

Explanatory Notes – Securities Lending Reporting

The following provides information relating to the headers on each report.

Settlement & Securities Lending – Comparison Report

All Transactions

No. of Settlements Scheduled is the number of settlement obligations scheduled to settle at the point of settlement cut-off. Settlement cut-off is 11:30am (Sydney time) on each Business Day.

Total Scheduled Value (AUD) is the value of settlement obligations scheduled to settle at the point of settlement cut-off. Settlement cut-off is 11:30am (Sydney time) on each Business Day.

Total Settled Value (AUD) is the value of all settlement obligations settled in a daily settlement cycle.

Novated Settled Value (AUD) is the value of all settlement obligations settled in a daily settlement cycle which are novated by ASX Clear Pty Limited (ASX Clear). The value represents settlements between Clearing Participants and ASX Clear, with ASX Clear assuming any counterparty risks.

Total Rescheduled Value (AUD) is the value of all settlement obligations that failed to settle in a daily settlement cycle. The value is derived through the application of a Standard Settlement Price (SSP) for that security. This application of an SSP may result in a difference noted between *Total Scheduled Value* and *Total Settled Value* that is not attributable to settlement fails. Information relating to Standard Settlement Price can be obtained through Section 9.9 of the ASX Settlement Procedure Guidelines.

Security Lending Transactions

No. of Settlements Scheduled is the number of settlement obligations denoted as relating to securities lending activity scheduled to settle at the point of settlement cut-off. Settlement cut-off is 11:30am (Sydney time) on each Business Day.

Total Scheduled Value (AUD) is the value of settlement obligations denoted as relating to securities lending activity scheduled to settle at the point of settlement cut-off. Settlement cut-off is 11:30am (Sydney time) on each Business Day.

Total Settled Value (AUD) is the value of all settlement obligations denoted as relating to securities lending activity settled in a daily settlement cycle.

Total Rescheduled Value (AUD) is the value of all settlement obligations denoted as relating to securities lending activity that failed to settle in a daily settlement cycle. The value is derived through the application of a Standard Settlement Price (SSP) for that security. This application of an SSP may result in a difference noted between *Total Scheduled Value* and *Total Settled Value*. Information relating to Standard Settlement Price can be obtained through Section 9.9 of the ASX Settlement Procedure Guidelines.

Daily Gross Security Lending Transaction Report

ASX Code is a unique code used by the Australian Securities Exchange (ASX) to identify listed companies.

Product /Class is the type of security on issue. Securities are in the same class only if the same rights and obligations attach to them. Examples:

- FPO = Fully Paid Ordinary
- FORUS = Foreign Ownership Restricted (United States of America);
- CDI = CHESS Depository Interest.

ETF Units = Exchange Traded Fund Units **Total Transaction Volume** is the total number of transactions (e.g. transfers, conversions, bilateral settlements, etc) per security effected or settled in the equity settlement system (CHESS). The figure is inclusive of securities lending transactions.

Securities Lending Transaction Volume is the total number of transactions (e.g. transfers, conversions, bilateral settlements, etc) per security effected or settled in the equity settlement system (CHESS) that have been denoted (i.e. “tagged”) as securities lending transactions.

Securities Lending % Volume is Securities Lending Transaction Volume divided by Total Transaction Volume.

Monthly & Daily Market Equity Fail Report (Volume)

Settlement Date: ASX operates a trade date plus three Business Days (T+2) settlement discipline for equity transactions. The seller therefore has an obligation to deliver sold securities on the second Business Day after a transaction, and the buyer has an obligation to pay for those securities on that same day. The term “Business Day” routinely means a day when banks are open for business in both Melbourne and Sydney.

No. of Settlements Scheduled is the number of settlement obligations scheduled to settle at the point of settlement cut-off. Settlement cut-off is 11:30am (Sydney time) on each Business Day.

Fail % Rate of Initial Fails is the number of “source” or “point of failure” delivery settlement obligations which failed to settle in a settlement cycle as a percentage of the *No. of Settlements Scheduled*.

% Settlements Rescheduled to Next Settlement Day is the number of settlement obligations that failed to settle in a settlement cycle as a consequence of the initial failures. The figure is a percentage of the *No. of Settlement Scheduled* and is inclusive of initial failures.