

Moody's completes credit ratings review

Wednesday, 30 September 2020: MyState Limited (ASX: MYS), the banking and wealth management group, advise that Moody's Investor Services (Moody's) has completed its review of the credit ratings of MyState Limited and MyState Bank Limited.

The long-term and short-term issuer rating for MyState Limited and the long-term issuer rating for MyState Bank Limited have been downgraded one notch. The long-term issuer rating for MyState Limited has been downgraded one notch from Baa2 to Baa3 and the short-term issuer rating from P-2 to P-3. The long-term issuer rating for MyState Bank Limited has been downgraded one notch from Baa1 to Baa2, whilst the short-term issuer rating was confirmed unchanged at P-2. The rating outlooks have been changed to stable from rating under review. This action concludes the review for downgrade initiated by Moody's on 24 April 2020.

Managing Director and Chief Executive Officer, Melos Sulicich said "The operating conditions for all banks has changed materially, due to the economic impacts that are flowing from the COVID-19 global pandemic. The outcomes are difficult to predict with any degree of certainty, notwithstanding this, we are disappointed in the outcome of the Moody's review.

"Our most recent financial results demonstrate the success of our customer focused approach, underpinned by a strategy of digitising business operations and our ongoing focus on lower risk owner-occupied mortgages. Consistent with this strategy, MyState Bank's arrears performance has historically been significantly below industry peers and we remain comfortably capitalised above regulatory minimums. The overall level of credit loss provisioning remains appropriate and will be reviewed as new information becomes available."

An update on MyState's financial performance in the first quarter of FY21 will be provided at the Annual General Meeting on 21 October 2020.

The full list of affected credit ratings is available at Moody's website.

Authorised

Melos Sulicich
Managing Director and CEO

About MyState Limited

Registered Office: 137 Harrington Street, Hobart 7000

MyState Limited is the ASX-listed (MYS) non-operating holding company of the diversified financial services Group consisting of MyState Bank and TPT Wealth, a trustee and wealth management company. MyState Bank is regulated by the Australian Prudential Regulatory Authority. MyState Bank and TPT Wealth hold Australian Financial Services Licences issued by the Australian Securities and Investments Commission.

Media enquiries

Christie Thomas, Senior Manager Brand and Corporate Communications, 0400 935 275 or christie.thomas@mystate.com.au

Investor Enquiries

Gary Dickson, Chief Financial Officer, 0417 378 847 or gary.dickson@mystatelimited.com.au