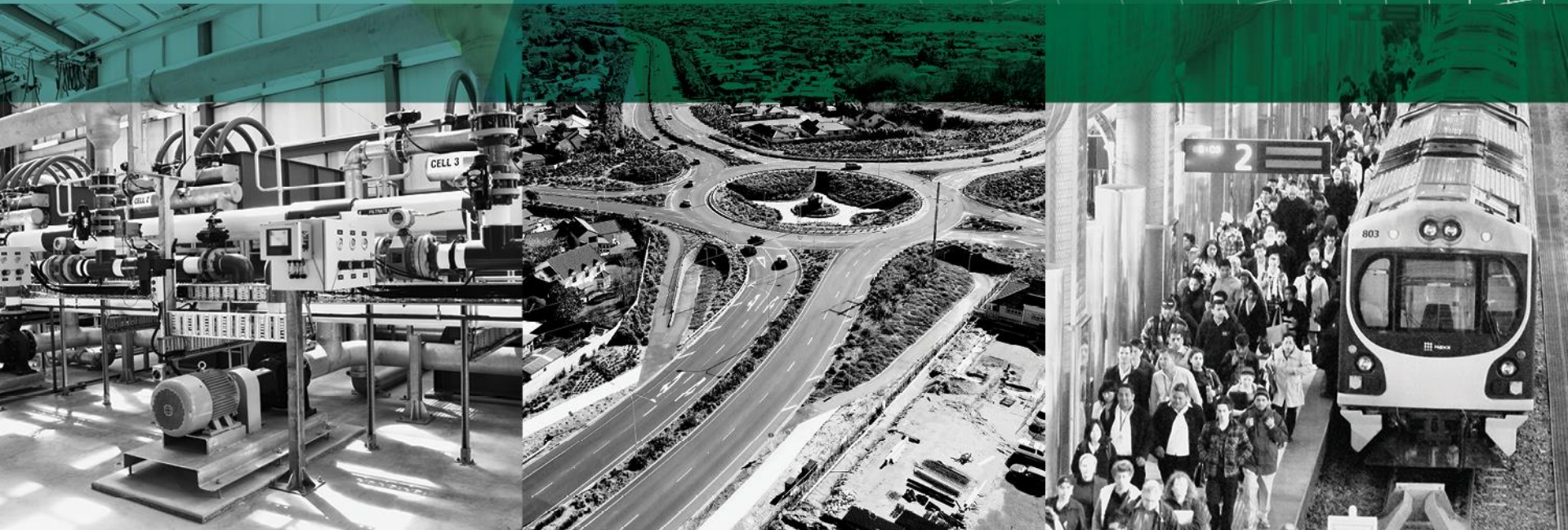


Forecast 5-year Net Interest Income

July 2018

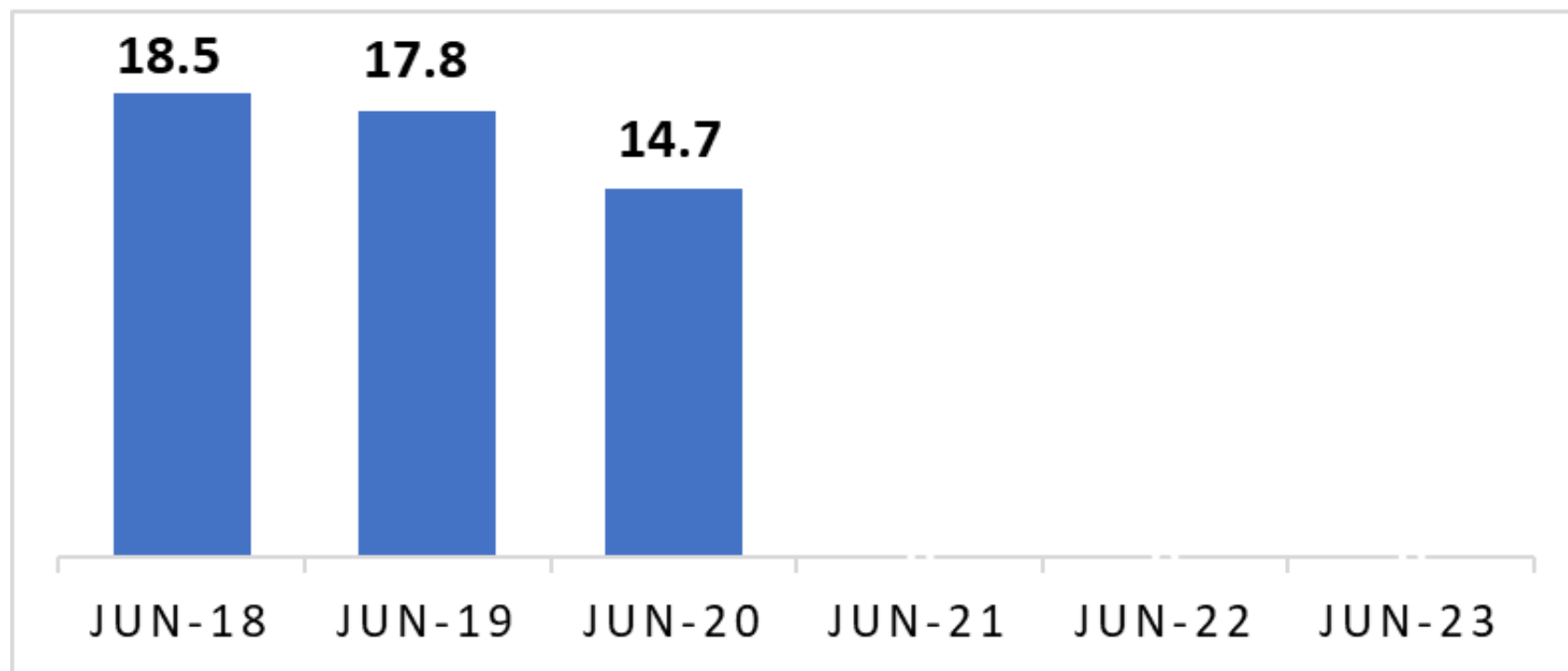


Term	Assets: Term loans Liabilities: LGFA bonds	
Short-term	Assets: Short-term loans Liabilities: LGFA bills	
Liquidity assets	Cash Deposits Marketable securities	Funded by: - Investment of capital - Retained earnings - Term & short-term mismatch

Net Interest Income

Jun 2017 Forecast

\$ millions



Net Interest Income

Jun 2017 Forecast

Jun 2018 Forecast

\$ millions

18.96

Actual

19.0

17.0

17.3

16.7

19.6

JUN-18

JUN-19

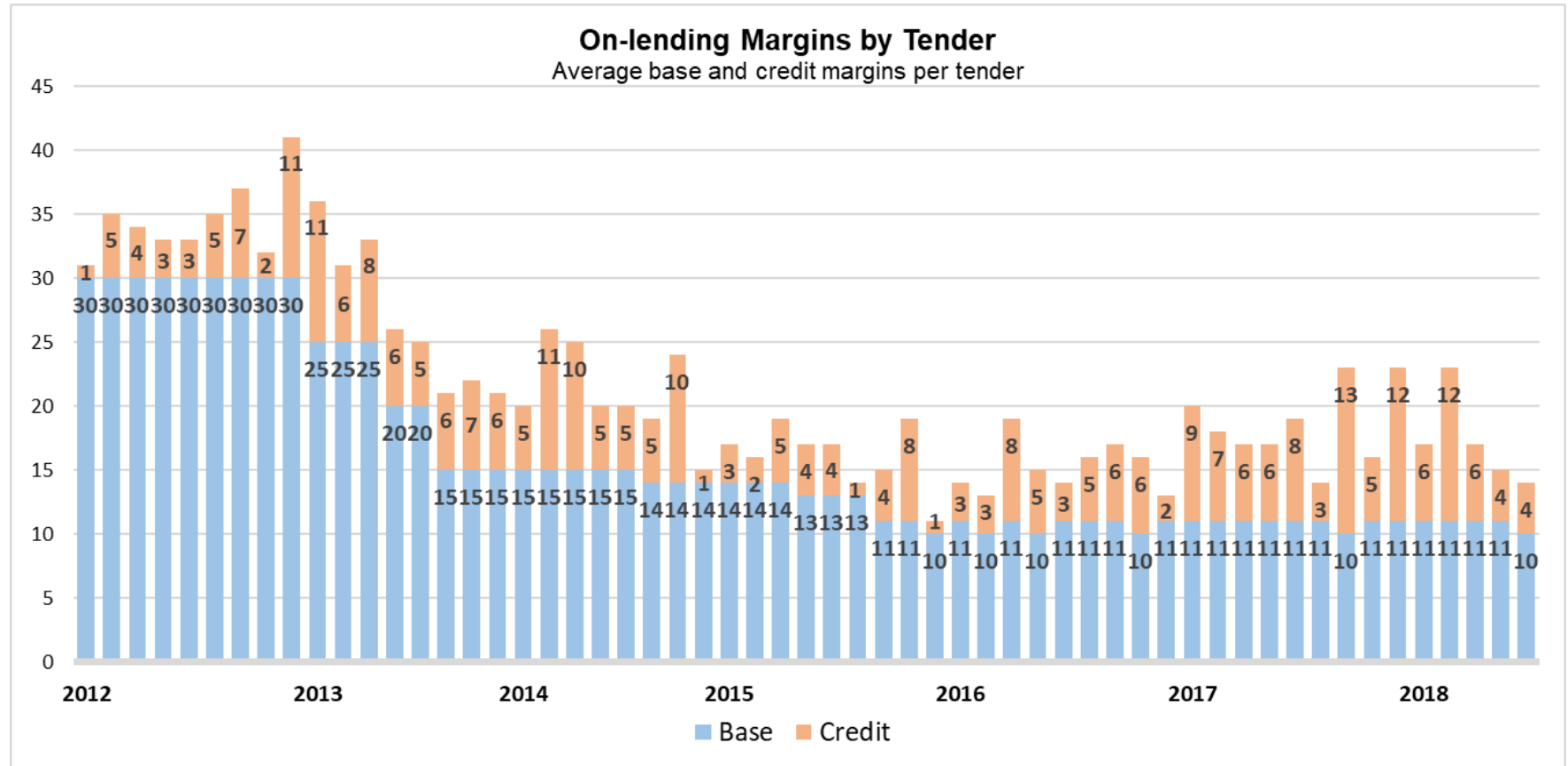
JUN-20

JUN-21

JUN-22

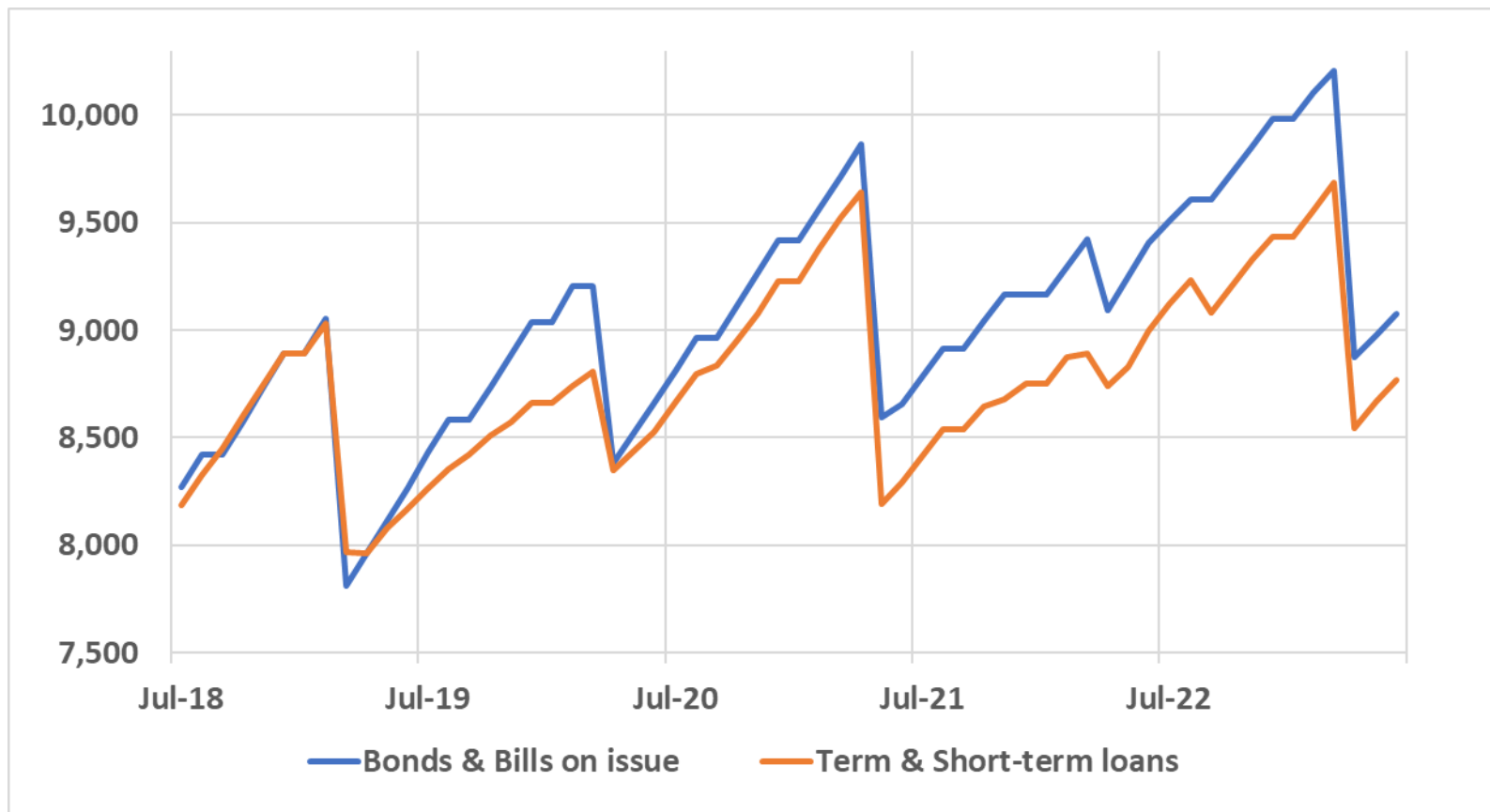
JUN-23

Net Interest Income



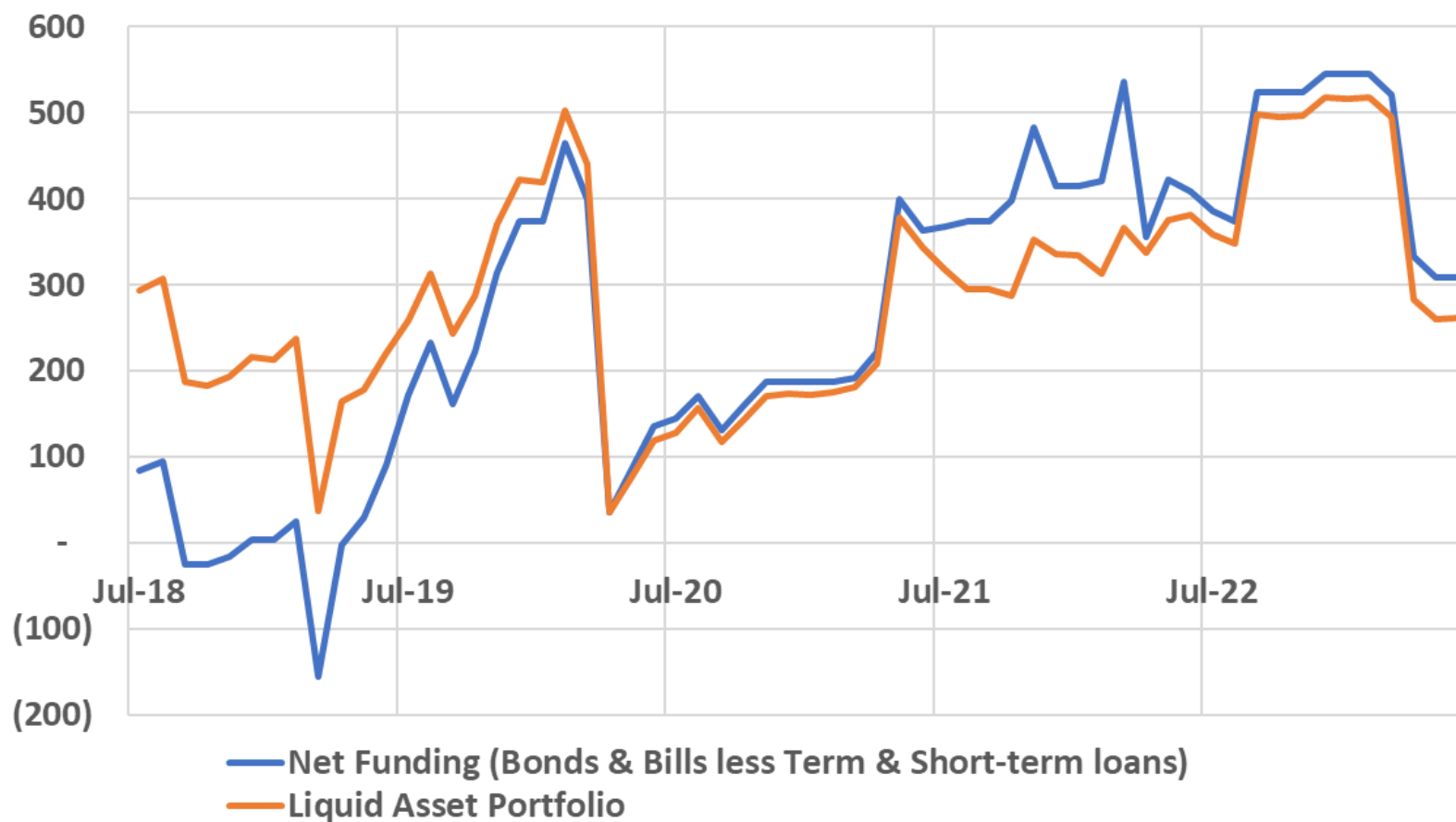
Forecast holdings

Millions



Net funding/liquidity

Millions



Forecast Expenses

\$ millions	Jun-19	Jun-20	Jun-21	Jun-22	Jun-23	Average
Forecast expenses	7.7	7.4	7.5	7.0	7.0	7.3

- Approved issuer levy forecast to reduce by \$800k to \$1m pa by June 23.
- Forecast opex assumes no significant change to NZDMO facility fee and rating agency fees (approx. 33% of total opex).
- No significant change to business or staffing over forecast period.

Forecast financial position

\$ millions	Jun-19	Jun-20	Jun-21	Jun-22	Jun-23	Average
Net Interest income	19.0	17.0	17.3	16.7	19.6	17.9
Total expenses	7.7	7.4	7.5	7.0	7.0	7.3
P&L	11.3	9.7	9.8	9.7	12.5	10.6
Capital	25	25	25	25	25	
Retained earnings	50	58	66	74	85	
Total equity	75	83	91	99	110	
Shareholder funds + borrower notes / total assets	2.4%	2.4%	2.5%	2.5%	2.7%	