

Funding year in review

AS AT 30 JUNE 2016



QUEENSLAND
TREASURY
CORPORATION

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2015-16 year in review

FUNDING HIGHLIGHTS

completed AUD5.9 billion term debt borrowing program

pre-funded AUD1 billion for 2016-17 borrowing program

issued AUD7.6 billion of benchmark bonds via public issuance

issued new 2026 and 2028 benchmark bonds

observed strong oversubscription for public issuance

turnover of AUD130.2 billion of QTC bonds in the secondary market

switched AUD1.2 billion from QTC's Australian Government Guaranteed AUD bonds to equivalent benchmark bonds

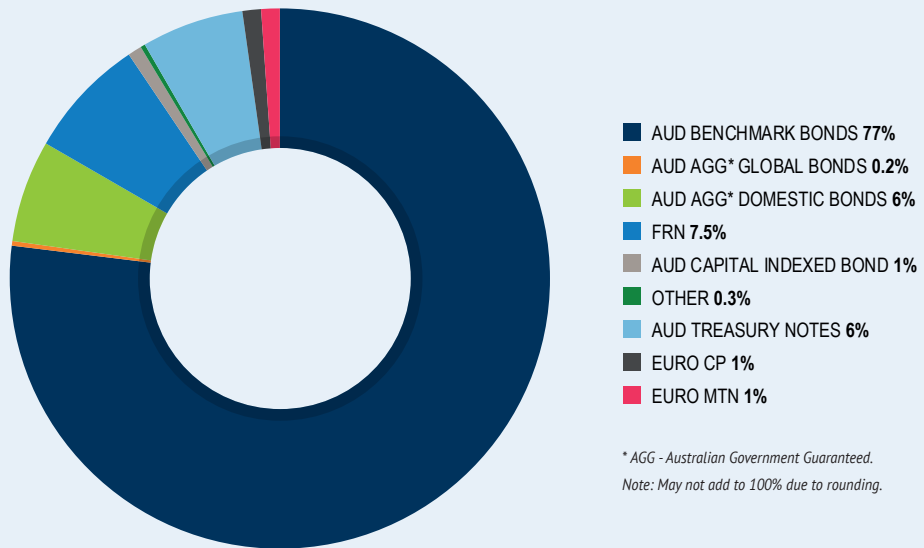
combined AUD89.3 billion of debt on issue as at 30 June 2016

bought back and cancelled \$4.7 billion of QTC debt maturing between September 2016 and February 2018

ACCESS TO FUNDING

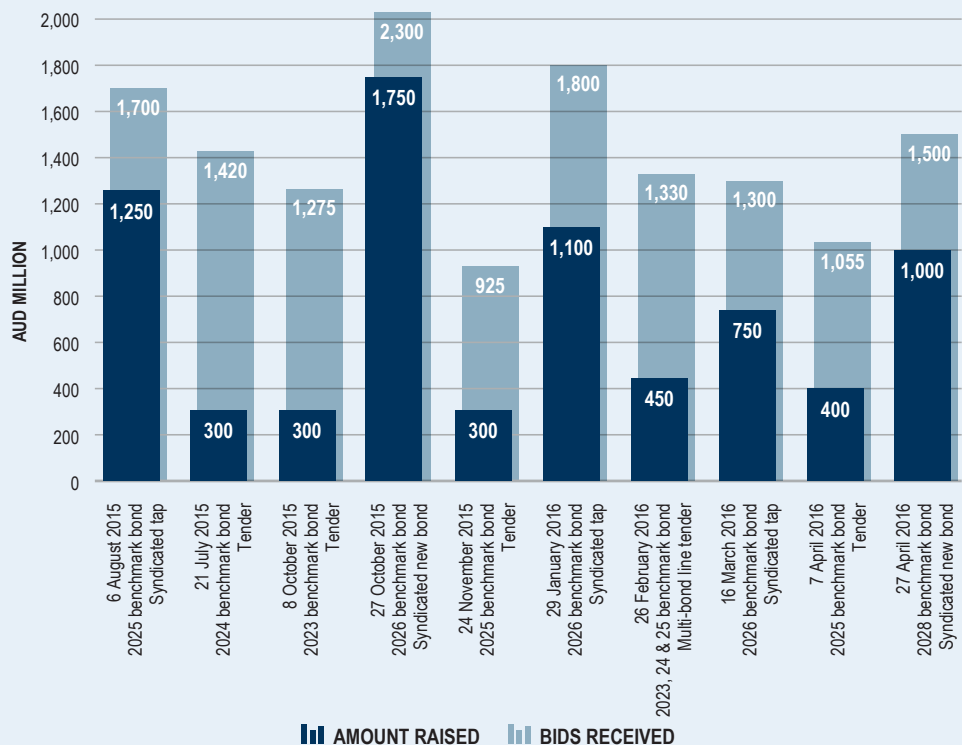
Diverse funding facilities

Over the year, QTC maintained its diversified global focus to meet its funding requirements. At 30 June 2016, QTC had AUD89.3 billion of debt outstanding.



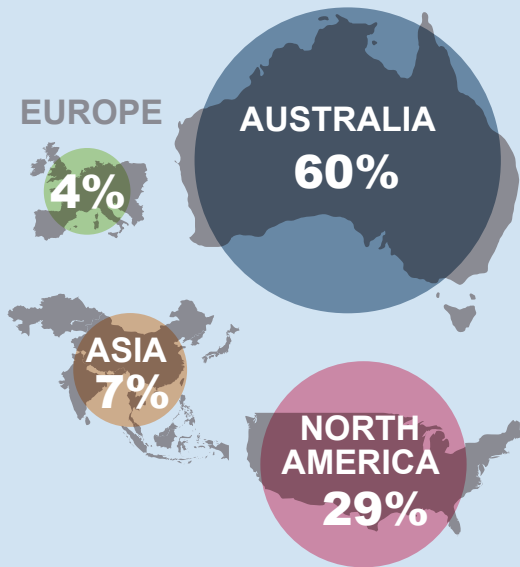
2015-16 TERM DEBT ISSUANCE

2015-16 public issuance

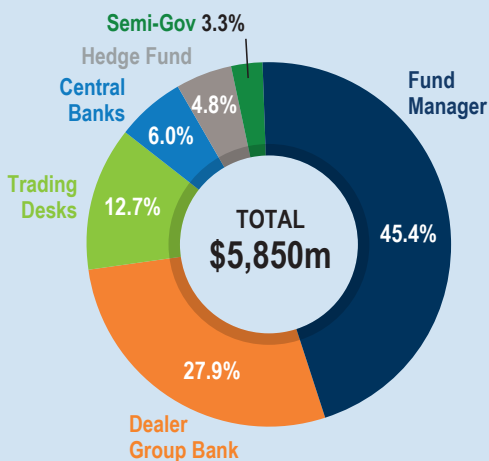


2015-16 benchmark bond syndicated transactions by investor location

On average, QTC saw growth from offshore markets in its syndicated benchmark bond transactions.



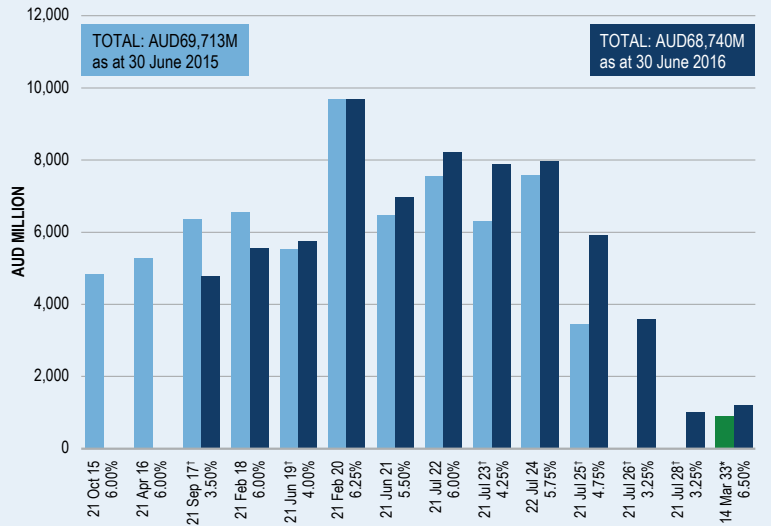
2015-16 benchmark bond syndicated transactions by investor type



OUTSTANDINGS BY MATURITY

AS AT 30 JUNE 2016

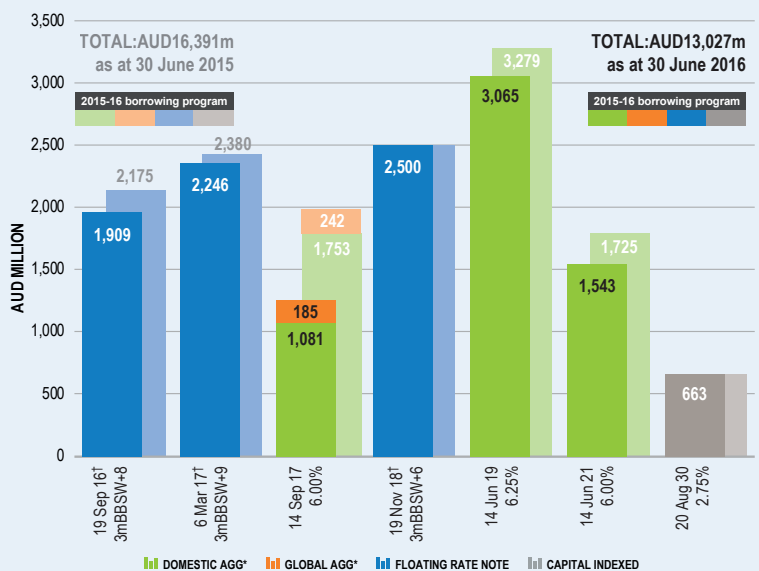
AUD benchmark bonds



* On 12 April 2016, the 2033 (previously classified as a preferred bond line) was designated as a benchmark bond line.
† 144A capability

- 12 liquid benchmark lines
- choice of maturities
- 6 lines with 144A capability

AUD non-benchmark bonds

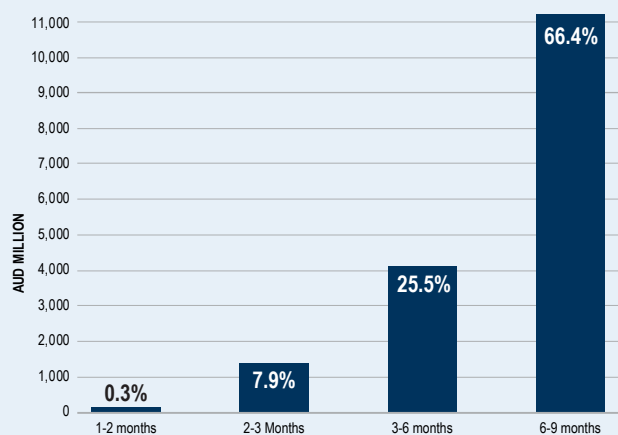


† 144A capability AGG: Australian Government Guaranteed
The 20 Aug 30 2.75% outstandings do not include indexation of \$196.6 million.

- Global lines are transferable into domestic lines
- Australian Government Guaranteed bonds may be switched into equivalent benchmark bonds, which are explicitly guaranteed by the Queensland Government

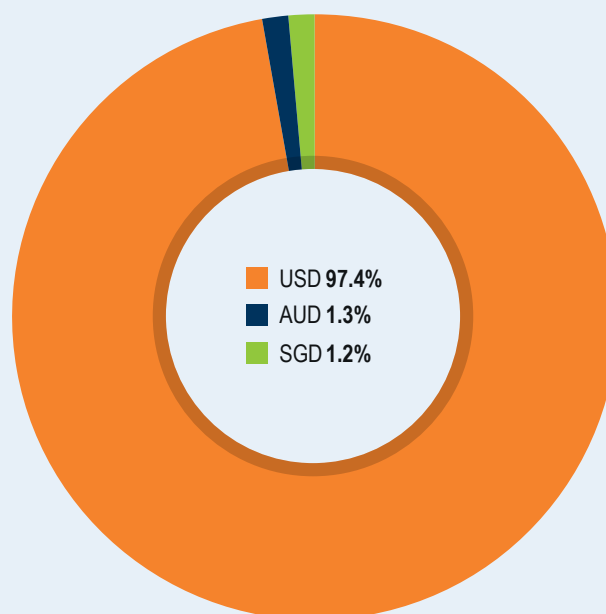
SHORT-TERM DEBT ISSUANCE

Commercial paper and treasury note programs, 2015-16 tenor of issuance



Note: May not add to 100% due to rounding.

Euro and US commercial paper programs, 2015-16 currency of issuance



- Continued access to short-term funding
- Australian, Euro and US programs
- Australian dollar and multi-currency

CREDIT RATINGS

	Long-Term	Short-Term	Outlook
Local & foreign currency			
Moody's	Aa1	P1	Negative
Standard & Poor's	AA+	A-1+	Stable
Australian Government Guaranteed			
Moody's	Aaa	N/A	Stable
Standard & Poor's	AAA	N/A	Stable

Government guaranteed

- All debt issued by QTC is explicitly guaranteed by the Queensland State Government
- Selected QTC domestic and global AUD denominated bond lines are also guaranteed by the Australian Government and therefore carry a Aaa/AAA credit rating from Moody's Investors Service and Standard & Poor's respectively

2016-17 funding requirements

2016-17 TERM DEBT INDICATIVE BORROWING PROGRAM

QTC released its 2016-17 term debt indicative borrowing program on 15 June 2016.

Requirements	2016-17 BUDGET AUD m*
New money	
State (includes general government and government-owned corporations)	AUD 1 200
Local Government and other clients#	700
Total new money	AUD 1 900
Net term debt refinancing	AUD 5 400
Total term debt requirement	AUD 7 300

* Numbers are rounded to the nearest \$100 million.

Other clients include: universities, grammar schools, retail water entities and water boards.

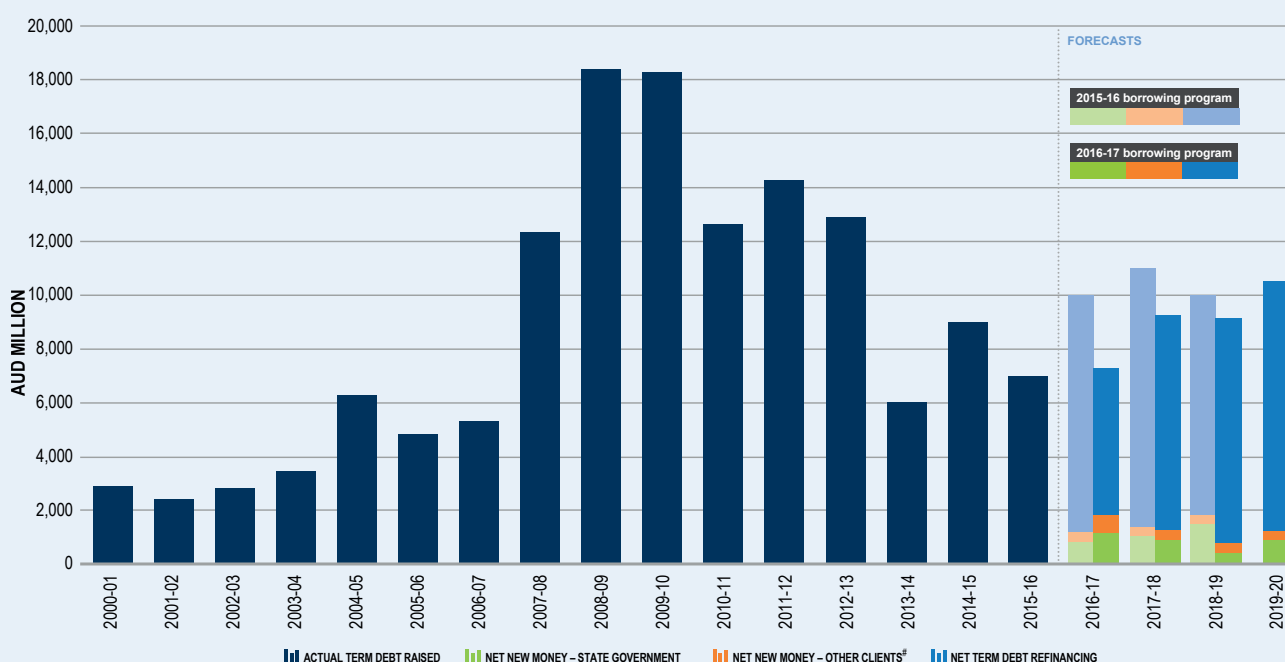
Note: Funding activity may vary depending upon actual client requirements, the State's fiscal position and financial market conditions.

2016-17 funding strategy

- QTC's AUD benchmark bonds will remain its principal source of funding
- QTC will issue term debt combined with targeted consolidations of shorter maturities into longer maturities to smooth and extend QTC's maturity profile
- QTC will monitor the market for opportunities to issue non-benchmark term debt instruments to complement benchmark bond issuance
- QTC will continue to maintain a minimum of approximately \$5 billion of short-term debt outstandings

QTC pre-funded \$1 billion of the 2016-17 borrowing requirement by undertaking \$1 billion of extra term debt issuance in 2015-16 in addition to the 2015-16 borrowing program term debt requirement of \$5.9 billion.

ANNUAL TERM DEBT BORROWING PROGRAMS



QTC's borrowing requirements over the forward estimates are primarily expected to reflect term debt refinancings. The lighter shaded bars compare the forecasts from the 2015-16 borrowing program to the 2016-17 borrowing program.

Other clients include: universities, grammar schools, retail water entities and water boards.

Fixed Income Distribution Group

QTC's Fixed Income Distribution Group is made up of 12 banks, who are committed to providing investors with two-way pricing in the secondary market, as well as supporting primary issuance activity.



J.P. Morgan



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Information sources for QTC investors



Investor booklet

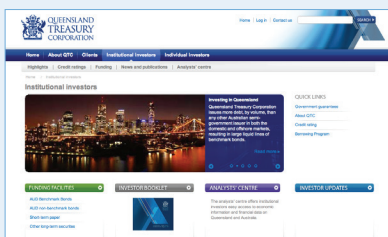
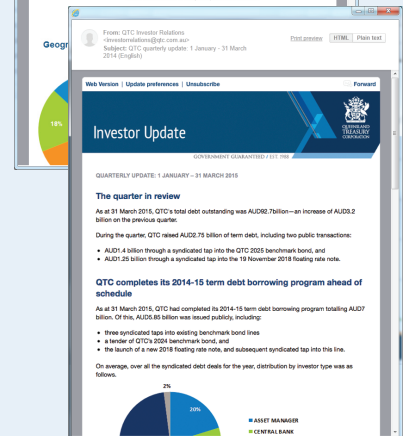
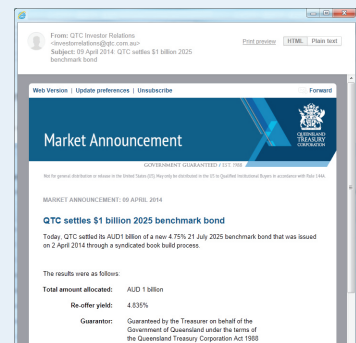
QTC's investor booklet contains detailed information and data about Australia, Queensland and QTC.



Invest in QTC

QTC's 'Invest in QTC' app has a library of publications for investors and is available for Apple and Android users.

Note: Not available in the United States



Website

QTC's website provides information for institutional investors about QTC's funding programs, annual borrowing program, credit rating, and recent news and publications.



Analysts' centre

QTC's analysts' centre offers institutional investors easy access to economic information and financial data on Queensland and Australia.

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