

Q1 FY23 market update

Growth strategy continuing to deliver results

Balance sheet
pcp 30 June 2022

Home loan book

+6.9% as at 30 Sept.
on pcp¹
\$7.3b

Continued strong growth in Q1
30 June 2022 \$6.8b

Customer deposits

+10.1% as at 30 Sept.
on pcp¹
\$6.1b

Continued strong growth in Q1
30 June 2022 \$5.6b

30-day home loan book arrears

Steady as at 30 Sept.
on pcp¹
0.41%

Considerably below industry
benchmarks
30 June 2022 0.41%

Financial performance
pcp 30 Sept. 2021

NPAT

+41% as at 30 Sept.
on pcp¹
\$9.7m

Strong profit growth
30 Sept 2021 \$6.9m

Return on equity

+235bps as at 30 Sept.
on pcp¹
9.0%

Return on equity improving
30 Sept 2021 6.7%

Cost to income ratio

-698bps as at 30 Sept.
on pcp¹
65.0%

Realising operating leverage from the
investment in growth
30 Sept 2021 72.0%

1. Unaudited management results. Financial performance figures compare quarter ended 30 September 2022 to 30 September 2021. Balance sheet and capital figures compare 30 September 2022 to 30 June 2022 as pcp. Percentage changes may not calculate due to rounding.

MyStateLimited 

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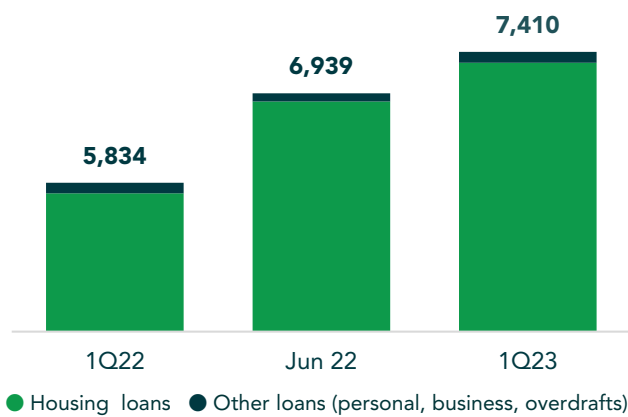
MyState Limited, the banking and wealth management group, has announced continued strong home loan and customer deposit growth for Q1 FY23.

MyState’s home loan book was \$7.3 billion at 30 September 2022, up 6.9% over the quarter.

MyState continues to focus on lower risk owner-occupied principal and interest (P&I) lending.

Over the quarter, customer deposits grew 10.1% to \$6.1b.

Total loan book composition (\$m)



In his presentation to the MyState Annual General Meeting this morning, Managing Director and CEO Brett Morgan will report that NPAT for the first quarter of FY23 increased 41% from the prior corresponding period (pcp) to \$9.7 million, and MyState’s return on equity (ROE) increased by 235bps to 9.0%.

At the same time, MyState is realising operating leverage from its investment in its growth strategy with the cost to income ratio reducing by 698bps to 65.0%.

Above system loan growth, combined with rising interest rates and the benefit of hedging resulted in a 24% increase in net interest income, with operating expenses up 7%.

MyState continued to strengthen its balance sheet following the issue of Additional Tier 1 capital on 30 August 2022, with the total capital ratio increasing by 168bps from 30 June 2022 to 14.1%. Credit quality remains sound with 30-day home loan book arrears steady at 0.41%.

“Our first quarter results show that the investment in our growth strategy is starting to deliver improved financial outcomes,” said Mr Morgan.

“We are well placed to continue execution of our growth strategy, refine our digital and AI capabilities and implement initiatives that make our products and services even easier and more intuitive for our customers to use.”

“Building on our sound financial position we are targeting to deliver further operating leverage, ROE accretion and EPS growth for our shareholders.”

Authorised
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About MyState Limited
Registered Office:
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MyState Limited (ABN 26 133 623 962) 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.

