

Table 2: Main features of capital instruments

Disclosure template for Main Features of Regulatory Capital instruments		
1.	Issuer	Defence Bank Limited (ABN 57 087 651 385)
2.	Unique identifier	ISIN: AU3FN0058244
3.	Governing law(s) of the instrument	New South Wales
	Regulatory treatment	
4.	Transitional Basel III rules	Not Applicable
5.	Post-transitional Basel III rules	Tier 2
6.	Eligible at solo/group/group & solo	Solo
7.	Instrument type	Subordinated Notes
8.	Amount recognised in Regulatory Capital	A\$15 million
9.	Par value of instrument	A\$15 million
10.	Accounting classification	Liability - amortised cost
11.	Original date of issuance	17 February 2021
12.	Perpetual or dated	Dated
13.	Original maturity date	17 February 2031
14.	Issuer call subject to prior supervisory approval	Yes
15.	Optional call date, contingent call dates and redemption amount	Prior to the maturity date, Defence Bank may, with the prior written approval of APRA, redeem the Notes on 17 February 2026 and every interest payment date thereafter.
16.	Subsequent call dates	Not applicable, refer item 15 above
	Coupons/dividends	
17.	Fixed or floating dividend/coupon	Floating
18.	Coupon rate and any related index	3-month BBSW +3.15% per annum paid quarterly in arrears
19.	Existence of a dividend stopper	No
20.	Fully discretionary, partially discretionary or mandatory	Mandatory
21.	Existence of step up or other incentive to redeem	No
22.	Noncumulative or cumulative	Cumulative
23.	Convertible or non-convertible	Non-convertible
24.	If convertible, conversion trigger (s)	Not applicable
25.	If convertible, fully or partially	Not applicable
26.	If convertible, conversion rate	Not applicable
27.	If convertible, mandatory or optional conversion	Not applicable
28.	If convertible, specify instrument type convertible into	Not applicable
29.	If convertible, specify issuer of instrument it converts into	Not applicable
30.	Write-down feature	Yes
31.	If write-down, write-down trigger(s)	If a non-viability trigger event occurs, the Notes will be subject to write-off.
32.	If write-down, full or partial	Can be full or partial
33.	If write-down, permanent or temporary	Permanent
34.	If temporary write-down, description of write-up mechanism	Not applicable
35.	Position in subordination hierarchy in liquidation	In the event of a winding-up of Defence Bank, the claims of holders against Defence Bank in respect of the Notes rank ahead of the claims of all members of Defence Bank, other than in their capacity as depositors, and behind the claims of unsubordinated creditors.
36.	Non-compliant transitioned features	No
37.	If yes, specify non-compliant features	Not applicable