

04 June 2019

ACCELERATING LOAN BOOK GROWTH IN H2 FY19

Tuesday 04 June 2019: Auswide Bank Ltd (ASX: ABA), today provides a business update ahead of its financial year end on 30 June 2019 (FY19).

- Loan book growth has accelerated in the second half of FY19 with annualised growth of 6% projected;
- The quality of the loan book continues to be reflected in the downward trend in arrears and the concentration of less than 80% loan to valuation ratio lending;
- Net interest margin has improved in the second half following strong management of funding and lending margins and improved BBSW environment.
- Capital remains very strong providing further opportunity for growth.
- Based on current trading results, Auswide expects there will be a small increase in the final dividend payable in respect of the second half of FY 2019 over that paid in respect of the comparable period in FY 2018.

Auswide Managing Director Martin Barrett said: “Auswide has experienced good growth across its loan book in the second half of FY19 reflecting our strategy of diversifying our lending across geographies and customer segments. We have decided to increase our final fully franked dividend reflecting our confidence in outlook for Auswide.

Our brand awareness is improving following the Queensland Maroons partnership which is receiving positive feedback from our customers, brokers and local communities. We are looking forward to the beginning of the State of Origin series on 5 June when the Queensland Maroons will wear the Auswide logo for the first time.”

Small things. Big difference.

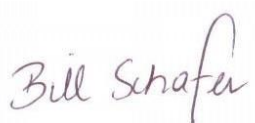
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About Auswide Bank Ltd

Auswide Bank became Australia's tenth and Queensland's third Australian owned bank, listed and trading on the ASX, on April 1, 2015. The company had operated as a building society since 1966.

Auswide Bank has an Australian Credit Licence and an Australian Financial Services Licence issued by ASIC and is an Authorised Deposit-taking Institution prudentially supervised by the Australian Prudential Regulation Authority.

Auswide Bank offers Australians an extensive range of personal and business banking products & services issued directly or in partnership with leading service providers via an omni-channel distribution strategy which includes branches, strategic relationships and online & digital channels.

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