

1 Public Disclosure of Prudential Information in accordance with APRA Prudential Standard APS 330 (Attachment A)

The capital disclosures detailed in the template below represents the post 1 January 2018 Basel III common disclosure requirements. MyLife MyFinance is applying the Basel III regulatory adjustments in full as implemented by APRA. These tables should be read in conjunction with Regulatory Balance Sheet and the Reconciliation between detailed capital disclosure template and the Regulatory Balance Sheet.

Table 1	30-Jun-21 Basel III APRA \$	Reconciliation Table Reference
Common Equity Tier 1 : Instruments and reserves		
1	37,720,541	
2	-22,720,099	
3	0	Table A
4		
5		
6	15,000,442	
Common Equity Tier 1 capital before regulatory adjustments		
Common Equity Tier 1 capital: regulatory adjustments		
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
26	32,094	
26a		
26b		
26c		
26d	0	
26e	0	Table B
26f	32,094	
26g		
26h		
26i		
26j		
27		
28	32,094	
29	14,968,348	
Additional Tier 1 (AT 1) Capital Instruments		
30		
31		
32		
33		
34		
35		
36	0	
Additional Tier 1 (AT 1) Capital: regulatory adjustments		
37		
38		
39		
40		
41		
41a		
41b		
41c		
42		
43	0	
44	0	
45	14,968,348	
Tier 2 Capital: instruments and provisions		
46	472,329	
47		
48		
49		
50	565,542	Table A
51	1,037,871	
Tier 2 Capital: regulatory adjustments		
52		
53		

54	Investments in the Tier 2 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the ADI does not own more than 10% of the issued share capital	
55	Significant investments in the Tier 2 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	
56	National specific regulatory adjustments	
56a	of which: holdings of capital instruments in group members by other group members on behalf of third parties	
56b	of which: investments in the capital of financial institutions that are outside the scope of regulatory consolidations not reported in rows 54 and 55	
56c	of which: other national specific regulatory adjustments not reported in rows 56a and 56b	
57	Total regulatory adjustments to Tier 2 capital	0
58	Tier 2 capital (T2)	1,037,871
59	Total capital (TC=T1+T2)	16,006,219
60	Total risk weighted assets based on APRA standards	69,569,399
Capital ratios and buffers		
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	21.52%
62	Tier 1 (as a percentage of risk weighted assets)	21.52%
63	Total Capital (as a percentage of risk weighted assets)	23.01%
64	Buffer requirement	7.00%
65	of which: capital conservation buffer requirement	2.50%
66	of which: ADI-specific countercyclical buffer requirements	0.00%
67	of which: G-SIB buffer requirement N/A	n/a
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk-weighted assets)	15.01%
National minima (if different from BASEL III)		
69	National Common Equity Tier 1 minimum ratio	
70	National Tier 1 minimum ratio	
71	National total capital minimum ratio	
Amount below thresholds for deductions (not risk weighted)		
72	Non-significant investments in the capital of other financial entities	
73	Significant investments in the ordinary shares of financial entities	
74	Mortgage servicing rights	
75	Deferred tax assets arising from temporary differences	
Applicable caps on the inclusion of provisions in Tier 2		
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach	565,542
77	Cap on inclusion of provisions in Tier 2 under standardised approach	565,542
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach	565,542
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	
Capital instruments subject to phase out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)		
80	Current cap on CET1 instruments subject to phase out arrangements	
81	Amount excluded from CET1 due to cap	
82	Current cap on AT1 instruments subject to phase out arrangements	
83	Amount excluded from AT1 instruments due to cap	
84	Current cap on T2 instruments subject to phase out arrangements	
85	Amount excluded from T2 due to cap	

A	REGULATORY BALANCE SHEET	30-Jun-21 Basel III APRA	Template/ Reconciliation Table Reference
	Assets	\$	
	Cash and cash equivalents	12,888,157	
	Investment securities	36,392,517	
	Trade and other receivables	146,157	
	Loans and advances	107,234,357	
	Financial Assets	0	row 26d
	Property, plant and equipment	121,721	
	Other assets	402,442	
	Intangible assets	32,094	row 26f
	Tax assets	0	
	TOTAL ASSETS	157,217,445	
	Liabilities		
	Deposits and short term borrowings	138,467,795	
	Payable and other liabilities	622,432	
	Long term Borrowings	2,000,000	
	Tax Liabilities	0	
	Provisions	561,234	
	TOTAL LIABILITIES	141,651,461	
	Net Assets	15,565,984	
	Equity		
	Paid-up ordinary share capital	37,720,541	
	Reserves	565,542	Table A
	Retained profits	-22,720,099	row 2
	TOTAL EQUITY	15,565,984	
B	Reconciliation between Detailed Capital Templates and Regulatory Balance Sheet		
	Table A		
	Reserves		
	Share capital	0	
	General reserve for credit losses	565,542	row 50
	Total per Balance Sheet	565,542	
	Table B		
	Tax Assets		
	Deferred tax asset	0	row 26e
	Tax asset	0	
	Total per Balance Sheet	0	

The regulatory capital in the ADI is limited to :

- * Paid-up ordinary share capital
- * Retained earnings
- * Capital reserves
- * Share capital
- * Statutory reserves
- * General reserves for credit losses

Disclosure template for main features of Regulatory capital instruments

1	Issuer	MyLife MyFinance Limited
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	N/A
3	Governing law(s) of the instrument	Victoria
Regulatory treatment		
4	Transitional Basel III rules	N/A
5	Post-transitional Basel III rules	Tier 2
6	Eligible at solo/group/group & solo	Group and solo
7	Instrument type (ordinary shares/preference shares/subordinated notes/other)	Subordinated debt
8	Amount recognised in Regulatory Capital (Currency in mil, as of most recent reporting date)	\$0.47M
9	Par value of instrument	\$2.0M
10	Accounting classification	Liability-Amortised over the last 4 years
11	Original date of issuance	05-September-2014
12	Perpetual or dated	Dated
13	Original maturity date	04-September-2021
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date, contingent call dates and redemption amount	After 5 (five) years from the Issue Date, on any Interest Payment date on giving not more than 60 nor less than 30 days notice to the Holder, redeem all or any part of the Outstanding Principal Amount together with Interest Accrued to the date fixed for the redemption.
16	Subsequent call dates, if applicable	N/A
Coupons/dividends		
17	Fixed or floating dividend/coupon	Fixed
18	Coupon rate and any related index	3.5% p.a.
19	Existence of a dividend stopper	No
20	Fully discretionary, partially discretionary or mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	N/A
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger (s)	N/A
25	If convertible, fully or partially	N/A
26	If convertible, conversion rate	N/A
27	If convertible, mandatory or optional conversion	N/A
28	If convertible, specify instrument type convertible into	N/A
29	If convertible, specify issuer of instrument it converts into	N/A
30	Write-down feature	Yes
31	If write-down, write-down trigger(s)	Only upon occurrence of a non-viability trigger event and where APRA considers the issuer will become non-viable.
32	If write-down, full or partial	Write down only to the point without it where APRA would consider the issuer to become non-viable.
33	If write-down, permanent or temporary	Permanent
34	If temporary write-down, description of write-up mechanism	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	The instrument is subordinated to depositors and all general creditors but ranks ahead of Common Tier 1 and Additional Tier 1 capital.
36	Non-compliant transitioned features	No
37	If yes, specify non-compliant features	N/A

CAPITAL COMPONENTS

The capital held by MyLife MyFinance Limited exceeds the policy and minimum capital prescribed by the APRA Prudential Standards. This excess facilitates the future growth within MyLife MyFinance Limited.

The capital ratio is the amount of capital described in Table 1 divided by the risk weighted assets :

CAPITAL STRUCTURE	30-Jun-21	31-Mar-21
Tier 1 Capital		
Paid Up Ordinary Share Capital	\$37,720,541	\$37,720,541
Retained earnings	-\$22,720,099	-\$18,582,920
Less deductions from Tier 1	\$38,994	\$2,694,484
Common Equity Tier 1 Capital	\$14,961,448	\$16,443,137
Additional Tier 1 Capital	\$0	\$0
Net Tier 1 Capital	\$14,961,448	\$16,443,137
Tier 2 Capital		
Net Tier 2 Capital (net of deductions)	\$1,037,871	\$1,233,755
Total Capital Base	\$15,999,319	\$17,676,892

CAPITAL REQUIREMENTS

Capital requirements for MyLife MyFinance Limited is determined by the risk weights of the relevant assets held. MyLife MyFinance Limited has a Board approved minimum capital limit of 16.5%. The level of capital as at 30 June 2021 is 23.00%.

The risk weighted assets for each asset grouping as set out in the table below is determined by the APRA Prudential Standard APS 112. These are prescribed risk weights to measure the level of risk based on the nature and level of security supporting the assets recovery.

The risk weighted assets held as at the end of the quarter ended 30 June 2021 is as follows:

MyLife MyFinance	30-Jun-21	31-Mar-21
CAPITAL ADEQUACY as at 30 June 2021		
Total Risk weighted Assets for Credit Risk	\$60,990,414	\$65,515,279
Total Risk weighted Assets for Market Risk	\$0	\$0
Total Risk weighted Assets for Operational Risk	\$8,578,985	\$7,978,726
TOTAL Risk Weighted Assets	\$69,569,399	\$73,494,005
COMMON EQUITY TIER 1	21.51%	22.37%
TIER 1	21.51%	22.37%
TOTAL CAPITAL	23.00%	24.05%

MyLife MyFinance							
TOTAL CREDIT RISK EXPOSURE as at 30 June 2021							
RISK EXPOSURES	Gross Credit Risk Exposure	Average Gross Credit Risk Exposure	Risk Weighted Amounts	Impaired facilities	Past due	Specific Provisions and write-offs	Charges for specific provisions
Cash and Liquid assets	\$49,273,774	\$47,776,421	\$17,149,281				
Loans and Advances							
Secured by Eligible Mortgages	\$106,173,669	\$111,389,861	\$37,972,489		\$92,921		
Other Loan Advances	\$1,068,251	\$1,138,842	\$1,068,251	\$7,563	\$0	\$7,563	\$0
Plant and Equipment	\$121,721	\$128,076	\$121,721				
Other Assets	\$672,951	\$2,692,837	\$672,951				
Other commitments	\$8,877,460	\$9,295,029	\$4,005,721				
TOTALS	\$166,187,826	\$172,421,066	\$60,990,414	\$7,563	\$92,921	\$7,563	\$0

GENERAL RESERVES FOR CREDIT LOSSES \$565,542

MyLife MyFinance							
TOTAL CREDIT RISK EXPOSURE as at 31 March 2021							
RISK EXPOSURES	Gross Credit Risk Exposure	Average Gross Credit Risk Exposure	Risk Weighted Amounts	Impaired facilities	Past due	Specific Provisions and write-offs	Charges for specific provisions
Cash and Liquid assets	\$44,261,047	\$47,221,458	\$16,146,895				
Loans and Advances							
Secured by Eligible Mortgages	\$112,803,360	\$114,467,377	\$40,348,301		\$95,774		
Other Loan Advances	\$1,161,834	\$1,212,935	\$1,161,834	\$14,816	\$0	\$14,816	\$0
Plant and Equipment	\$120,482	\$141,287	\$120,482				
Other Assets	\$3,642,339	\$3,794,845	\$3,642,339				
Other commitments	\$9,269,519	\$8,871,866	\$4,095,427				
TOTALS	\$171,258,581	\$175,709,768	\$65,515,279	\$14,816	\$95,774	\$14,816	\$0

GENERAL RESERVES FOR CREDIT LOSSES \$661,700

2 Remuneration (APS 330 Attachment E)

The Board Remuneration Committee is responsible for reviewing, developing and maintaining an effective policy and making recommendations to the Board on the remuneration of the Executive Officer other senior officers and persons, including any person specified by APRA, whose activities may, in the opinion of the Remuneration Committee, affect the financial soundness of the ADI. The remuneration of Executive Officer is made in consultation with the owner of MLMF, Together Trustees Pty Limited. The Remuneration Committee also makes a recommendation to the Board, for the annual remuneration of the Board as a whole and this recommendation is tabled at the Board September Meeting.

The operations of the Remuneration Committee are governed in accordance with the Remuneration Policy which was last approved on 30th November 2020. The Remuneration Policy outlines the Committee's roles, responsibilities and terms of operations.

The members of the Remuneration Committee during the year were:

Mr. P Constantinou
Mr. D Cartwright
Mr. D O'Sullivan

The Remuneration Committee meets at least once a year and the number of meetings held during the year is disclosed in the table of quantitative disclosure. During the year the Remuneration Committee did not engage nor sought any advice from external consultants on the remuneration structure for material risk takers.

The Remuneration Committee has reviewed the risks and remuneration structures and considers the senior managers and a contracted internal auditor as the only material risk takers in accordance with CPS 510:

Type of Employee	Number
Senior Managers	11

Managers who are responsible for the operations, finance, risk management and compliance, IT operations, lending and internal auditing functions.

The Remuneration Policy is considered an important and integral part in the retention and recruitment of the necessary skilled, committed and experienced staff for the effective and prudent management of the ADI. Remuneration compensation levels are reviewed annually whereby the individual's performance is considered in conjunction with the ADI's overall performance.

The components of remuneration for all staff include:

- Fixed component and
- Variable component

Fixed Component

This component of salary consists of a base salary, FBT charges related to employee benefits including staff loans, motor vehicles, leave entitlements and employer contributions to superannuation funds.

Variable Component

Staff have the opportunities to participate in variable remuneration arrangements in addition to their fixed pay.

Discretionary variable pay is dependent on outstanding or higher level performance and the achievement of agreed operational goals and financial objectives as set by senior management and approved by the Board. Any variable pay for senior management is recommended by the Chief Executive Officer and approved by the Board. In the case of the Chief Executive Officer, any discretionary variable pay is recommended by the Remuneration Committee and approved by the Board.

Forms of variable remuneration may include cash bonus payments and other benefits as determined by the Board.

Director	Meetings held	Meetings attended
Mr. P Constantinou	0	0
Mr. D Cartwright	0	0
Mr. D O'Sullivan	0	0

* All matters addressed by Circulation over 2020/21 Year

Remuneration of the Remuneration Committee

Remuneration of the Remuneration Committee as part of the Board

2021

\$94,957

2020

\$83,750

The table below shows the number of employees who received variable remuneration, guaranteed bonuses, sign-on awards or termination payments during the financial year:

Variable remuneration, guaranteed bonuses, sign-on awards and termination pay	2021		2020	
	no. of employees	total \$	no. of employees	total \$
Variable remuneration award-discretionary bonus	0	\$0	0	\$0
Guaranteed Bonus	0	\$0	0	\$0
Sign-on award	0	\$0	0	\$0
Termination Payments	0	\$0	0	\$0
Total value of remuneration awards for the current financial year	Unrestricted	Deferred	Unrestricted	Deferred
	\$	\$	\$	\$
Fixed remuneration				
Cash based	\$1,569,040	\$0	\$1,682,693	\$0
Shares and share-linked instruments	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0
Variable remuneration				
Cash based	\$0	\$0	\$0	\$0
Shares and share-linked instruments	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0