



QTC'S 2017-18 INDICATIVE BORROWING PROGRAM

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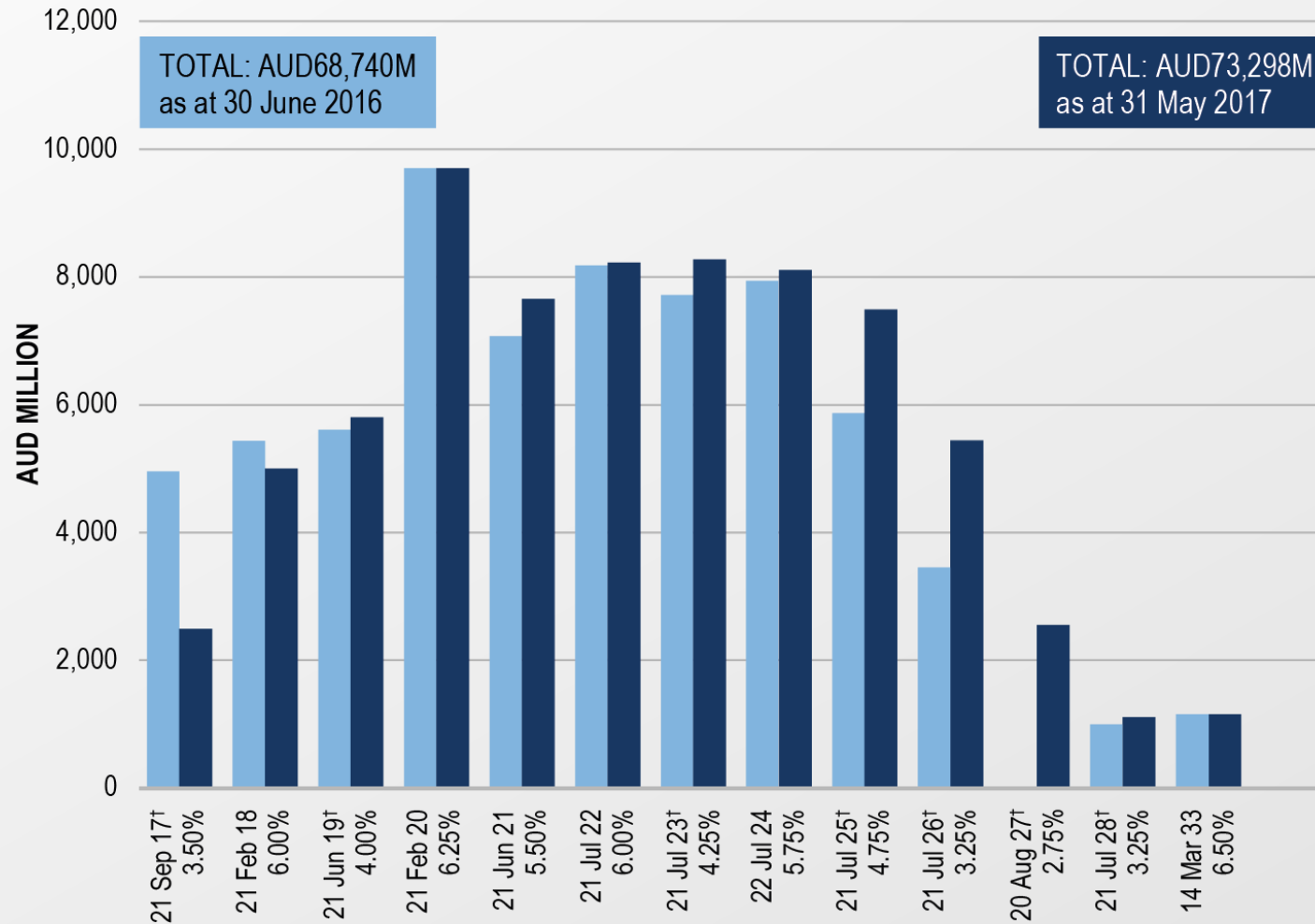
2016-17 funding highlights

Investor demand remained strong for QTC's primary issuance during 2016-17, with all public issuance well oversubscribed.

QTC issued approximately AUD8.3 billion of term debt in gross terms during the year, including:

- AUD6.9 billion in total of QTC AUD benchmark bonds.
- AUD2.5 billion of a new 2027 AUD benchmark bond.
- AUD750 million of a new 2024 AUD green bond, the largest by an Australian issuer to date.
- AUD615 million equivalent in total of new 30 year Euro and AUD denominated bonds.

Change in benchmark outstandings



† 144A capability

QTC's 2017-18 term debt borrowing program

Plus a minimum of \$5 billion of short term debt

2017-18 Budget
AUD M¹

New money

State (includes general government and government-owned corporations)	0
Local government and other entities ²	600
Total new money	600

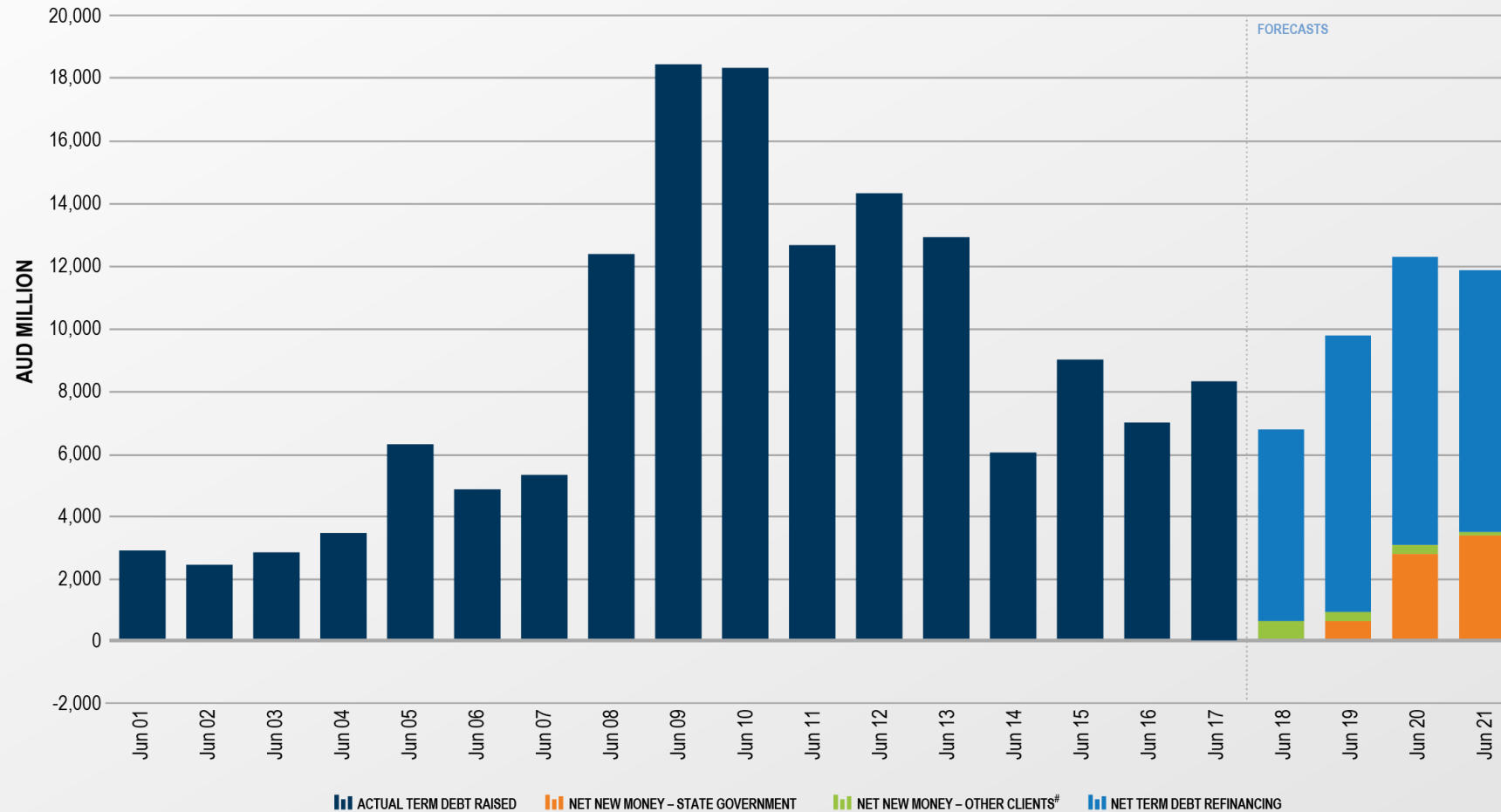
Refinancing

Term debt maturities	9,400
Net funding in advance ³	(3,200)
Total net term debt refinancing	6,200

Total term debt requirement 6,800

1. Numbers are rounded to the nearest \$100 million 2. Other entities include: universities, grammar schools, retail water entities and water boards. 3. 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 financial position, and financial market conditions

Forecast term debt borrowing requirement*



*Does not include short-term debt of approximately \$5 billion each year. #Other clients include: local governments, retail water entities, universities, grammar schools and water boards.

2017-18 term debt funding strategy

Subject to market conditions and client requirements

- Issuance of QTC's AUD benchmark bonds, which will remain our principal source of funding. This may include issuance of new longer dated AUD benchmark bond maturities.
- Monitoring the market for opportunities to issue term debt instruments to complement our AUD benchmark bond issues. 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 update the market on its 2017-18 borrowing program following the Queensland Government's release of its Mid Year Fiscal and Economic Review

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