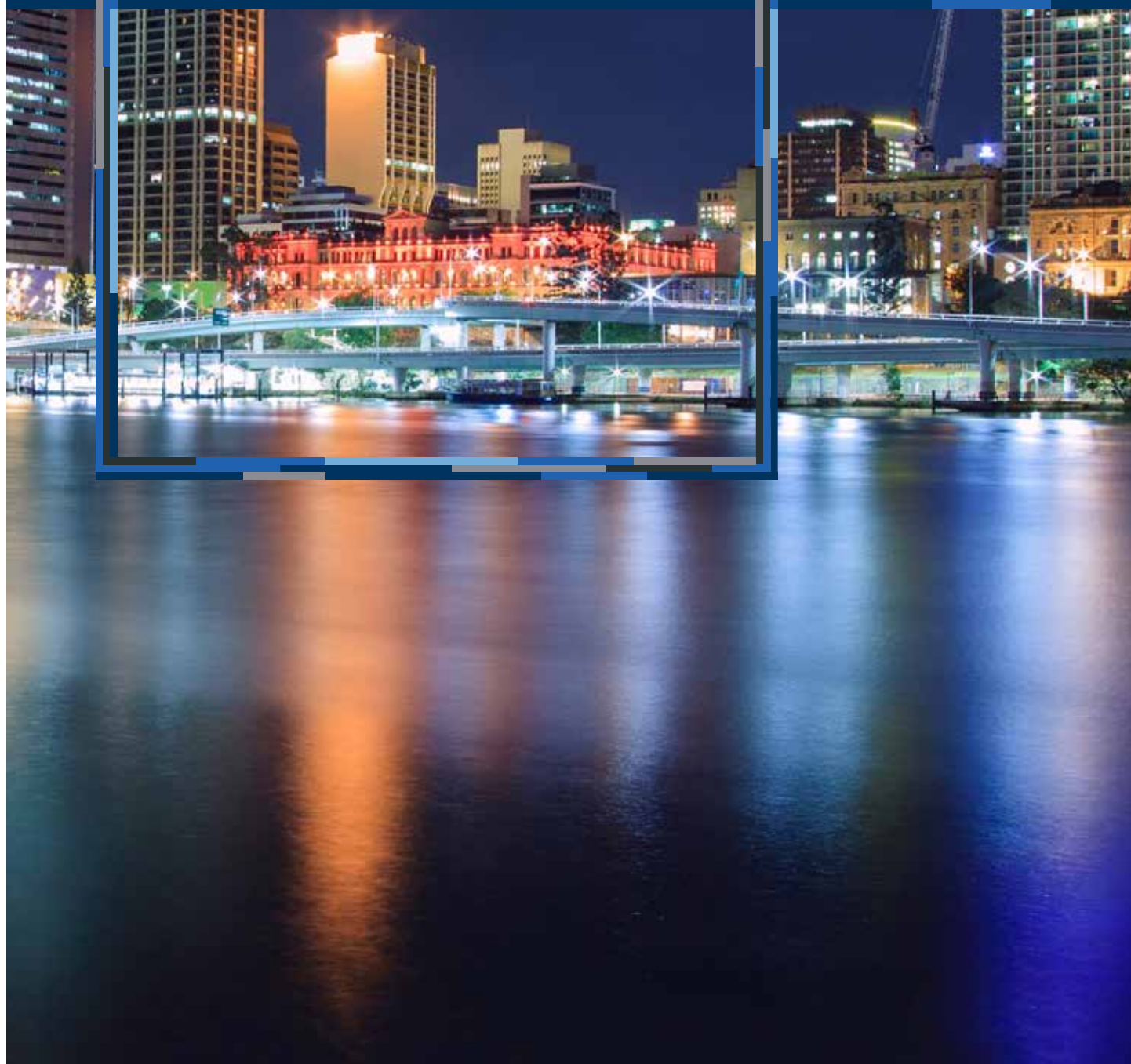


# 2016-17 FUNDING YEAR IN REVIEW

AS AT 30 JUNE 2017



AUDAX AT FIDELIS  
QUEENSLAND  
TREASURY  
CORPORATION



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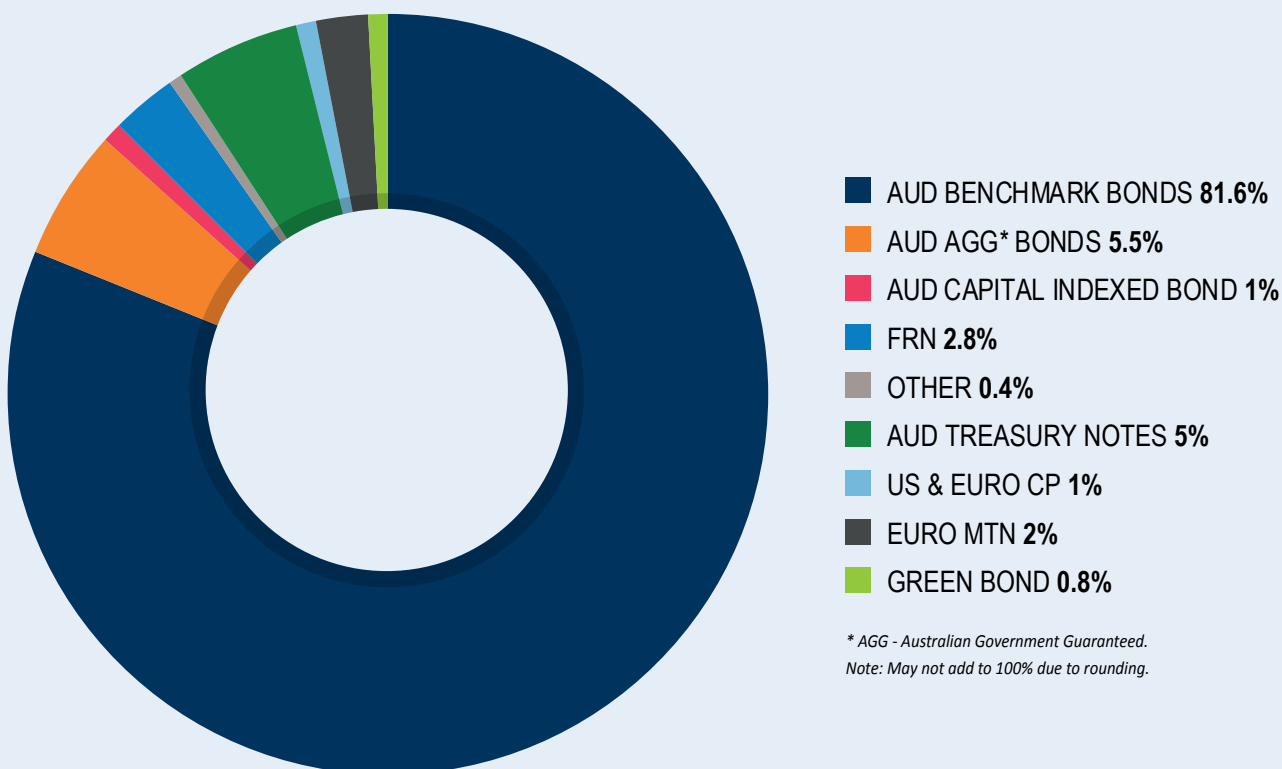
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# 2016-17 year in review

## ACCESS TO FUNDING

### Diverse funding facilities

Over the year, QTC maintained its diversified global focus to meet its funding requirements. As at 30 June 2017 QTC had AUD89.9 billion of debt outstanding.



## FUNDING HIGHLIGHTS

**completed** AUD5.9 billion term debt borrowing program

**pre-funded** AUD2.4 billion for future borrowing programs

**issued** AUD5.75 billion of benchmark bonds via public issuance including a new 2027 benchmark bond

**issued** AUD750 million of a new 2024 green bond, the largest by an Australian issuer to date

**issued** AUD615 million equivalent of new 30 year Euro and AUD bonds

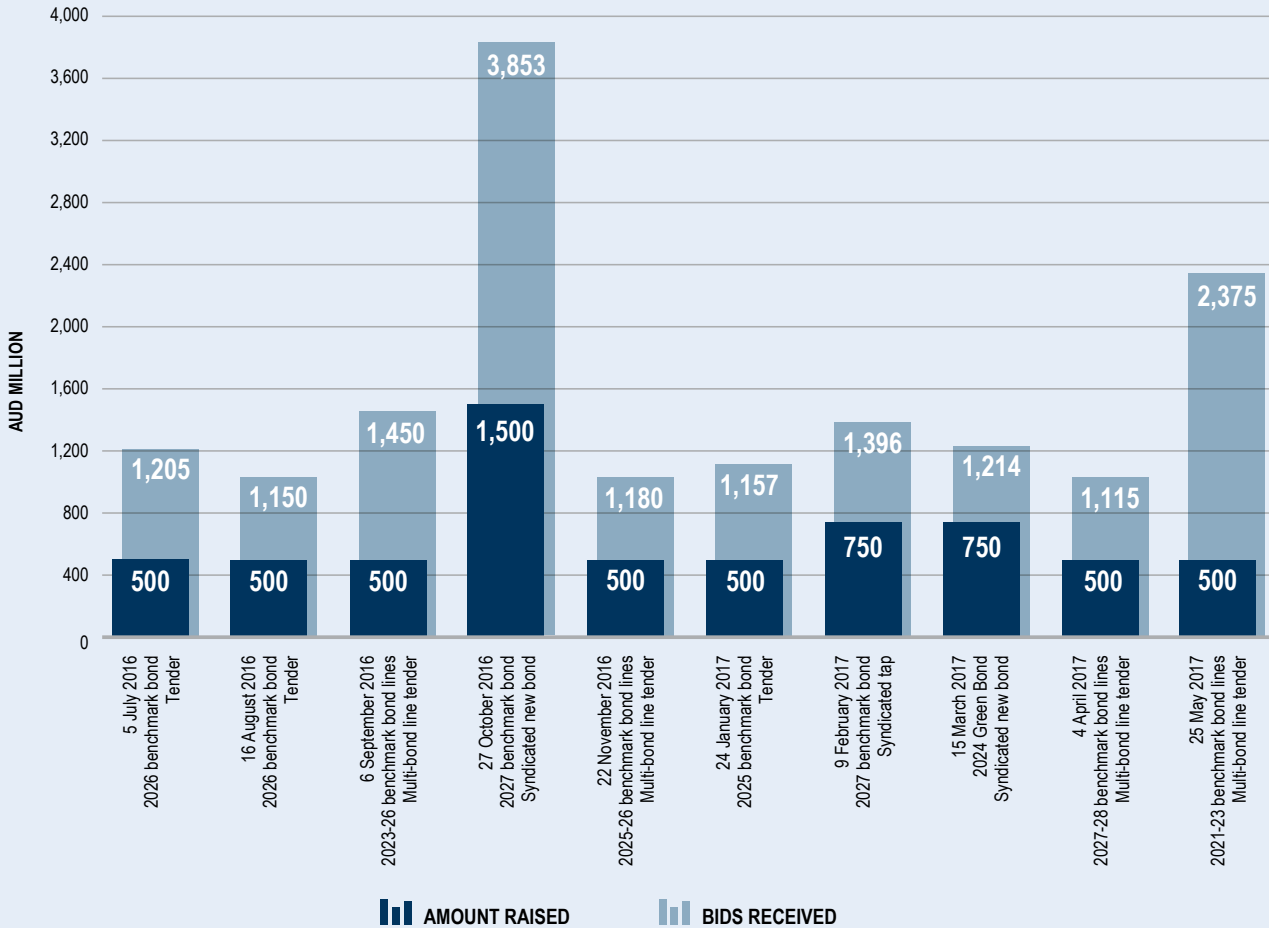
**turnover** of AUD136 billion of QTC bonds in the secondary market

**bought back** and cancelled AUD3 billion of QTC debt maturing between September 2017 and February 2018

# 2016-17 year in review

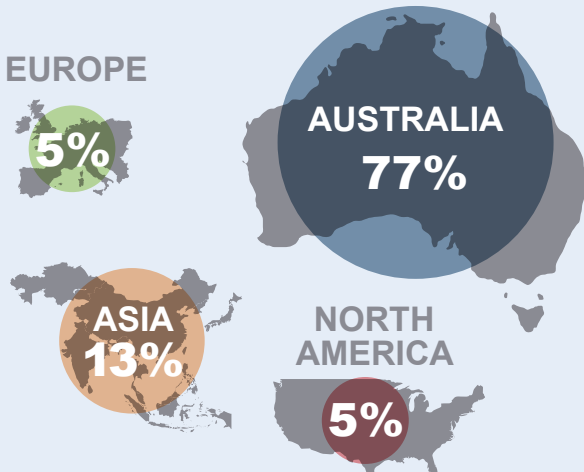
## 2016-17 TERM DEBT ISSUANCE

### 2016-17 public issuance

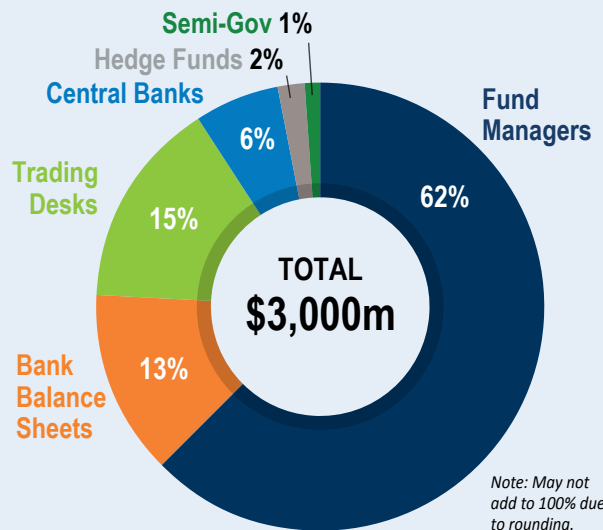


### 2016-17 bond syndicated transactions by investor location

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



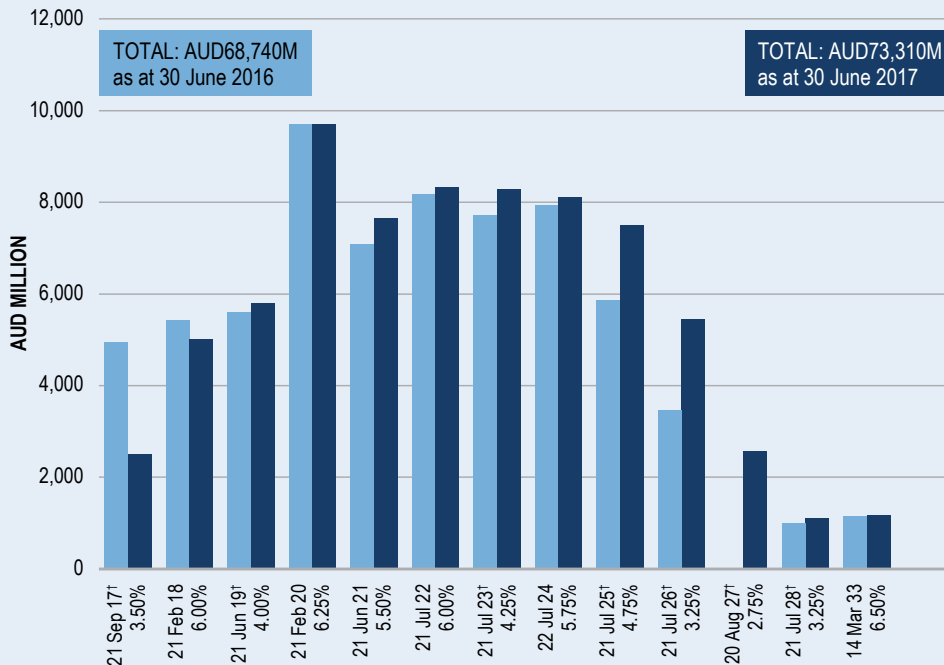
### 2016-17 bond syndicated transactions by investor type



# 2016-17 year in review

## OUTSTANDINGS BY MATURITY

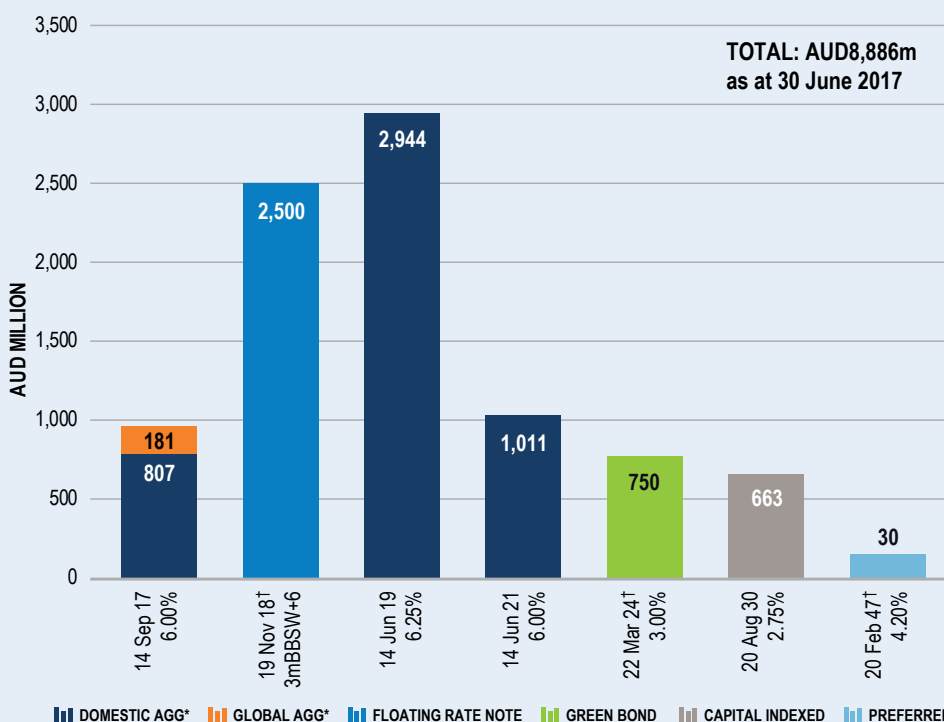
### AUD benchmark bonds



- 13 liquid benchmark lines
- 7 lines with 144A capability

<sup>†</sup> 144A capability

### AUD non-benchmark bonds



- 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

<sup>†</sup> 144A capability

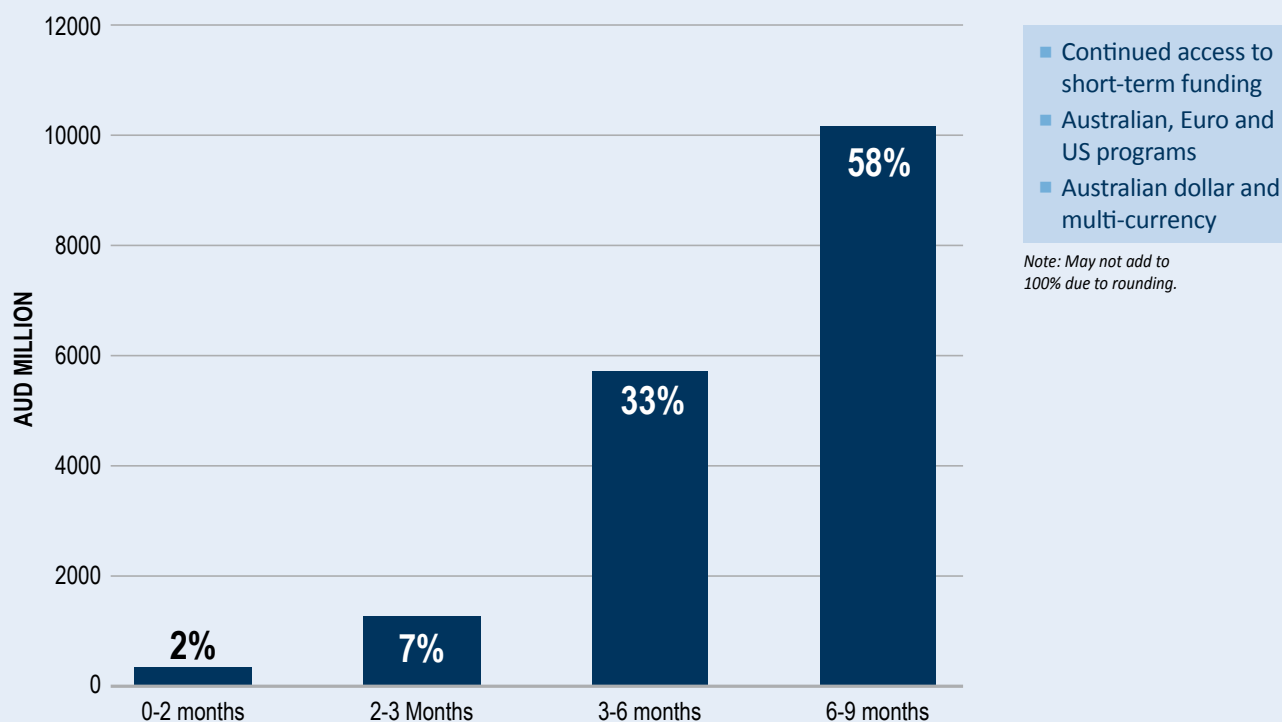
\* AGG: Australian Government Guaranteed

The 20 Aug 30 2.75% outstandings do not include indexation of \$212.1 million.

# 2016-17 year in review

## SHORT-TERM DEBT ISSUANCE

### Commercial paper and treasury note programs, 2016-17 tenor of issuance



## CREDIT RATINGS

Moody's Investor Service rating outlook for Queensland was revised from negative to stable on 20 April 2017.

	Long-Term	Short-Term	Outlook
<b>Local currency</b>			
Moody's	Aa1	P1	Stable
Standard & Poor's	AA+	A-1+	Stable
<b>Foreign currency</b>			
Moody's	Aa1	P1	Stable
Standard & Poor's	AA+	A-1+	Stable

### Government guaranteed

- All debt issued by QTC is explicitly guaranteed by the Queensland State Government.

# 2017-18 funding requirements

## 2017-18 TERM DEBT INDICATIVE BORROWING PROGRAM

QTC released its 2017-18 term debt indicative borrowing program on 14 June 2017.

Requirements	2017-18 BUDGET AUD M*
State (includes general government and government-owned corporations)	0
Local Government and other entities <sup>#</sup>	600
<b>Total new money</b>	<b>600</b>
Term debt maturities	9 400
Net funding in advance <sup>^</sup>	(3 200)
<b>Net term debt refinancing</b>	<b>6 200</b>
<b>Total term debt requirement</b>	<b>6 800</b>

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

<sup>#</sup> Other entities include: universities, grammar schools, retail water entities and water boards.

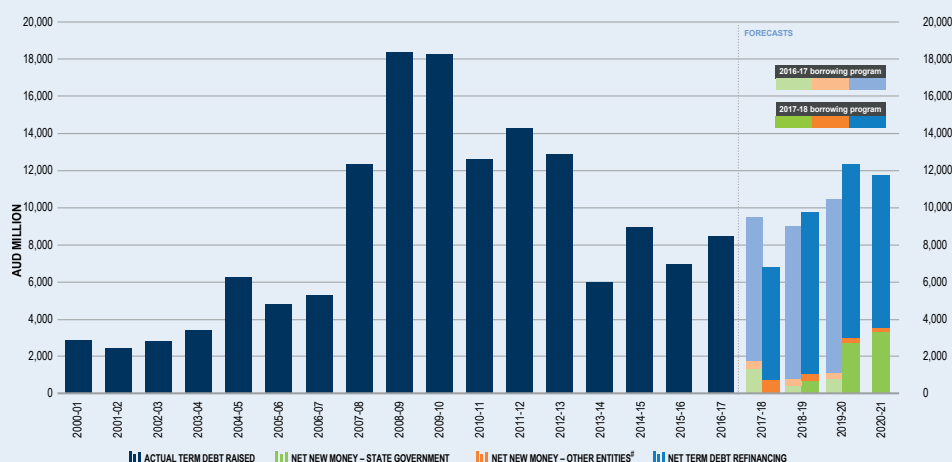
<sup>^</sup> Includes net issuance undertaken in advance of borrowing requirements during 2016-17 and also in previous financial years as well as scheduled client principal repayments.

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

### 2017-18 funding strategy

- QTC's AUD benchmark bonds will remain its principal source of funding. This may include issuance of new longer dated AUD benchmark bond maturities.
- QTC will monitor the market for opportunities to issue non-benchmark term debt instruments to complement benchmark bond issuance. This may include issuance of green bonds, bond maturities out to 30 years, floating rate notes and non-AUD denominated bonds.
- QTC will continue to utilise a range of issuance methods to issue term debt including syndication, bond auctions and reverse enquiry taps.
- QTC will continue to maintain a minimum of approximately AUD5 billion of short-term debt outstandings.

## ANNUAL TERM DEBT BORROWING PROGRAMS



<sup>#</sup> Other entities include: universities, grammar schools, retail water entities and water boards.

QTC's borrowing requirements over the forward estimates are primarily expected to reflect term debt refinancings.

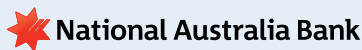
The lighter shaded bars compare the forecasts from the 2016-17 borrowing program to the 2017-18 borrowing program.

# 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.



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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*



### Regular updates

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### Website

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