

Impact of change in Wealth reporting on NAB's historical financials

As a result of the agreed sale of 100% of MLC Wealth to IOOF Holdings Limited (IOOF) announced on 31 August, all earnings associated with MLC Wealth will transfer from Continuing to Discontinued Operations from 2H20. The completion of the sale remains subject to certain conditions, including regulatory approvals.

The below table provides restated Group historical financial information reflecting this change.

Group Performance Results - Restated	Half Year to			FY19
	Mar-20	Sep-19	Mar-19	
	\$m	\$m	\$m	\$m
Net interest income	6,908	6,838	6,776	13,614
Other operating income	1,527	1,954	2,016	3,970
Customer-related remediation	(80)	(85)	(65)	(150)
Net operating income	8,355	8,707	8,727	17,434
Operating expenses	(3,747)	(3,797)	(3,731)	(7,528)
Customer-related remediation	(50)	(93)	(30)	(123)
Payroll remediation	0	0	0	0
Capitalised software policy change	(950)	(489)	0	(489)
Impairment of property-related assets	0	0	0	0
Underlying profit	3,608	4,328	4,966	9,294
Credit impairment charge	(1,161)	(470)	(449)	(919)
Cash earnings before tax and distributions	2,447	3,858	4,517	8,375
Income tax expense	(709)	(1,115)	(1,324)	(2,439)
Cash earnings before distributions	1,738	2,743	3,193	5,936
Distributions	(22)	(31)	(52)	(83)
Cash earnings	1,716	2,712	3,141	5,853
Cash earnings (excluding large notable items)	2,475	3,181	3,208	6,389
Non-cash earnings items (after tax)	(175)	77	(25)	52
Net profit from continuing operations	1,541	2,789	3,116	5,905
Net loss after tax from discontinued operations	(228)	(685)	(422)	(1,107)
Net profit attributable to owners of NAB	1,313	2,104	2,694	4,798

The matters in this disclosure remain subject to finalisation of NAB's 2020 Full Year results, including review by the auditors.