

Brisbane, Queensland's capital city.



QUEENSLAND
TREASURY
CORPORATION

Queensland Treasury Corporation

QTC is government-owned and its debt is government guaranteed

QTC is the central financing authority for the Queensland Government and provides financial resources and services for the State



QTC is rated AA+/Aa1/AA+

Credit ratings

QTC carries the same credit ratings as the State of Queensland – founded on its diverse economic base, established institutional framework, significant liquidity levels and Federal fiscal support.

Queensland has financial holdings greater than its superannuation obligations.



LOCAL CURRENCY

S&P Global

Long-term **AA+**

Short-term **A-1+**

Outlook **Stable**

Moody's

Long-term **Aa1**

Short-term **P-1**

Outlook **Stable**

Fitch

Long-term **AA+**

Short-term **F1+**

Outlook **Stable**



FOREIGN CURRENCY

S&P Global

Long-term **AA+**

Short-term **A-1+**

Outlook **Stable**

Moody's

Long-term **Aa1**

Short-term **P-1**

Outlook **Stable**

Fitch

Long-term **AA+**

Short-term **F1+**

Outlook **Stable**

Consolidated asset base

Clients

- Principally Queensland's public sector (also entities guaranteed, supported or approved by the State).
- 122 borrowing clients (government-owned corporations, government departments, local governments and statutory bodies).
- 215 investors in QTC's Capital Guaranteed Cash Fund (government-owned corporations, government departments, local governments and statutory bodies).

As the State's central financing authority, QTC only charges for services on a cost recovery basis.

MARKET VALUE – AS AT 30 JUNE 2022

	Capital markets operations	State investment operations [#]	QTC consolidated
	AUD bn	AUD bn	AUD bn
Loan to clients	94.6	-	94.6
Liquidity/management reserves*	25.3	-	25.3
Sub-total	119.9	-	119.9
Assets under management-client deposits	8.4	-	8.4
Other managed investments [#]	-	39.7	39.7
Total	128.3	37.8	168.0

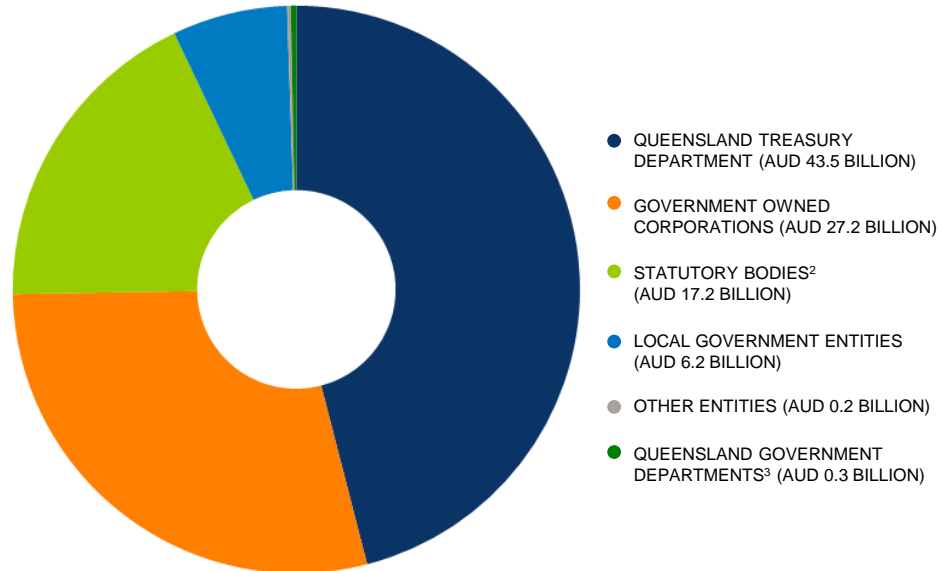
The provisional summary financial information for the year ended 30 June 2022 is presented unaudited, unreviewed and is subject to change. The figures are not intended to be relied upon.

**Excludes any QTC bonds held as assets. [#]The Queensland Government transferred to QTC the States' long-term assets which are held to meet the future superannuation and other long-term obligations of the State. These assets are managed by QIC Limited.*

Since 1988, QTC has funded the State's public sector programs

Under the Industry Support Package, QTC has extended AUD 25.2 million (book value) in loans to non-State entities to support the State's COVID-19 response. QTC's exposures are guaranteed by the Queensland Government.

LOANS TO CLIENTS¹ (MARKET VALUE) **AUD 94.6 BILLION**



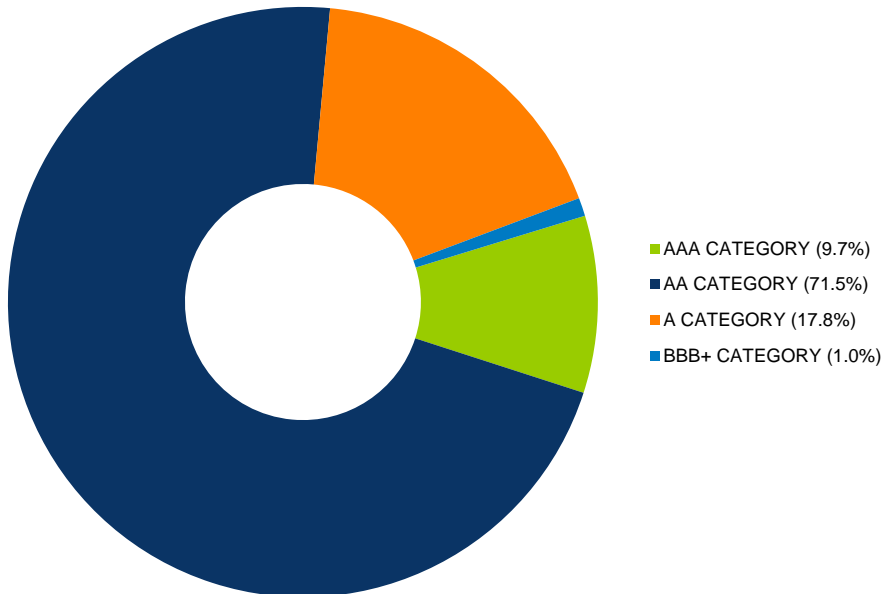
The provisional summary financial information for the year ended 30 June 2022 is presented unaudited, unreviewed and is subject to change. The figures are not intended to be relied upon.

¹ Figures are rounded. ² Includes Queensland water entities, universities, grammar schools and water boards. ³ Includes other bodies within the public accounts.

QTC has a conservative approach to risk management

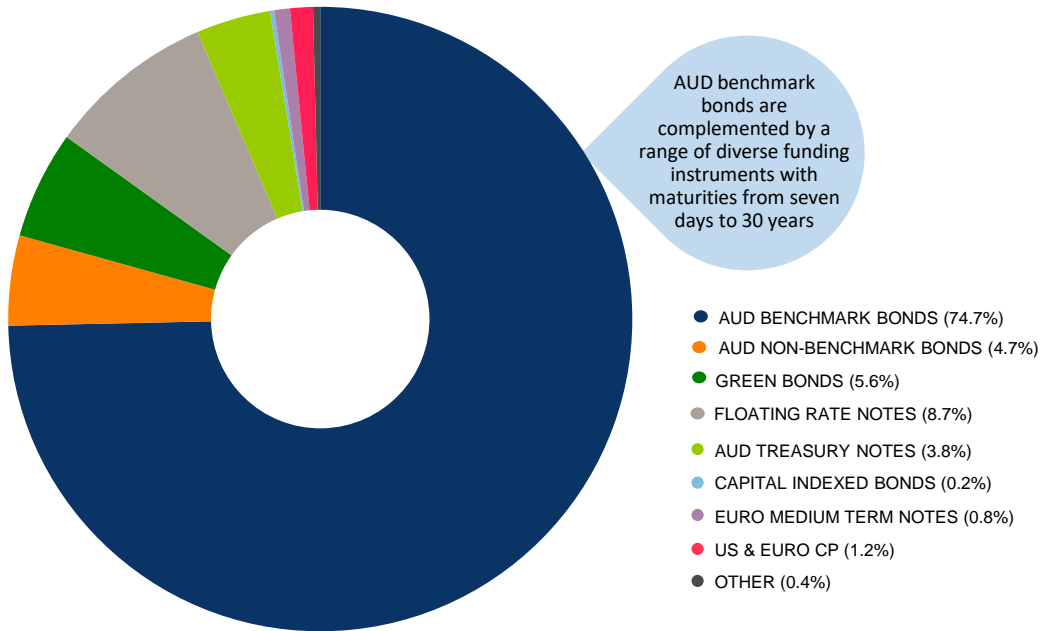
- Approximately 81 per cent of QTC's counterparty credit exposures are rated AA- or higher.
- All types of financial risk, including interest rate, foreign exchange and counterparty risk, are managed within QTC's Board approved risk parameters.
- Enterprise risk management processes are independent to operational activities.
- Risk provisions are in line with industry best practice.
- Diversified funding instruments and regular issuances are used to mitigate funding risks.
- A portfolio of diverse, liquid financial securities is held to meet the State's liquidity requirements.
- Market credit exposure is restricted to dealings with counterparties rated BBB+ or higher.

COUNTERPARTY CREDIT EXPOSURES



QTC uses a diverse range of funding instruments

FUNDING SOURCES BY INSTRUMENT (FACE VALUE) ~AUD125 BILLION



As at 30 June 2022. Figures are rounded.

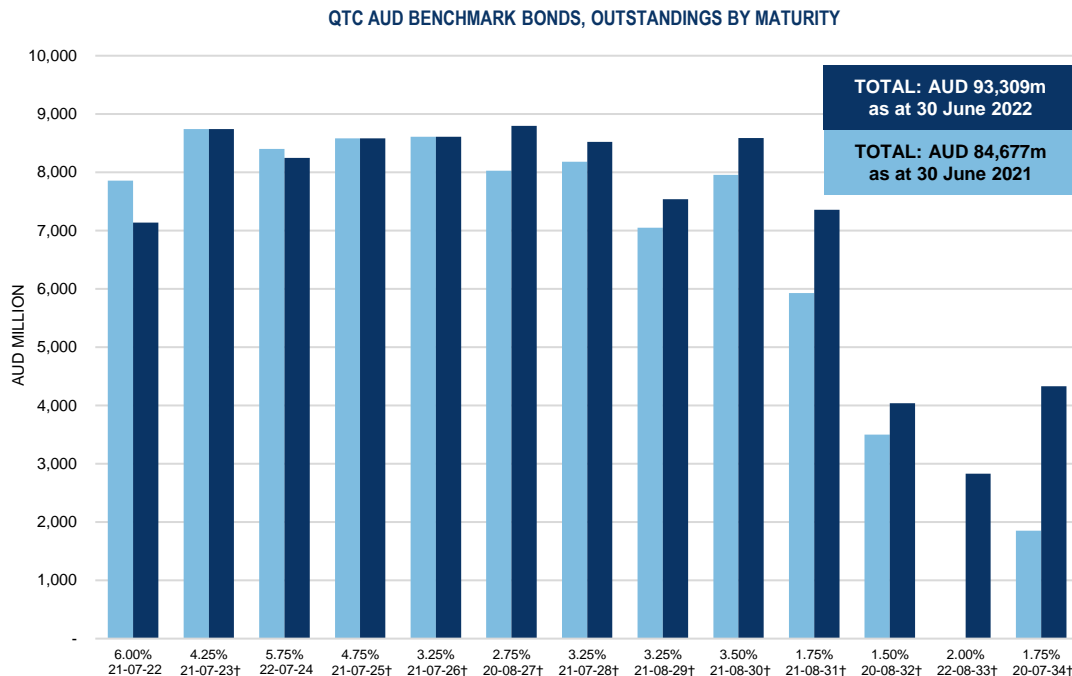
A diverse investor base by geography and type

- QTC's domestic and global investors include central banks and other sovereign investors, multi-national finance, superannuation and investment corporations, and major domestic and international banks.
- Approximately 25% of Australian semi-issuance is held offshore.¹
- QTC's established issuance program is built on more than 30 years' experience in global capital markets.
- New bond lines may be offered in the US to 'qualified institutional buyers' pursuant to Rule 144A.



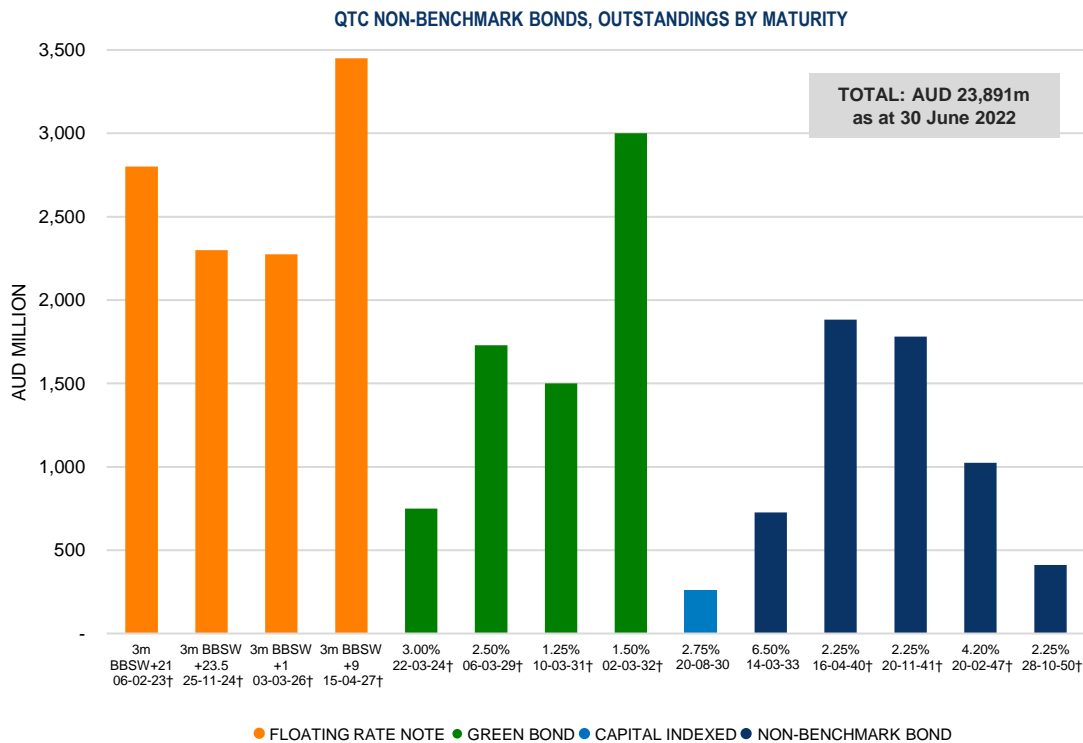
AUD benchmark bond lines are QTC's principal source of funding

- 13 established lines with various maturities across the curve.
- New bond lines issued under the domestic program may be offered in the US to 'qualified institutional buyers' pursuant to Rule 144A.
- In October 2021, QTC issued a new AUD 2033 maturity, further establishing its benchmark curve.



Non-benchmark bonds complement AUD benchmark bonds

- QTC monitors the market to issue other instruments, taking into account investor demand, client funding requirements and market conditions.
- In September 2021, QTC issued a new 2032 green bond; the largest green bond issued in Australia.
- In February 2022, QTC issued a new 2026 Floating Rate Note at 3mBBSW+1bp, replacing the maturing 2022 Floating Rate Note.



As at 30 June 2022. †144A capability. QTC trades in its own securities in the open market. Such securities may be held, resold or cancelled at QTC's discretion.
 Note: The 2.75% 20 Aug 2030 outstandings do not include indexation of AUD122.7 million.

QTC Green Bonds

Supporting Queensland's pathway to climate resilience and an environmentally sustainable economy



Eligible project and asset pool of approximately AUD16.87 billion, of which approximately AUD6.97 billion of green bond proceeds have been allocated.



Green bonds are issued in accordance with QTC's Green Bond Framework, and either, the Climate Bonds Standard or the ICMA Green Bond Principles.



Committed to a high standard of transparency – annual reporting and independent third-party assurance.



Climate Bonds Programmatic Certification from CBI provides a more streamlined certification process for greater flexibility in issuance.

FinanceAsia

FinanceAsia Deal Achievement Award for Best Local Bond Deal and Best Sustainable Finance Deal for a Financial Institution 2021

Climate Bonds AWARDS 2020

Climate Bonds Initiative Annual Green Bond Pioneer Awards: Largest Subnational Deal of 2019

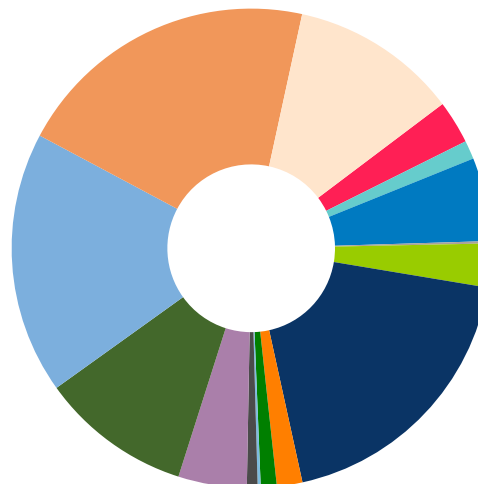
FinanceAsia

FinanceAsia Deal Achievement Award for Best Green Bond Deal of 2017



QTC's 2022 Green Bond Annual Report is available at:
<https://www.qtc.qld.gov.au/institutional-investors/green-bonds>

**ELIGIBLE PROJECT AND ASSET POOL
 APPROXIMATELY AUD16.87 BILLION**



- GOLD COAST LIGHT RAIL STAGE 1 (492.2M)
- GOLD COAST LIGHT RAIL STAGE 2 (211.0M)
- NEW GENERATION ROLLING STOCK (949.5M)
- TILT TRAINS ROLLING STOCK (27.1M)
- CITYTRAIN ROLLING STOCK (496.8M)
- CITYTRAIN NETWORK (3,195.2M)
- REDCLIFFE PENINSULA LINE (290.8M)
- CYCLEWAYS (181.5M)
- SUNSHINE COAST SOLAR FARM (34.9M)
- WARWICK SOLAR FARM (121.6M)
- GOLD COAST DESALINATION PLANT (780.2M)
- WATER TREATMENT PLANTS (1,719.3M)
- PIPELINES AND OTHER (2,983.8M)
- DAMS AND WEIRS (3,479.9M)
- WESTERN CORRIDOR RECYCLED WATER SCHEME (1,907.4M)

As at 30 June 2022. QTC green bonds on issue are certified by the Climate Bonds Standard Board on behalf of the Climate Bonds Initiative.

*Any future allocation of Green Bond proceeds to the Scheme may be deferred until it is substantially recommissioned to a 'ready to use' state.

QTC's 2022–23 indicative term debt borrowing program

- Following the Queensland 2022–23 State Budget, released 21 June 2022, QTC estimates it will borrow AUD14.4 billion of term debt in the 2022–23 financial year.
- AUD59.1 billion capital program over the next four years.
- In addition to the total term debt requirement, QTC expects to maintain a minimum of approximately AUD5 billion of short-term debt.

Requirements	2022–23 AUD M ¹	2023–24 AUD M ¹	2024–25 AUD M ¹	2025–26 AUD M ¹
State ²	7,100	8,200	7,300	7,500
Local Government and other entities ³	1,100	1,400	1,000	800
Total new money	8,200	9,600	8,300	8,300
Net term debt refinancing⁴	6,200	8,900	9,400	10,100
Total term debt requirement	14,400	18,500	17,700	18,400

As at 21 June 2022.

¹ Numbers are rounded to the nearest AUD100 million.

² Includes general government and government-owned corporations.

³ Other entities include: universities, grammar schools, retail water entities and water boards.

⁴ Includes term debt maturities, net issuance undertaken in advance of borrowing requirements and scheduled client principal repayments.

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

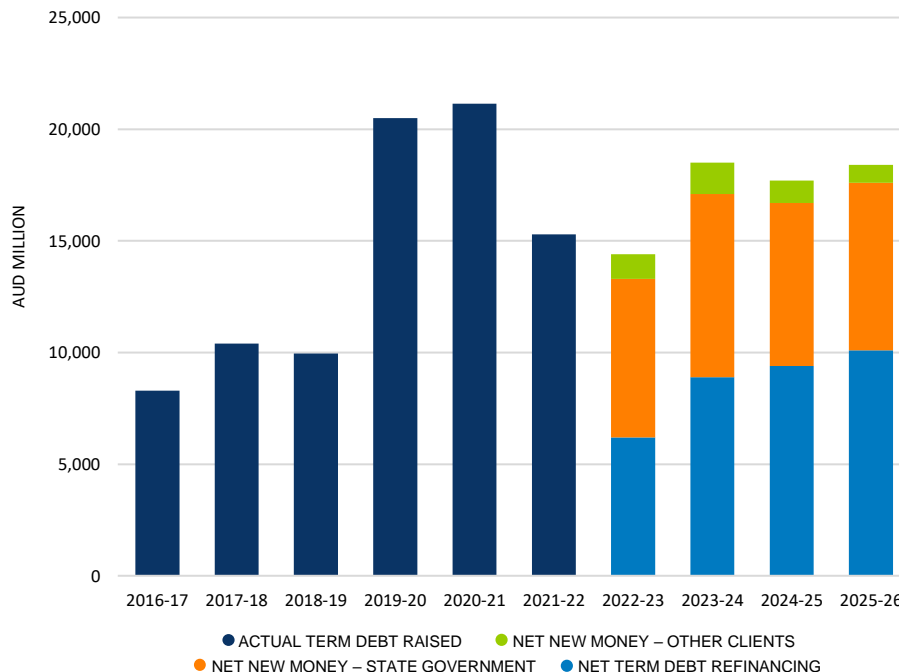
QTC's 2022–23 funding strategy and annual term debt issuance

Funding Strategy

QTC's 2022–23 funding strategy is likely to include the following, subject to market conditions and client funding requirements:

- A programmatic approach to issuance, including syndication, tenders and reverse enquiry.
- AUD benchmark bonds as the principal source of funding, including new AUD 2035 or longer maturities.
- Other term debt, which may include green bonds, floating rate notes and non-AUD denominated bonds.
- Maintaining a minimum of approximately AUD5 billion of short-term debt outstandings.

QTC'S ANNUAL TERM DEBT ISSUANCE (ACTUAL AND FORECAST)*



As at 21 June 2022. *Does not include short-term debt of approximately AUD5 billion each year. Actual debt raised is calculated from Annual Borrowing Program release to the release of the next Annual Borrowing Program, except for 2019–20 due to out of cycle Annual Borrowing Program release.

Summary of key points

Queensland Treasury Corporation:

- funds the Queensland Government public sector
- is 100 per cent government-owned
- has all debt security and derivative ISDA obligations fully guaranteed by the State of Queensland
- issues debt that carries the following credit rating (identical to the State of Queensland)
 - S&P Global: AA+/Stable/A-1+
 - Moody's: Aa1/Stable/P-1
 - Fitch: AA+/Stable/F1+
- has 13 AUD benchmark bond lines on issue
- has an indicative term debt borrowing program of AUD14.4 billion for 2022–23
- employs a conservative and transparent funding strategy, and
- has more than 30 years' experience in global debt capital markets.