FY2025 Final Dividend – paid September 2025  | 10.5 cents<br>11.0 cents                            | 10.5 cents<br>11.0 cents           |
| <b>Dividend Reinvestment Plan</b>   | <b>Last Date for Receipt of DRP Election Notice</b> |                                    |
| The MyState Limited Dividend Reinvestment Plan is operational for the FY2026 Interim Dividend.  | 27 February 2026                                    |                                    |
| <b>Net Tangible Assets per share</b>  | <b>31 December 2024</b>                             | <b>31 December 2025</b>            |
|   | 342 cents   | 357 cents                          |

The remainder of the information requiring disclosure to comply with Listing Rule 4.2A.3 is contained in the attached copy of the Financial Statements and comments on performance of the Company included in the Media and ASX Release dated 20 February 2026.

Further information regarding MyState Limited and its business activities can be obtained by visiting the company's website at [www.mystatelimited.com.au](http://www.mystatelimited.com.au).

Yours faithfully



Scott Lukianenko  
**Company Secretary**

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# Consolidated Financial Report

## For the half year ended 31 December 2025

### Appendix 4D

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## Directors' Report

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### Financial Statements

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Consolidated Income Statement  
Consolidated Statement of Comprehensive Income  
Consolidated Statement of Financial Position  
Consolidated Statement of Changes in Equity  
Consolidated Statement of Cash Flows

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### Directors' Declaration

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# Directors' report

Your Directors present their report for MyState Limited and its controlled entities (the Group) for the half year ended 31 December 2025.

## Directors

- **Sandra Birkenleigh** BCom, CA, GAICD, ICCP (Fellow)  
Chair and Independent Non-Executive Director
- **Brett Morgan** BEc, MAppFin  
Managing Director and Chief Executive Officer
- **Gregory Kenny** GAICD, GradDipFin  
Independent Non-Executive Director  
(Retired 19 February 2026)
- **Jacqueline Korhonen** BSc, BEng (Hons), GAICD  
Independent Non-Executive Director
- **Sibylle Krieger** LLB (Hons), LL.M, FAICD, MBA  
Independent Non-Executive Director
- **Warren Lee** BCom, CA  
Independent Non-Executive Director
- **Vaughn Richtor** BA (Hons), MAICD  
Independent Non-Executive Director
- **Andrea Waters** BCom, FCA, GAICD  
Independent Non-Executive Director

## Company Secretary

- **Scott Lukianenko** Ad Dip BMgmt, Grad Dip BA, GIA (Cert).

## Principal Activities

MyState Limited (MyState) provides banking, trustee, equipment finance and managed fund products and services through its wholly-owned subsidiaries MyState Bank Limited (MyState Bank) and TPT Wealth Limited (TPT Wealth).

Following the merger with Auswide Bank Ltd (Auswide) in February 2025, on 1 December 2025, Auswide completed a voluntary transfer of all its assets and liabilities to MyState Bank as approved by the Australian Prudential Regulation Authority (APRA) in accordance with the *Financial Sector (Transfer and Restructure) Act 1999 (Cth)*. Auswide's banking licence was subsequently revoked by APRA on 11 December 2025. The Auswide brand was not impacted and there were no changes to the products and services provided to Auswide customers.

Under the MyState Bank and Auswide brands, home lending, savings and transactional banking solutions are delivered through digital and branch channels, an Australian-based contact centre, private bankers, mobile lenders and mortgage brokers.

Selfco is a commercial asset finance company providing Australian businesses with tailored funding solutions to acquire business-critical assets, including trucks, trailers, construction equipment and other essential machinery. It operates nationally through a network of accredited finance brokers.

TPT Wealth delivers asset management and trustee services through relationship managers, digital channels and an Australian-based estate planning, trust administration and support team.

Other than as noted above, there have been no significant changes in the nature of the principal activities of the Group during the period.

## Dividends

The Directors have declared a fully franked interim dividend of 12.0 cents per share. The dividend will be payable on 20 March 2026 to shareholders on the register at the record date of 26 February 2026.

The dividend payout ratio of 74.6% for the half year ended 31 December 2025 (1HY26) is within the Board's target range of 60-80% on a Statutory net profit after tax (NPAT) basis.

## Operating and Financial Review

### Financial performance

Pre-provision operating profit of \$40.9m increased \$16.6m (or 68.3%) on the prior corresponding period (1HY25) and \$5.5m (or 15.4%) on the prior period (2HY25), primarily driven by the addition of Auswide Bank and Selfco for the full period.

Income growth of \$48.2m (or 62.5%) on 1HY25 and \$15.5m (or 14.1%) on 2HY25 was partly offset by an increase in total expenses of \$33.1m (or 61.9%) on 1HY25 and \$6.8m (or 8.5%) on 2HY25. Total expenses include \$3.0m of merger related integration costs while 1HY25 included \$1.6m of merger related transaction costs.

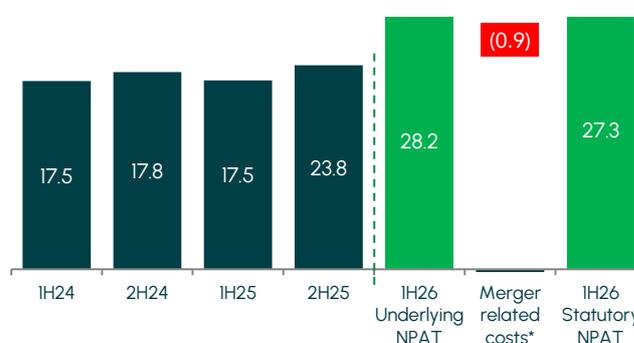
Underlying NPAT of \$28.2m was 61.2% higher than 1HY25 (\$17.5m) and 18.4% higher than 2HY25 (\$23.8m). The significant rise was supported by increased scale, growth across key business lines and the realisation of year one merger related synergies. The prior period included post-merger earnings from Auswide from 19 February to 30 June 2025. The prior corresponding period did not include any earnings of Auswide.

The Group recorded a Statutory NPAT for 1HY26 of \$27.3m, an increase of 71.4% on 1HY25 (\$15.9m) and 39.0% on 2HY25 (\$19.6m). Statutory NPAT in 1HY26 included the post-tax impact of merger related integration costs (\$2.1m), partly offset by purchase price allocation adjustments (\$1.2m).

Underlying earnings per share (EPS) was 16.6 cents per share, return on equity (ROE) was 7.7% and the Group cost to income (CTI) ratio was 67.3% (1HY25: 68.5%). Statutory EPS was 16.1 cents per share, an increase of 12.1% on 1HY25 (14.4 cents per share) and 30.4% on 2HY25 (12.4 cents per share). Statutory ROE was 7.4%, an increase of 50 basis points (bps) on 1HY25 (6.9%). Underlying return on tangible equity was 9.4% in 1HY26.

The increased scale achieved from the transformational merger with Auswide has contributed to the improved operational performance of the broader MyState business in 1HY26. Costs are being closely managed with the Group cost to income ratio improving by 116 bps relative to 1HY25 and 37 bps relative to 2HY25.

### Underlying Group net profit after tax (\$m)



\* Comprises integration costs (\$2.1m post tax), partly offset by a benefit from other merger related fair value adjustments and write-backs (\$1.2m post-tax)

Integration remains on track with a key milestone achieved during 1HY26, namely the approval and transition to a single banking licence. The Group continued to progress key merger projects including the development of a new single loan origination system,

# Directors' report continued

as well as planning around a single core banking solution and bank brand. Target pre-tax synergies of \$20-\$25 million in FY28 remain on track as integration initiatives are executed.

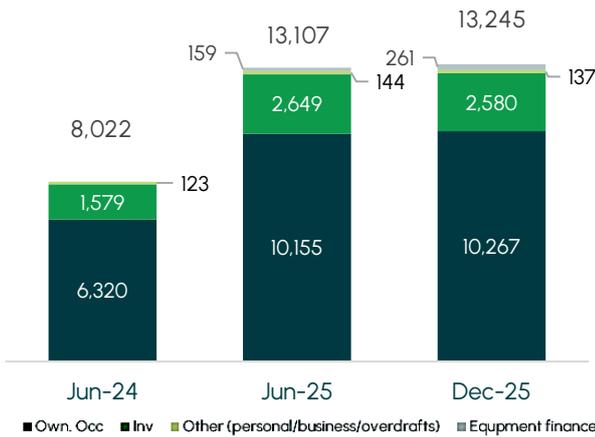
The Group continues to invest to mitigate sector-wide cyber and fraud-related risks. Despite a period of significant change, at 31 December 2025 MyState's internally measured customer net promoter score remained strong at +65 and continues to reflect a high level of ongoing customer advocacy.

## Banking group

The total loan book (excluding capitalised acquisition costs) increased by 1.1% to \$13.25bn relative to 30 June 2025.

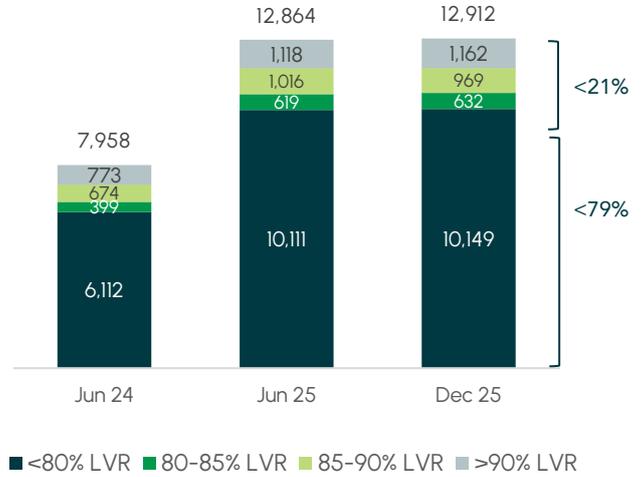
Investment in Selfco has been prioritised since the merger to take advantage of its strength as a fast growing, higher margin business. Its loan portfolio grew by 64% to \$261m during the half.

### Total loan book composition (\$m)



The bank's home lending remains focused on low-risk, owner-occupied loans with a loan to valuation ratio (LVR) of less than 80%. Exposure to non-residential lending, investor and interest-only lending remains relatively low compared to sector averages.

### Home loan book – LVR profile (\$m)



Since 30 June 2025, MyState Bank's home loan portfolio grew 3.0%, reaching \$8,481m at 31 December 2025. Within the Auswide business, growing Selfco's loan book was prioritised impacting the home loan portfolio, which fell 4.3% to \$4,431m. Across the Group, the home loan book grew 0.4%.

Credit quality remains a pillar of the bank with nearly 80% of the combined home loan portfolio comprising loans with a loan to value ratio (LVR) <80%.

High LVR lending is generally provided to borrowers eligible to participate in the Australian Government's 5% Deposit Scheme (formerly known as the Home Guarantee Scheme). Scheme changes, effective 1 October 2025, have increased relevance of the Scheme which now has unlimited places, higher property price caps and no income caps. The bank is a participating lender in the Scheme.

Credit quality continues to improve with the Group's 90+ days home loan arrears at 0.28%, well below sector averages and down from 0.44% at 30 June 2025. Home loan borrowers remain resilient with actual loan losses negligible, in line with historical experience.

An increase of \$1.4m in the collective provision primarily reflected the growth of the Selfco portfolio, with an overall impairment expense of \$1.0m recognised in 1HY26 (1HY25: impairment recovery of \$0.8m).

### Net interest margin (NIM) trend

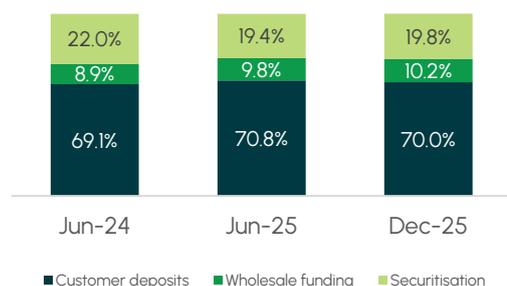


Net interest income was up \$40.4m (or 63.3%) on 1HY25 and \$11.5m (or 12.4%) on 2HY25, driven by the benefits of a larger home loan book and liquids book (post-merger), and the inclusion of the Selfco portfolio, partially offset by higher interest expense.

## Directors' report continued

Group NIM was up 1bp on 1HY25 and down 3bps on 2HY25. Higher liquid holdings, ongoing competition in the market for new retail deposits and home loans, elevated levels of customer switching, retention discounting and the impact of lower interest rates are sector-wide trends that continued to impact NIM in the half. The higher margin Selfco loan book provided a partial offset to this pressure on NIM.

### Funding mix (\$m)



The bank's funding mix remains well diversified with customer deposits comprising approximately 70% of the total funding mix. While the competition for retail deposits remains strong sector wide, the bank's focus on online deposit origination has been complemented by the strategy to raise deposits via partnerships across a range of third party channels. Securitisation continues to be an important source of longer term wholesale funding for the Group.

The bank welcomed a further 12,941 new to bank customers this half, partly driven by the launch of the new savings product 'Hello Saver'.

### Non-interest income

Non-interest income from banking activities increased by \$6.6m (or 110.7%) on 1HY25 and by \$3.1m (or 32.4%) on 2HY25 driven by the addition of Auswide.

### TPT Wealth

TPT Wealth's NPAT for the period was \$1.5m, an increase of \$0.3m or 27% on 1HY25 (\$1.2m).

Income from wealth management activities increased by \$1.1m (or 14.8%) driven by higher trustee services income, ongoing administration fees and revenue from commercial lending. Operating expenses were up 10.4% primarily due to an increase in Group related overhead charges.

Funds under management (FUM) increased in the half, predominantly due to increases in the TPT Wealth Income funds.

### Funds under management (\$m)



### Capital position

MyState remains well capitalised. At 31 December 2025, the Group's Common Equity Tier 1 (CET1) ratio was 11.95% (up 7bps from 30 June 2025) while the total capital ratio decreased by 65bps to 16.86%.

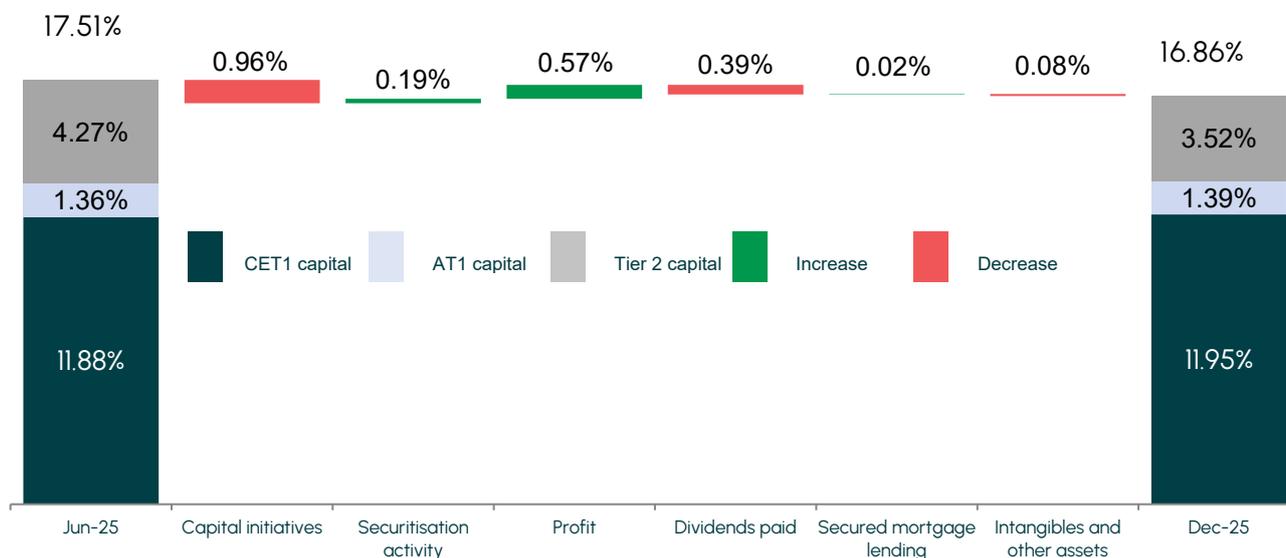
The reduction in the total capital ratio was driven by the repayment of Tier 2 qualifying subordinated notes (\$25m on 10 July 2025 and \$12m on 11 September 2025) with an estimated impact of -80bps as at 31 December 2025.

MyState's capital management strategy remains centred on the organic generation of capital via retained earnings, coupled with the flexibility provided by capital relief securitisation activity.

Key movements in capital for the period are summarised in the chart on the next page:

# Directors' report continued

## Capital movement for the period



## Community

MyState seeks to make a genuine difference to customers and the communities in which we operate.

Since 2001, the MyState Foundation has awarded more than \$2.9 million in grants to not-for-profit organisations across Tasmania

In Queensland, the Bank provides support to a range of community organisations including the Salvation Army, Ronald McDonald House and the Mental Awareness Foundations' Walk for Awareness.

## Outlook

The Board remains focused on profitably growing MyState's share of deposits, home loans and funds under management while looking to accelerate growth in the Selfco equipment finance loan book and select segments of the trustee services market.

In the second half of FY26, merger integration effort will focus on progressing the execution of key projects including a single core banking system and single banking brand. Estimated integration costs for the period through to 30 June 2028 remains unchanged at \$29m.

As at 31 December 2025, MyState achieved annualised synergies of \$10.4 million and expected pre-tax synergies of \$20-\$25 million in FY28 remain on track as integration initiatives continue to be executed.

## Lead auditor's independence declaration under section 307C of the Corporations Act 2001

The lead auditor's independence declaration is set out on page 6 and forms part of the Directors' Report for the half year ended 31 December 2025.

## Rounding of amounts

In accordance with applicable financial reporting regulations and current industry practices, amounts in this report have been rounded-off to the nearest one thousand dollars, unless otherwise stated. Any discrepancies between totals and sums of components in charts contained in this report are due to rounding.

## Directors' report continued

### Events subsequent to balance date

On 20 February 2026, the Directors declared a fully franked interim dividend of 12.0 cents per share. The dividend will be payable on 20 March 2026 to shareholders on the register at the record date of 26 February 2026.

In the opinion of the Directors, there are no other matters or circumstances that have arisen since the end of the period that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial periods.

### Environmental regulation

A task force on Climate-Related Financial Disclosures (TCFD) Report outlining MyState's baseline scope 1, 2 and 3 greenhouse gas (GHG) emissions associated with the activities and facilities that support the businesses' everyday operations, was included in MyState's 2025 Annual Report. Under AASB S2 *Climate-related disclosures*, MyState meets the threshold as a Group 1 entity and is on track to meet mandatory reporting for the first reporting period commencing 1 July 2025, with the inaugural mandatory climate-related financial disclosures to be disclosed in the FY26 Annual Report.

Signed in accordance with a resolution of the Directors.



**Sandra Birkenleigh**  
Chair



**Brett Morgan**  
Managing Director and Chief Executive Officer

Hobart  
20 February 2026



**Shape the future  
with confidence**

Ernst & Young  
200 George Street  
Sydney NSW 2000 Australia  
GPO Box 2646 Sydney NSW 2001

Tel: +61 2 9248 5555  
Fax: +61 2 9248 5959  
ey.com/au

## Auditor's independence declaration to the directors of MyState Limited

As lead auditor for the review of the half-year financial report of MyState Limited for the half-year ended 31 December 2025, I declare to the best of my knowledge and belief, there have been:

- a. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review;
- b. No contraventions of any applicable code of professional conduct in relation to the review; and
- c. No non-audit services provided that contravene any applicable code of professional conduct in relation to the review.

This declaration is in respect of MyState Limited and the entities it controlled during the financial period.

Ernst & Young

Andrew Harmer  
Partner  
Sydney  
20 February 2026

**MyState Limited**  
**Consolidated Income Statement**  
**for the half year ended 31 December 2025**

|   | Notes    | 31 Dec 2025<br>\$ '000 | 31 Dec 2024<br>\$ '000 |
|---|----------|------------------------|------------------------|
| Interest income                                       | 2.1      | 373,587                | 255,870                |
| Interest expense                                      | 2.1      | (269,352)              | (192,058)              |
| <b>Net interest income</b>                            |          | <b>104,235</b>         | <b>63,812</b>          |
| Non-interest income from banking activities           | 2.1      | 12,704                 | 5,991                  |
| <b>Net banking operating income</b>                   |          | <b>116,939</b>         | <b>69,803</b>          |
| Income from wealth management activities              | 2.2      | 8,293                  | 7,193                  |
| <b>Total operating income</b>                         |          | <b>125,232</b>         | <b>76,996</b>          |
| <b>Less: Expenses</b>                                 |          |                        |                        |
| Personnel costs                                       | 2.3      | (39,697)               | (23,581)               |
| Administration costs                                  | 2.3      | (14,026)               | (10,255)               |
| Technology costs                                      | 2.3      | (19,853)               | (12,977)               |
| Occupancy costs                                       | 2.3      | (4,021)                | (2,077)                |
| Marketing costs                                       |          | (2,333)                | (2,433)                |
| Governance costs                                      |          | (2,710)                | (1,419)                |
| Merger Integration and transaction costs              | 1.3, 2.3 | (3,026)                | (1,561)                |
| Impairment recovery / (expense) on loans and advances | 3.1      | (1,013)                | 761                    |
| <b>Total expenses</b>                                 |          | <b>(86,679)</b>        | <b>(53,542)</b>        |
| <b>Profit before tax</b>                              |          | <b>38,553</b>          | <b>23,454</b>          |
| <b>Income tax expense</b>                             |          | <b>(11,263)</b>        | <b>(7,535)</b>         |
| <b>Profit for the period</b>                          |          | <b>27,290</b>          | <b>15,919</b>          |
| Profit attributable to the:                           |          |                        |                        |
| <b>Equity holders of MyState Limited</b>              |          | <b>27,290</b>          | <b>15,919</b>          |
| <b>Basic earnings per share (cents per share)</b>     | 2.4      | <b>16.11</b>           | <b>14.37</b>           |
| <b>Diluted earnings per share (cents per share)</b>   | 2.4      | <b>14.45</b>           | <b>13.02</b>           |

**MyState Limited**  
**Consolidated Statement of Comprehensive Income**  
**for the half year ended 31 December 2025**

| Notes  | 31 Dec 2025<br>\$ '000 | 31 Dec 2024<br>\$ '000 |
|--|------------------------|------------------------|
| <b>Profit for the period</b>   | <b>27,290</b>          | 15,919                 |
| <b>Other comprehensive income / (expense)</b>                        |                        |                        |
| <b>Items that may be reclassified subsequently to profit or loss</b> |                        |                        |
| Cash flow hedges - Net gains / (losses) taken to equity              | <b>(5,939)</b>         | 391                    |
| Income tax effect  | <b>1,782</b>           | (117)                  |
| <b>Total other comprehensive income / (expense) for the period</b>   | <b>(4,157)</b>         | <b>274</b>             |
| <b>Total comprehensive income for the period</b>                     | <b>23,133</b>          | <b>16,193</b>          |
| Total comprehensive income for the year is attributable to:          |                        |                        |
| <b>Equity holders of MyState Limited</b>                             | <b>23,133</b>          | <b>16,193</b>          |

**MyState Limited**  
**Consolidated Statement of Financial Position**  
**as at 31 December 2025**

|   | Notes | 31 Dec 2025<br>\$ '000 | 30 Jun 2025<br>\$ '000 |
|---|-------|------------------------|------------------------|
| <b>Assets</b>                                 |       |                        |                        |
| Cash and cash equivalents                     | 3.3   | 267,837                | 318,767                |
| Due from other financial institutions         |       | 48,558                 | 61,740                 |
| Other assets                                  |       | 44,695                 | 36,753                 |
| Financial instruments                         |       | 1,511,693              | 1,530,457              |
| Derivatives                                   |       | -                      | 1,870                  |
| Loans and advances                            | 3.1   | 13,308,972             | 13,169,670             |
| Property, plant and equipment                 |       | 20,499                 | 19,409                 |
| Right-of-use assets                           |       | 6,698                  | 8,208                  |
| Tax assets                                    |       | 23,553                 | 22,753                 |
| Intangible assets and goodwill                | 1.3   | 125,697                | 120,303                |
| <b>Total assets</b>                           |       | <b>15,358,202</b>      | <b>15,289,930</b>      |
| <b>Liabilities</b>                            |       |                        |                        |
| Due to other financial institutions           |       | 94,320                 | 130,946                |
| Deposits                                      |       | 10,179,847             | 10,130,368             |
| Derivatives                                   |       | 4,264                  | -                      |
| Employee benefits provisions                  |       | 22,478                 | 10,090                 |
| Other liabilities                             |       | 69,603                 | 82,837                 |
| Tax liabilities                               |       | 14,744                 | 15,200                 |
| Other borrowings including subordinated notes |       | 4,228,887              | 4,184,480              |
| <b>Total liabilities</b>                      |       | <b>14,614,143</b>      | <b>14,553,921</b>      |
| <b>Net assets</b>                             |       | <b>744,059</b>         | <b>736,009</b>         |
| <b>Equity</b>                                 |       |                        |                        |
| Share capital                                 | 4.1   | 495,487                | 493,238                |
| Retained earnings                             |       | 247,323                | 238,633                |
| Reserves                                      |       | 1,249                  | 4,138                  |
| <b>Total equity</b>                           |       | <b>744,059</b>         | <b>736,009</b>         |

**MyState Limited**  
**Consolidated Statement of Changes in Equity**  
**for the half year ended 31 December 2025**

|   | Share capital  | Retained earnings | General reserve for credit losses | Employee equity benefits reserve | Hedging reserve | Other reserves | Total          |
|---|----------------|-------------------|-----------------------------------|----------------------------------|-----------------|----------------|----------------|
| Note  | \$ '000        | \$ '000           | \$ '000                           | \$ '000                          | \$ '000         | \$ '000        | \$ '000        |
| <b>At 1 July 2024</b>   | <b>228,603</b> | <b>233,501</b>    | <b>2,368</b>                      | <b>1,542</b>                     | <b>(77)</b>     | <b>(1,000)</b> | <b>464,937</b> |
| Profit for the period   | -              | 15,919            | -                                 | -                                | -               | -              | 15,919         |
| Other comprehensive income / (expense)                                | -              | -                 | -                                 | -                                | 274             | -              | 274            |
| <b>Total comprehensive income for the period</b>                      | <b>-</b>       | <b>15,919</b>     | <b>-</b>                          | <b>-</b>                         | <b>274</b>      | <b>-</b>       | <b>16,193</b>  |
| Equity issued under employee share scheme                             | 37             | -                 | -                                 | -                                | -               | -              | 37             |
| Equity issued under executive long term incentive plan                | 214            | -                 | -                                 | (214)                            | -               | -              | -              |
| Equity issued under dividend reinvestment plan                        | 1,090          | -                 | -                                 | -                                | -               | -              | 1,090          |
| Share based payment expense recognised                                | -              | -                 | -                                 | 181                              | -               | -              | 181            |
| Dividends paid  | 2.5            | -                 | (12,725)                          | -                                | -               | -              | (12,725)       |
| <b>At 31 December 2024</b>  | <b>229,944</b> | <b>236,695</b>    | <b>2,368</b>                      | <b>1,509</b>                     | <b>197</b>      | <b>(1,000)</b> | <b>469,713</b> |
| <b>At 1 July 2025</b>   | <b>493,238</b> | <b>238,633</b>    | <b>2,368</b>                      | <b>1,882</b>                     | <b>888</b>      | <b>(1,000)</b> | <b>736,009</b> |
| Profit for the period   | -              | 27,290            | -                                 | -                                | -               | -              | 27,290         |
| Other comprehensive income / (expense)                                | -              | -                 | -                                 | -                                | (4,157)         | -              | (4,157)        |
| <b>Total comprehensive income for the period</b>                      | <b>-</b>       | <b>27,290</b>     | <b>-</b>                          | <b>-</b>                         | <b>(4,157)</b>  | <b>-</b>       | <b>23,133</b>  |
| Equity issued under employee share scheme                             | 39             | -                 | -                                 | -                                | -               | -              | 39             |
| Equity issued under executive long term incentive plan                | 119            | -                 | -                                 | -                                | -               | -              | 119            |
| Revaluation of land and buildings to fair value (net of deferred tax) | -              | -                 | -                                 | -                                | -               | 1,073          | 1,073          |
| Equity issued under dividend reinvestment plan                        | 2,348          | -                 | -                                 | -                                | -               | -              | 2,348          |
| Share based payment expense recognised                                | -              | -                 | -                                 | 195                              | -               | -              | 195            |
| Share issuance costs  | (257)          | -                 | -                                 | -                                | -               | -              | (257)          |
| Dividends paid  | 2.5            | -                 | (18,600)                          | -                                | -               | -              | (18,600)       |
| <b>At 31 December 2025</b>  | <b>495,487</b> | <b>247,323</b>    | <b>2,368</b>                      | <b>2,077</b>                     | <b>(3,269)</b>  | <b>73</b>      | <b>744,059</b> |

The accompanying notes form part of these financial statements.

**MyState Limited**  
**Consolidated Statement of Cash Flows**  
**for the half year ended 31 December 2025**

| Notes   | 31 Dec 2025<br>\$ '000 | 31 Dec 2024<br>\$ '000 |
|---|------------------------|------------------------|
| <b>Cash flows from operating activities</b>                     |                        |                        |
| Interest received   | 463,565                | 268,537                |
| Interest paid   | (286,760)              | (184,011)              |
| Fees and commissions received                                   | 17,866                 | 12,487                 |
| Other non-interest income received                              | 832                    | 1,235                  |
| Payments to suppliers and employees                             | (80,875)               | (26,697)               |
| Income tax paid   | (10,429)               | (10,579)               |
| (Increase) / decrease in operating assets:                      |                        |                        |
| Due from other financial institutions                           | 13,891                 | 17,863                 |
| Loans and advances  | (168,728)              | (45,309)               |
| Financial instruments   | 51,543                 | (67,563)               |
| Increase / (decrease) in operating liabilities:                 |                        |                        |
| Due to other financial institutions                             | (54,532)               | (5,446)                |
| Deposits - excluding subordinated notes and floating rate notes | 145,821                | 235,152                |
| <b>Net cash flows from / (used in) operating activities</b>     | <b>92,194</b>          | <b>195,669</b>         |
| <b>Cash flows from investing activities</b>                     |                        |                        |
| (Purchase) / sale of intangible assets                          | (6,484)                | (938)                  |
| Dividends received  | 86                     | -                      |
| (Purchase) / sale of property, plant and equipment              | 2,827                  | (595)                  |
| Proceeds from sale of other investments                         | 3,202                  | -                      |
| <b>Net cash flows from / (used in) investing activities</b>     | <b>(369)</b>           | <b>(1,533)</b>         |
| <b>Cash flows from financing activities</b>                     |                        |                        |
| Employee share issue  | 39                     | 37                     |
| Payments for lease liabilities                                  | (2,478)                | (1,572)                |
| Borrowings issued / (redeemed)                                  | (125,000)              | (100,000)              |
| Dividend paid net of dividend reinvestment plan                 | (15,316)               | (11,633)               |
| <b>Net cash flows from / (used in) financing activities</b>     | <b>(142,755)</b>       | <b>(113,168)</b>       |
| Net increase / (decrease) in cash held                          | (50,930)               | 80,968                 |
| Cash at beginning of financial year                             | 318,767                | 114,544                |
| <b>Closing cash and cash equivalents</b>                        | <b>267,837</b>         | <b>195,512</b>         |
| 3.3   |                        |                        |

**MyState Limited**  
**Notes to the consolidated financial statements**  
**for the half year ended 31 December 2025**

**1.1 Statement of compliance**

The half year financial report is a general purpose financial report prepared in accordance with the *Corporations Act 2001* and Australian Accounting Standard AASB 134 *Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*. The half year report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the most recent annual financial report for the year ended 30 June 2025.

**1.2 Basis of preparation**

The interim condensed consolidated financial statements for the six months ended 31 December 2025 have been prepared in accordance with IAS 34 *Interim Financial Reporting*. The Group has prepared the financial statements on the basis that it will continue to operate as a going concern. The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 30 June 2025.

MyState Limited is a company of the kind referred to in Australian Securities and Investments Commission (ASIC) Class Order 2016/191, and, in accordance with that Class Order, amounts in the Directors' Report and the half year financial report are rounded off to the nearest thousand dollars, unless otherwise indicated.

For the purpose of these financial statements, the following abbreviations have been applied:

|         |   |
|---------|---|
| Group   | MyState Limited and the entities it controlled during the period; |
| Company | MyState Limited;  |
| Period  | the half year ended 31 December 2025; and                         |
| ASIC    | Australian Securities and Investments Commission.                 |

The comparative information disclosed in the Consolidated Income Statement, Consolidated Statement of Comprehensive Income, Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows is for the six months ended 31 December 2024. The comparative information disclosed in the Consolidated Statement of Financial Position is as at 30 June 2025. Comparative information may contain reallocation of amounts. Any adjustments are to assist in providing more meaningful information within the financial statements.

The accounting policies and methods of compilation are the same as those policies adopted in the most recent annual financial report, which is for the year ended 30 June 2025. Investments of \$2.92m have been classified as other assets instead of cash and cash equivalents as these are not cash and equivalents. Comparative amounts have been adjusted to conform with the current period presentation.

There have been no new accounting standards which have been determined to have a material impact on this financial report.

**1.3 Merger of MyState Bank Limited and Auswide Bank Ltd**

On 19 February 2025, MyState Bank Limited merged with Auswide Bank Ltd, a regional retail bank based in Queensland, Australia. The merger formed part of MyState's strategic objective to expand its national presence and diversify its customer base. MyState acquired all the shares in Auswide in exchange for MyState shares by way of a Scheme Implementation Agreement (the Scheme). As part of the Scheme, Auswide shareholders received 1.112 MyState shares per Auswide share (Merger conversion ratio), implying a 65.9% proforma ownership of the combined group for existing MyState shareholders.

**1.3 Merger of MyState Bank Limited and Auswide Bank Ltd (continued)**

**(a) Purchase price allocation (PPA)**

MyState has determined a purchase price consideration of \$261.5m, based on the MyState share price and Merger conversion ratio. The total consideration paid in relation to the merger transaction is considered representative of the fair value of Auswide Bank Ltd, given it was negotiated between unrelated parties and at arms length. Additionally, the transaction was deemed in the best interest of Auswide shareholders by an Independent Expert. The purchase price consideration calculation is reported below:

|   |                      |
|---|----------------------|
| Shares issued to Auswide                    | 57,602,145           |
| Closing MYS share price on 18 February 2025 | \$4.54               |
| Purchase price consideration                | <b>\$261,513,738</b> |

**(b) Accounting implications - Goodwill arising from Merger**

From an accounting perspective MyState has a controlling interest in Auswide and therefore, under *AASB 3 Business Combinations (AASB 3)*, it is required to recognise the identifiable net assets of Auswide at fair value within the Group's financial statements on the merger date and recognise and measure goodwill acquired in the business combination.

In line with AASB 3, management are allowed to perform a fair value assessment within the measurement period of no more than 12 months subsequent to the acquisition date. This is to reflect new information obtained about facts and circumstances that existed as of the acquisition date and, if known, would have affected the measurement of the amounts recognised as of that date. This involves the determination of the fair value of consideration transferred, identifiable assets (including intangible assets) taken on and liabilities assumed, with a view to recognise and measure the resulting goodwill associated with the business combination.

MyState engaged an external independent valuations specialist to perform a fair value assessment. In December 2025 the fair value assessment was finalised and provided to MyState.

A 'measurement period adjustment' has been made to retrospectively recognise the changes in fair value of assets and liabilities acquired and resulting goodwill on the statement of financial position.

These changes have been reflected in the interim financial statements for the period ended 31 December 2025, with amendments made to carrying values from 19 February 2025, and reflected in the 30 June 2025 balances.

The cumulative profit or loss impact of the measurement period adjustment for the period 19 February 2025 to 30 June 2025 was not deemed to be material to the financial year ending 30 June 2025. Therefore, no profit or loss restatement has been made in the prior period.

The table in note 1.3(d) shows the impact of the measurement period adjustment, including the changes in carrying values to assets and liabilities (i.e. recognising a provision within other liabilities), adjusted as at acquisition date of 19 February 2025.

**(c) Merger related transaction and integration costs**

MyState has incurred transaction costs to complete the merger and integration costs to combine the two businesses have been and will be incurred in the future. Transaction and integration costs include financial adviser fees, filing fees, legal and accounting fees, regulatory fees, technology and consultancy costs. These two categories incurred to date are disclosed separately in the consolidated income statement as follows:

|                                   | <b>Dec-25</b>  | <b>Jun-25</b>  |
|-----------------------------------|----------------|----------------|
| <b>Merger related costs</b>       | <b>\$ '000</b> | <b>\$ '000</b> |
| Transaction costs                 | -              | 5,417          |
| Integration costs                 | 3,026          | 2,085          |
| <b>Total Merger related items</b> | <b>3,026</b>   | <b>7,502</b>   |

From 1 December 2025, Auswide and MyState Bank became a single ADI with Auswide handing back its banking licence to APRA. From this date, the financial results are reported as a combined banking entity.

**1.3 Merger of MyState Bank Limited and Auswide Bank Ltd (continued)**

**(d) Goodwill arising from Merger**

The PPA exercise has been prepared in line with the requirements of *AASB 3 Business Combinations*, *AASB 13 Fair Value Measurement* and *AASB 138 Intangible Assets*. The fair values of the identifiable assets and liabilities of Auswide as at the date of acquisition were:

| Fair value balance sheet                                   | Provisional FV Balance Sheet as at | Measurement period adjustments to | Final FV Balance Sheet as at |
|--|------------------------------------|-----------------------------------|------------------------------|
|  | 28-Feb-25                          | 28-Feb-25                         | 28-Feb-25                    |
|  | \$ '000                            | \$ '000                           | \$ '000                      |
| <b>Assets</b>  |                                    |                                   |                              |
| Cash and liquid assets                                     | 95,200                             | -                                 | 95,200                       |
| Due from other financial institutions                      | 137,500                            | -                                 | 137,500                      |
| Other assets   | 7,100                              | -                                 | 7,100                        |
| Financial instruments                                      | 624,400                            | -                                 | 624,400                      |
| Loans and advances   | 4,777,800                          | -                                 | 4,777,800                    |
| Property, plant and equipment and right-of-use assets      | 21,500                             | -                                 | 21,500                       |
| Tax assets   | 15,800                             | -                                 | 15,800                       |
| Intangible assets and goodwill                             | 20,700                             | -                                 | 20,700                       |
| <b>Total assets</b>  | <b>5,700,000</b>                   | <b>-</b>                          | <b>5,700,000</b>             |
| <b>Liabilities</b>   |                                    |                                   |                              |
| Deposits and other borrowings including subordinated notes | (5,341,500)                        | -                                 | (5,341,500)                  |
| Other liabilities  | (99,300)                           | (12,352)                          | (111,652)                    |
| Tax liabilities  | (10,100)                           | -                                 | (10,100)                     |
| <b>Total liabilities</b>                                   | <b>(5,450,900)</b>                 | <b>(12,352)</b>                   | <b>(5,463,252)</b>           |
| <b>Net assets</b>  | <b>249,100</b>                     | <b>(12,352)</b>                   | <b>236,748</b>               |
| Purchase price   | 261,500                            |                                   | 261,500                      |
| Goodwill   | 12,400                             | 12,352                            | 24,752                       |

Goodwill of \$24.8m has been recognised, representing the difference between the purchase consideration and the fair value of the identified assets and liabilities. The PPA process is now complete and has resulted in the fair value adjustments to liability balances as disclosed above, including an increase of \$12.4m to provisions within other liabilities of the provisional balance sheet. The goodwill recognised is primarily attributed to the expected synergies and other benefits from combining the assets and activities of Auswide with those of the Group. The goodwill is not deductible for income tax purposes.

A reconciliation of the carrying amount of goodwill is presented below:

| Goodwill arising on merger      | \$ '000       |
|---------------------------------|---------------|
| Goodwill balance (provisional)  | 77,567        |
| Movement                        | 12,352        |
| <b>Goodwill balance (final)</b> | <b>89,919</b> |

2.1 Net banking operating income and average balance sheet

The following tables show the major categories of interest-earning assets and interest-bearing liabilities, together with their respective interest earned or paid by the Group and the average interest rates. Averages are calculated based on the balance at each month end.

| Half year ended 31 December 2025   | Average Balance<br>\$ '000 | Interest<br>\$ '000 | Average Interest rate<br>% |
|--|----------------------------|---------------------|----------------------------|
| <b>Interest income</b>   |                            |                     |                            |
| Loans and advances <sup>3</sup>  | 12,322,524                 | 336,476             | 5.42%                      |
| Investment securities  | 1,879,425                  | 37,036              | 3.91%                      |
| Swap interest <sup>1</sup>   | -                          | 75                  | -                          |
| <b>Total interest earning assets</b>   | <b>14,201,949</b>          | <b>373,587</b>      | <b>5.22%</b>               |
| <b>Interest expense</b>  |                            |                     |                            |
| At call deposits   | (3,306,888)                | (47,200)            | 2.83%                      |
| Fixed term deposits  | (5,377,870)                | (119,880)           | 4.42%                      |
| Negotiable certificates of deposit   | (845,120)                  | (17,892)            | 4.20%                      |
| Subordinated notes   | (165,080)                  | (5,588)             | 6.72%                      |
| Repurchase agreements  | (14,381)                   | (265)               | -                          |
| Floating rate notes  | (213,118)                  | (5,493)             | 5.11%                      |
| Securitisation   | (2,773,814)                | (69,163)            | 4.95%                      |
| Additional Tier 1 Hybrid capital instrument                                  | (65,000)                   | (2,244)             | 6.85%                      |
| Swap interest <sup>2</sup>   | -                          | (1,248)             | -                          |
| <b>Total interest earnings liabilities<sup>4</sup></b>                       | <b>(12,761,271)</b>        | <b>(268,973)</b>    | <b>4.18%</b>               |
| <b>Net interest revenue and spread</b>                                       |                            | <b>104,614</b>      | <b>1.04%</b>               |
| <b>Benefit of interest free liabilities &amp; capital (non IFRS measure)</b> |                            |                     | <b>0.42%</b>               |
| <b>Net interest margin</b>   |                            |                     | <b>1.46%</b>               |

| Half year ended 31 December 2024   | Average Balance<br>\$ '000 | Interest<br>\$ '000 | Average Interest rate<br>\$ '000 |
|--|----------------------------|---------------------|----------------------------------|
| <b>Interest income</b>   |                            |                     |                                  |
| Loans and advances <sup>3</sup>  | 7,728,753                  | 232,492             | 5.97%                            |
| Investment securities  | 1,065,587                  | 22,553              | 4.20%                            |
| Swap interest <sup>1</sup>   | -                          | 825                 | -                                |
| <b>Total interest earning assets</b>   | <b>8,794,340</b>           | <b>255,870</b>      | <b>5.77%</b>                     |
| <b>Interest expense</b>  |                            |                     |                                  |
| At call deposits   | (2,338,790)                | (42,495)            | 3.60%                            |
| Fixed term deposits  | (2,930,462)                | (73,252)            | 4.96%                            |
| Negotiable certificates of deposit   | (402,937)                  | (9,889)             | 4.87%                            |
| Subordinated notes   | (50,000)                   | (2,047)             | 8.12%                            |
| Repurchase agreements  | (4,143)                    | (100)               | 0.00%                            |
| Floating rate notes  | (228,333)                  | (6,232)             | 5.41%                            |
| Securitisation   | (1,878,350)                | (54,670)            | 5.77%                            |
| Additional Tier 1 Hybrid capital instrument                                  | (65,000)                   | (2,402)             | 7.33%                            |
| Swap interest <sup>2</sup>   | -                          | (651)               | 0.00%                            |
| <b>Total interest earnings liabilities<sup>4</sup></b>                       | <b>(7,898,015)</b>         | <b>(191,738)</b>    | <b>4.82%</b>                     |
| <b>Net interest revenue and spread</b>                                       |                            | <b>64,132</b>       | <b>0.95%</b>                     |
| <b>Benefit of interest free liabilities &amp; capital (non IFRS measure)</b> |                            |                     | <b>0.50%</b>                     |
| <b>Net interest margin</b>   |                            |                     | <b>1.45%</b>                     |

<sup>1</sup> Swap interest relates to hedges that the Group has entered into to protect its portfolio of loans and advances from changes in interest rates.

<sup>2</sup> Swap interest relates to hedges that the Group has entered into to protect its portfolio of term deposits from changes in interest rates.

<sup>3</sup> The offset account average balance included in loans and advances is \$770.699m (June 2025 : \$761.652m)

<sup>4</sup> Total interest expense recognised on the consolidated income statement comprises the table above plus lease financing costs of \$0.379m. (Dec-25 \$0.320m)

|  | 31 Dec 2025<br>\$ '000 | 31 Dec 2024<br>\$ '000 |
|--|------------------------|------------------------|
| <b>Non-interest income from banking activities</b>       |                        |                        |
| Transaction fees   | 2,150                  | 1,403                  |
| Loan fees  | 5,027                  | 2,208                  |
| Banking commissions                                      | 2,141                  | 1,799                  |
| Other banking operations income                          | 3,386                  | 581                    |
| <b>Total non-interest income from banking activities</b> | <b>12,704</b>          | <b>5,991</b>           |

**MyState Limited**  
**Notes to the consolidated financial statements**  
**for the half year ended 31 December 2025**

**2.2 Income from wealth management activities**

|   |              |              |
|---|--------------|--------------|
| Funds management income                               | 4,345        | 3,909        |
| Other fees and commissions                            | 3,948        | 3,284        |
| <b>Total income from wealth management activities</b> | <b>8,293</b> | <b>7,193</b> |

**2.3 Expenses**

The following items are included within each item of specified expenses:

**Occupancy costs include:**

|   |         |         |
|---|---------|---------|
| Lease payments                                      | (445)   | (116)   |
| Depreciation - right-of-use assets                  | (2,217) | (1,411) |
| Depreciation - buildings and leasehold improvements | (359)   | (90)    |

**Technology costs include:**

|                                  |         |         |
|----------------------------------|---------|---------|
| Amortisation - computer software | (2,632) | (2,101) |
|----------------------------------|---------|---------|

**Administration costs include:**

|   |       |       |
|---|-------|-------|
| Depreciation - furniture, equipment and computer hardware | (883) | (217) |
| Merger related - Amortisation of intangibles              | (925) | -     |

|                               | 31 Dec 2025<br>Cents | 31 Dec 2024<br>Cents |
|-------------------------------|----------------------|----------------------|
| <b>2.4 Earnings per share</b> |                      |                      |
| Basic earnings per share      | 16.11                | 14.37                |
| Diluted earnings per share    | 14.45                | 13.02                |

**Reconciliation of earnings used in calculation of earnings per ordinary share**

|   | \$ '000       | \$ '000       |
|---|---------------|---------------|
| Net profit after tax  | 27,290        | 15,919        |
| <b>Total statutory earnings</b>   | <b>27,290</b> | <b>15,919</b> |
| Earnings used in calculating statutory earnings per ordinary share              | 27,290        | 15,919        |
| Add back: distributions accrued and/or paid on dilutive loan capital instrument | 1,571         | 2,402         |
| <b>Total diluted earnings</b>   | <b>28,861</b> | <b>18,321</b> |

The following table details the weighted average number of shares (WANOS) used in the calculation of basic and diluted earnings per share:

|  | Number             | Number             |
|--|--------------------|--------------------|
| WANOS used in the calculation of basic earnings per share          | 169,442,566        | 110,807,795        |
| Effect of dilution - executive performance rights                  | 1,577,267          | 1,262,701          |
| Effect of dilution - loan capital instrument                       | 28,697,572         | 28,697,572         |
| <b>WANOS used in the calculation of diluted earnings per share</b> | <b>199,717,405</b> | <b>140,768,068</b> |

**Potentially dilutive instruments**

The following instruments are potentially dilutive during the reporting period

|   | <i>Dilutive instruments</i> |             |
|---|-----------------------------|-------------|
|   | 31 Dec 2025                 | 31 Dec 2024 |
| Loan capital instrument                       | Yes                         | Yes         |
| Executive performance rights                  | Yes                         | Yes         |
| Subordinated note (with non viability clause) | No                          | No          |

**2.5 Dividends**

|   | Date of<br>payment | 31 Dec 2025<br>\$ '000 | 31 Dec 2024<br>\$ '000 |
|---|--------------------|------------------------|------------------------|
| <b>Dividends paid</b>                           |                    |                        |                        |
| 2024 Final dividend paid - 11.5 cents per share | 16 Sep 2024        | -                      | 12,725                 |
| 2025 Final dividend paid - 11.0 cents per share | 16 Sep 2025        | 18,600                 | -                      |

The dividends paid during the period were fully franked at the 30 per cent corporate tax rate.

**2.6 Segment financial information**

**Operations of reportable segments**

The Group has identified two operating divisions and a corporate division, which are its reportable segments. These divisions offer different products and services and are managed separately. The Group's management committee review internal management reports for each of these divisions at least monthly.

**Banking division**

*MyState Bank*

MyState Bank's product offerings include lending; encompassing home loans, personal, overdraft, line of credit and commercial products, transactional savings accounts and fixed term deposits and insurance products. It delivers these products and services through its branch network, digital channels and third party channels.

*Auswide Bank (including Selfco)*

Auswide Bank's (including Selfco) product offerings include lending; encompassing home loans, personal, overdraft, line of credit and commercial products, transactional savings accounts, fixed term deposits, insurance products, leasing and commercial hire purchase. It delivers these products and services through its branch network, digital channels and third party channels.

**Wealth Management division**

The Wealth Management division is a provider of funds management and trustee services. It operates predominantly within Tasmania. It holds \$0.987 billion in funds under management on behalf of personal, business and wholesale investors as the responsible entity for eight managed investment schemes. The Wealth Management business is also a trustee company licensed within the meaning of Chapter 5D of the Corporations Act 2001 and is the only private trustee company with significant operations in Tasmania.

**Corporate and consolidation division**

The corporate division is responsible for the governance of the Group. The corporate division charges the operating divisions on a cost recovery basis for costs it has incurred. This division is also where eliminations are allocated between the MyState Bank, Auswide Bank and Wealth Management divisions.

|  | Banking<br>\$' 000 | Wealth Management<br>\$' 000 | Corporate<br>& Consolidation<br>\$' 000 | Total<br>\$' 000 |
|--|--------------------|------------------------------|---|------------------|
| <b>Half year ended 31 December 2025</b>        |                    |                              |   |                  |
| Interest income                                | 373,433            | 115                          | 39                                      | 373,587          |
| Interest expense                               | (269,352)          | -                            | -                                       | (269,352)        |
| Other income                                   | 12,704             | 8,293                        | -                                       | 20,997           |
| <b>Total operating income</b>                  | <b>116,785</b>     | <b>8,408</b>                 | <b>39</b>                               | <b>125,232</b>   |
| Operating expenses                             | (79,993)           | (6,274)                      | (412)                                   | (86,679)         |
| <b>Total expenses</b>                          | <b>(79,993)</b>    | <b>(6,274)</b>               | <b>(412)</b>                            | <b>(86,679)</b>  |
| Income tax expense                             | (10,723)           | (653)                        | 113                                     | (11,263)         |
| <b>Segment statutory profit for the period</b> | <b>26,069</b>      | <b>1,481</b>                 | <b>(260)</b>                            | <b>27,290</b>    |

**Segment balance sheet information as at 31 December 2025**

|                     |            |        |        |            |
|---------------------|------------|--------|--------|------------|
| Segment assets      | 15,283,880 | 26,110 | 48,212 | 15,358,202 |
| Segment liabilities | 14,605,595 | 2,146  | 6,402  | 14,614,143 |

|  | Banking<br>\$' 000 | Wealth Management<br>\$' 000 | Corporate<br>& Consolidation<br>\$' 000 | Total<br>\$' 000 |
|--|--------------------|------------------------------|---|------------------|
| <b>Half year ended 31 December 2024</b>        |                    |                              |   |                  |
| Interest income                                | 255,665            | 158                          | 47                                      | 255,870          |
| Interest expense                               | (192,058)          | -                            | -                                       | (192,058)        |
| Other income                                   | 5,991              | 7,193                        | -                                       | 13,184           |
| <b>Total operating income</b>                  | <b>69,598</b>      | <b>7,351</b>                 | <b>47</b>                               | <b>76,996</b>    |
| Operating expenses                             | (46,255)           | (5,685)                      | (1,602)                                 | (53,542)         |
| <b>Total expenses</b>                          | <b>(46,255)</b>    | <b>(5,685)</b>               | <b>(1,602)</b>                          | <b>(53,542)</b>  |
| Income tax expense                             | (7,032)            | (503)                        | -                                       | (7,535)          |
| <b>Segment statutory profit for the period</b> | <b>16,311</b>      | <b>1,163</b>                 | <b>(1,555)</b>                          | <b>15,919</b>    |

**Segment balance sheet information as at 30 June 2025**

|                     |            |        |          |            |
|---------------------|------------|--------|----------|------------|
| Segment assets      | 15,266,353 | 25,587 | (2,010)  | 15,289,930 |
| Segment liabilities | 14,597,716 | 2,134  | (45,929) | 14,553,921 |

**MyState Limited**  
**Notes to the consolidated financial statements**  
**for the half year ended 31 December 2025**

|   | 31 Dec 2025<br>\$ '000 | 30 Jun 2025<br>\$ '000 |
|---|------------------------|------------------------|
| <b>3.1 Loans and advances</b>   |                        |                        |
| <b>Classification of loans and advances at amortised cost</b>                     |                        |                        |
| Residential loans secured by mortgage   | 12,912,728             | 12,864,509             |
| Personal loans and unsecured overdrafts   | 26,334                 | 29,070                 |
| Overdrafts secured by mortgage  | 17,186                 | 20,620                 |
| Commercial loans  | 288,767                | 193,029                |
| Upfront capitalised loan origination costs  | 31,458                 | 32,245                 |
| Trail Broker commission   | 45,889                 | 43,333                 |
| <b>Total loans and advances at amortised cost</b>                                 | <b>13,322,362</b>      | <b>13,182,806</b>      |
| Specific provision for impairment   | 1,225                  | 1,468                  |
| Collective provision for impairment   | 12,165                 | 11,668                 |
| <b>Total loans and advances at amortised cost net of provision for impairment</b> | <b>13,308,972</b>      | <b>13,169,670</b>      |

There are no loans that individually represent 10% or more of shareholders' equity. The Banking division's customers are predominantly in the states of Tasmania, Queensland, New South Wales and Victoria. The Wealth Management division's customers are predominantly in the state of Tasmania.

**Provision for impairment**

|   |               |               |
|---|---------------|---------------|
| <b>Specific provision for impairment</b>                          |               |               |
| Opening balance (i)   | 1,468         | 176           |
| Net specific provision funding                                    | (243)         | 1,292         |
| <b>Closing balance of specific provision for impairment (i)</b>   | <b>1,225</b>  | <b>1,468</b>  |
| <b>Collective provision for impairment</b>                        |               |               |
| Opening balance (i)   | 11,668        | 7,224         |
| Write-off of previously provisioned facilities                    | (254)         | (1,447)       |
| Net collective provision funding                                  | 751           | 5,891         |
| <b>Closing balance of collective provision for impairment (i)</b> | <b>12,165</b> | <b>11,668</b> |
| <b>Total provision for impairment</b>                             | <b>13,390</b> | <b>13,136</b> |

(i) The opening balance for the comparative period is 1 January 2025 and the closing balance is 30 June 2025.

|  | 31 Dec 2025<br>\$ '000 | 30 Jun 2025<br>\$ '000 |
|--|------------------------|------------------------|
| <b>Charge to profit for impairment on loans and advances</b>       |                        |                        |
| Increase / (decrease) in specific provision for impairment         | (243)                  | 1,292                  |
| Increase / (decrease) in collective provision for impairment       | 497                    | (1,137)                |
| Bad debts recovered  | (151)                  | 270                    |
| Bad debts written off directly                                     | 910                    | (905)                  |
| <b>Total impairment (recovery) / expense on loans and advances</b> | <b>1,013</b>           | <b>(480)</b>           |

**3.1 Loans and advances (continued)**

**Provision for impairment (continued)**

**Movements in provisions and reserve**

| Provision for doubtful debts           | Stage 1      | Stage 2      | Stage 3                                    |  | Subtotal<br>(1) | General reserve<br>for credit losses<br>(2) | Grand Total<br>(1) + (2) |
|--|--------------|--------------|--|--|-----------------|---|--------------------------|
|  | 12 month ECL | Lifetime ECL | Collectively<br>assessed - lifetime<br>ECL | Individually<br>assessed - lifetime<br>ECL |                 |   |                          |
|  | \$ '000      | \$ '000      | \$ '000                                    | \$ '000                                    |                 |   |                          |
| <b>Balance as at 1 July 2025</b>       | 8,120        | 1,262        | 2,286                                      | 1,468                                      | <b>13,136</b>   | 2,368                                       | <b>15,504</b>            |
| <i>Transfers during the period to:</i> |              |              |  |  |                 |   |                          |
| Increase/(decrease) in provisions      | (573)        | 236          | 834  | (243)                                      | <b>254</b>      | -   | <b>254</b>               |
| <b>Balance as at 31 December 2025</b>  | <b>7,547</b> | <b>1,498</b> | <b>3,120</b>                               | <b>1,225</b>                               | <b>13,390</b>   | <b>2,368</b>                                | <b>15,758</b>            |

| Provision for doubtful debts           | Stage 1      | Stage 2      | Stage 3                                    |  | Subtotal<br>(1) | General reserve<br>for credit losses<br>(2) | Grand Total<br>(1) + (2) |
|--|--------------|--------------|--|--|-----------------|---|--------------------------|
|  | 12 month ECL | Lifetime ECL | Collectively<br>assessed - lifetime<br>ECL | Individually<br>assessed - lifetime<br>ECL |                 |   |                          |
|  | \$ '000      | \$ '000      | \$ '000                                    | \$ '000                                    |                 |   |                          |
| <b>Balance as at 1 Jul 2024</b>        | 3,295        | 1,743        | 2,849                                      | 176  | <b>8,063</b>    | 2,368                                       | <b>10,431</b>            |
| <i>Transfers during the period to:</i> |              |              |  |  |                 |   |                          |
| Increase/(decrease) in provisions      | 4,825        | (481)        | (563)                                      | 1,292                                      | <b>5,073</b>    | -   | <b>5,073</b>             |
| <b>Balance as at 30 June 2025</b>      | <b>8,120</b> | <b>1,262</b> | <b>2,286</b>                               | <b>1,468</b>                               | <b>13,136</b>   | <b>2,368</b>                                | <b>15,504</b>            |

The Group applies a three-stage approach to measuring the expected credit loss (ECL) based on credit risk since origination. The Group estimates ECL through modelling the probability of default, loss given default and exposure at default, as follows:

Stage 1 - Performing - This category includes financial assets that have not experienced a significant increase in credit risk since their origination. For these financial assets an allowance equivalent to 12 month's ECL is recognised, which represents the credit losses expected to arise from defaults occurring over the next 12 months.

Stage 2 - Under-performing - This category includes financial assets that have experienced a significant increase in credit risk since their origination and are not credit impaired. For these financial assets an allowance equivalent to lifetime ECL is recognised. Lifetime ECL is the credit losses expected to arise from defaults occurring over the remaining life of the financial assets.

Stage 3 - Non-performing (impaired) - This category includes financial assets that are credit impaired. The provision is also equivalent to the lifetime ECL.

Financial assets in stage 1 and stage 2 are assessed for impairment collectively, whilst assets in stage 3 are subject to either collective or specific impairment assessment.

The Group has undertaken a review of the ECL of its lending portfolios against relevant specific economic conditions under varying scenarios. The review considered the macroeconomic outlook, customer credit quality, the quality of collateral held and exposure at default as at the reporting date. The modelled ECL is sensitive to the current environment of high inflation and cost of living pressures, as these influence the probability of default and house prices as these impact the value of collateral that may be utilised. Whilst the inputs have been revised, the underlying methodology for calculating the ECL is consistently applied in the current and comparative period as described in the Impairment of financial assets accounting policy presented in the most recent annual financial report.

At 31 December 2025, this review includes forward looking economic assumptions using a scenario weighting of 50% base case, 40% moderate recession and 10% strong recovery consistent with those used at June 2025. The key assumptions used to determine the forward looking economic overlay were revised to incorporate the latest observed economic data, including a lower Official Cash Rate (OCR) under a moderate recession scenario, increasing levels of unemployment and lower near term house price growth, with price falls under the moderate recession scenario of -10% and -5% respectively across FY26 and FY27.

Borrowers remain resilient in the face of an uncertain economic outlook for both the Australian and global economies, global geopolitical uncertainties and persistent inflationary pressures. Future economic conditions that result in outcomes that differ from the current estimate are possible and will be accounted for in future periods.

### **3.2 Fair value of financial instruments**

#### **Classification of financial instruments**

Cash and liquid assets, amounts due to financial institutions and amounts due from financial institutions are carried at amortised cost. As these assets are short term assets, their cost is considered to approximate their fair value. Derivative assets are carried at fair value.

The following financial assets and liabilities are carried at amortised cost:

- Financial instruments - excluding derivatives;
- Loans and advances;
- Deposits;
- Other borrowings;
- Due from other financial institutions; and
- Due to other financial institutions.

The following financial assets and liabilities are carried at fair value:

- Derivatives; and
- Other liabilities (provision for earn-out).

#### **Fair value hierarchy**

The level in the fair value hierarchy of the inputs used in determining the fair values is shown below.

The fair value of these assets is:

Level 1 - inputs that are prices quoted for identical instruments in active markets;

Level 2 - inputs based on observable market data other than those in level 1; and

Level 3 - inputs for which there is no observable market data.

Where the expected maturity is in excess of 12 months, the fair value is discounted to its present value. During the half year, there have been no material transfers between levels of the fair value hierarchy. Classifications are reviewed at reporting dates and transfers between levels are determined based on a reassessment of the lowest level of input that is significant to the fair value measurement.

**3.2 Fair value of financial instruments (continued)**

**Fair value hierarchy for items carried at amortised cost**

|  | Carrying<br>value<br>\$ '000 | Level 1<br>value<br>\$ '000 | Level 2<br>value<br>\$ '000 | Level 3<br>value<br>\$ '000 | Total<br>Fair value<br>\$ '000 |
|--|------------------------------|-----------------------------|-----------------------------|-----------------------------|--------------------------------|
| <b>31 Dec 2025</b>                                 |                              |                             |                             |                             |                                |
| <b>Financial assets</b>                            |                              |                             |                             |                             |                                |
| Financial instruments                              | 1,511,693                    | -                           | 1,502,268                   | -                           | 1,502,268                      |
| Loans and advances                                 | 13,308,972                   | -                           | -                           | 13,298,698                  | 13,298,698                     |
| Due from other financial institutions <sup>1</sup> | 48,558                       | -                           | 48,558                      | -                           | 48,558                         |
| <b>Financial liabilities</b>                       |                              |                             |                             |                             |                                |
| Deposits   | 10,179,847                   | -                           | 10,182,268                  | -                           | 10,182,268                     |
| Due to other financial institutions                | 94,320                       | -                           | 94,320                      | -                           | 94,320                         |
| Other borrowings including subordinated notes      | 4,228,887                    | -                           | 4,227,287                   | -                           | 4,227,287                      |
| <b>30 June 2025</b>                                |                              |                             |                             |                             |                                |
| <b>Financial assets</b>                            |                              |                             |                             |                             |                                |
| Financial instruments                              | 1,530,457                    | -                           | 1,608,795                   | -                           | 1,608,795                      |
| Loans and advances                                 | 13,169,670                   | -                           | -                           | 13,160,922                  | 13,160,922                     |
| Due from other financial institutions <sup>1</sup> | 61,740                       | -                           | 61,740                      | -                           | 61,740                         |
| <b>Financial liabilities</b>                       |                              |                             |                             |                             |                                |
| Deposits   | 10,130,368                   | -                           | 10,141,304                  | -                           | 10,141,304                     |
| Due to other financial institutions                | 130,946                      | -                           | 130,946                     | -                           | 130,946                        |
| Other borrowings including subordinated notes      | 4,184,480                    | -                           | 4,185,598                   | -                           | 4,185,598                      |

<sup>1</sup> Due from/to other financial institutions comprise primarily of amounts in clearing accounts and accrued interest. The amortised cost approximates fair value due to the short term nature. These have been reclassified in the fair value hierarchy as items carried at amortised cost and comparative amounts have been adjusted to conform with the current period disclosure.

There has been no impact on profit and loss of fair value movements of assets that are within Level 3 of the fair value hierarchy.

**Fair value hierarchy for items carried at fair value**

|  | Level 1<br>value<br>\$ '000 | Level 2<br>value<br>\$ '000 | Level 3<br>value<br>\$ '000 | Total<br>Fair value<br>\$ '000 |
|--|-----------------------------|-----------------------------|-----------------------------|--------------------------------|
| <b>31 Dec 2025</b>                         |                             |                             |                             |                                |
| <b>Financial assets / (liabilities)</b>    |                             |                             |                             |                                |
| Derivative assets / (liabilities)          | -                           | (4,264)                     | -                           | (4,264)                        |
| Other liabilities (provision for earn-out) | -                           | (13,277)                    | -                           | (13,277)                       |
| <b>30 June 2025</b>                        |                             |                             |                             |                                |
| <b>Financial assets / (liabilities)</b>    |                             |                             |                             |                                |
| Derivative assets / (liabilities)          | -                           | 1,870                       | -                           | 1,870                          |
| Other liabilities (provision for earn-out) | -                           | (13,277)                    | -                           | (13,277)                       |

There has been no impact on profit and loss of fair value movements of assets that are within Level 3 of the fair value hierarchy.

|  | 31 Dec 2025<br>\$ '000 | 30 Jun 2025<br>\$ '000 |
|--|------------------------|------------------------|
| <b>3.3 Cash and cash equivalents</b>   |                        |                        |
| Cash and cash equivalents includes:    |                        |                        |
| Notes, coins and cash at bank          | 265,684                | 313,882                |
| Other short term liquid assets         | 2,153                  | 4,885                  |
| <b>Total cash and cash equivalents</b> | <b>267,837</b>         | <b>318,767</b>         |

**MyState Limited**  
**Notes to the consolidated financial statements**  
**for the half year ended 31 December 2025**

|                                    | 31 Dec 2025<br>\$ '000 | 30 Jun 2025<br>\$ '000 |
|------------------------------------|------------------------|------------------------|
| <b>4.1 Share capital</b>           |                        |                        |
| Issued and paid up ordinary shares | 495,487                | 493,238                |

**Movements in ordinary share capital**

|                                      | 31 Dec 2025         |                   | 30 Jun 25           |                   |
|--------------------------------------|---------------------|-------------------|---------------------|-------------------|
|                                      | Number<br>of shares | Amount<br>\$ '000 | Number<br>of shares | Amount<br>\$ '000 |
| Opening balance 1 July               | 169,089,474         | 493,238           | 110,600,801         | 228,603           |
| Shares issued pursuant to the        |                     |                   |                     |                   |
| - Group employee share scheme        | 9,286               | 39                | 9,508               | 37                |
| - Executive long term incentive plan | 29,616              | 119               | 46,592              | 214               |
| - Share issuance costs               | -                   | (257)             | -                   | (185)             |
| - Shares issued to Auswide           | -                   | -                 | 57,602,145          | 261,513           |
| - Dividend reinvestment plan         | 559,109             | 2,348             | 830,428             | 3,056             |
| <b>Closing balance</b>               | <b>169,687,485</b>  | <b>495,487</b>    | <b>169,089,474</b>  | <b>493,238</b>    |

**Terms and conditions**

Ordinary shares have the right to receive dividends as declared from time to time and, in the event of a winding up of the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of shares and amounts paid up on the shares held. Ordinary shares entitle their holder to one vote per share, either in person or by proxy at meetings of the Company.

The Company does not have authorised capital or par value in respect of its issued shares.

|   | 31 Dec 2025<br>\$ '000 | 30 Jun 2025<br>\$ '000 |
|---|------------------------|------------------------|
| <b>4.2 Contingent liabilities and expenditure commitments</b>   |                        |                        |
| (a) Loans approved but not advanced to borrowers                | 284,233                | 222,156                |
| (b) Undrawn continuing lines of credit                          | 107,916                | 97,502                 |
| (c) Performance guarantees and success based fees               | 5,701                  | 4,444                  |
| <b>Total contingent liabilities and expenditure commitments</b> | <b>397,850</b>         | <b>324,102</b>         |

There have been no other material changes in contingent liabilities or expenditure commitments since the end of the last reporting period ended 30 June 2025.

**4.3 Events subsequent to balance date**

The Directors have declared a fully franked interim dividend of 12.0 cents per share. The dividend will be payable on 20 March 2026 to shareholders on the register at the record date of 26 February 2026.

In the opinion of the Directors, there are no other matters or circumstances that have arisen since the end of the period that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial periods.

**MyState Limited**  
**Directors' Declaration**  
**for the half year ended 31 December 2025**

In accordance with a resolution of the Directors of MyState Limited, we state that:

1. In the opinion of the Directors:

- (a) The financial statements and notes of the Group are in accordance with the *Corporations Act 2001*, including:
  - (i) Giving a true and fair view of the Group's financial position as at 31 December 2025 and of its performance for the half year ended on that date; and
  - (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting*, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
- (b) There are reasonable grounds to believe that MyState Limited will be able to pay its debts as and when they become due and payable.

2. The Directors have been given the declarations required by Section 295A of the *Corporations Act 2001* by the Chief Executive Officer and Chief Financial Officer for the half year ended 31 December 2025.

3. The financial statements and notes also comply with International Financial Reporting Standard IAS 34 *Interim Financial reporting* as disclosed in note 1.1.

This declaration is made in accordance with a resolution of the Directors.

On behalf of the Board



Sandra Birkenleigh  
**Chair**



Brett Morgan  
**Managing Director and Chief Executive Officer**

Hobart  
Dated 20 February 2026.



**Shape the future  
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Ernst & Young  
200 George Street  
Sydney NSW 2000 Australia  
GPO Box 2646 Sydney NSW 2001

Tel: +61 2 9248 5555  
Fax: +61 2 9248 5959  
ey.com/au

## Independent auditor's review report to the members of MyState Limited

### Conclusion

We have reviewed the accompanying condensed half-year financial report of MyState Limited (the Company) and the entities it controlled (collectively, the Group), which comprises the consolidated statement of financial position as at 31 December 2025, the consolidated income statement, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, explanatory notes and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of the Group does not comply with the *Corporations Act 2001*, including:

- a. Giving a true and fair view of the consolidated financial position of the Group as at 31 December 2025 and of its consolidated financial performance for the half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

### Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our review of the half-year financial report of public interest entities in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

### Directors' responsibilities for the half-year financial report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

### Auditor's responsibilities for the review of the half-year financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2025 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



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A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

A handwritten signature in black ink that reads 'Ernst &amp; Young' in a cursive style.

Ernst & Young

A handwritten signature in black ink that reads 'Andrew Harmer' in a cursive style.

Andrew Harmer  
Partner  
Sydney  
20 February 2026