

ASX Release

Disclosure per Prudential Standard 'Restated APS 330 Public Disclosure' (June 2017 to September 2019)

Sydney, 20 February 2020 – Tyro Payments Limited (Tyro) today released its restated periodic disclosure report as required under Prudential Standard APS 330 Public Disclosure for the period June 2017 to September 2019. The report is attached to this announcement.

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Pursuant to Listing Rule 15.5, Tyro confirms this document has been authorised for release to the market by its Board

About Tyro

Tyro is a technology-focused and values-driven company providing Australian businesses with payment solutions and value-adding business banking products. The company provides simple, flexible and reliable payment solutions as a merchant acquirer, along with complementary business banking products.

For the more than 32,000 Australian merchants who chose to partner with Tyro in the first half of FY20, the company processed more than \$11.1 billion in transaction value. In H1 FY20 the company generated \$117.3 million in revenue, originated \$37.4 million in loans and held merchant deposits totaling \$39.7 million.

Tyro is Australia's fifth largest merchant acquiring bank by number of terminals in the market, behind the four major banks.

The business was founded in 2003 with a goal of being the most efficient acquirer of electronic payments in Australia. Tyro has a track record of innovation, creating purpose-built solutions and being first to market. This approach saw the company become the first technology company to receive an Australian specialist credit card institution licence in 2005. In 2015 that licence was replaced by the award of an Australian banking licence, making Tyro the first new domestic banking licensee in over a decade.

Payments are at the core of Tyro's business, using its proprietary core technology platform to enable credit and debit card acquiring. This offering is enhanced by features purpose-designed for those merchants who choose to partner with the company, including Point of Sale systems integrations, least-cost routing (Tap & Save) and alternative payment types such as integrated Alipay. While traditionally focused on in-store payments, Tyro has recently expanded into eCommerce.

Further, Tyro provides value-adding solutions to its partners, such as loans in the form of merchant cash advances and fee-free, interest-bearing merchant transaction accounts.

Tyro has a team of more than 480 people, approximately half of whom are in technology roles.



Tyro Payments Limited

APS 330 PRUDENTIAL DISCLOSURE

RESTATEMENT JUNE 2017 TO MARCH 2019



ABN 49 103 575 042

APS 330 Prudential Disclosure

Restatement June 2017 to March 2019

Pursuant to Tyro Payments Limited (Tyro) issuing its restated accounts for the financial years ended 30 June 2017 to 30 June 2019, Tyro's revised Capital Adequacy disclosures under APS 330 are provided below:

	Reporting period ended							
	30 Jun 2017	30 Sep 2017	31 Dec 2017	31 Mar 2018	30 Jun 2018	30 Sep 2018	31 Dec 2018	31 Mar 2019
Capital reported (\$m)								
CET 1 capital	109.2	106.2	104.2	101.5	95.7	92.0	88.0	84.3
Tier 1 capital	109.2	106.2	104.2	101.5	95.7	92.0	88.0	84.3
Tier 2 capital	0.7	0.7	0.7	0.8	0.8	0.8	0.9	0.9
Total capital	109.9	106.9	104.9	102.3	96.5	92.8	88.9	85.2
Capital restated (\$m)								
CET 1 capital	107.1	104.2	102.1	99.4	92.9	89.2	85.2	81.5
Tier 1 capital	107.1	104.2	102.1	99.4	92.9	89.2	85.2	81.5
Tier 2 capital	0.7	0.7	0.7	0.8	0.8	0.8	0.9	0.9
Total capital	107.8	104.9	102.8	100.2	93.7	90.0	86.1	82.4
Risk Ratios reported								
CET 1	178%	181%	161%	149%	138%	127%	106%	102%
Tier 1	178%	181%	161%	149%	138%	127%	106%	102%
Total capital	179%	182%	162%	150%	139%	128%	107%	103%
Risk Ratios restated								
CET 1	174%	177%	158%	146%	134%	123%	102%	99%
Tier 1	174%	177%	158%	146%	134%	123%	102%	99%
Total capital	175%	178%	159%	147%	135%	124%	103%	100%

References:

- Reissued annual financial report 2019: <https://www.tyro.com/about-tyro/investors/results-reports/2019-annual-financial-report-restated/>
- APS 330 capital disclosure 30 June 2019: <https://2n18ua1tyz6r3kfqtkmdy45-wpengine.netdna-ssl.com/wp-content/uploads/2019/12/APS-330-Jun-19.pdf>
- Restated APS 330 capital disclosure 30 June 2018 in Appendix A
- Restated APS 330 capital disclosure 30 June 2017 in Appendix B

Appendix A – Capital Disclosure 30 June 2018

Attachment A: Capital Disclosure Template

Table 1A: Capital Disclosure

The table should be read in conjunction with Tables 1B and 1C.

Row	Description	30 Jun 2018	Reference
		\$'million	
Common Equity Tier 1 Capital: instruments and reserves			
1	Directly issued qualifying ordinary shares (and equivalent for mutually-owned entities) capital	141.3	
2	Retained earnings	(48.5)	
3	Accumulated other comprehensive income (and other reserves)	12.7	Table 1B
6	Common Equity Tier 1 capital before regulatory adjustments	105.5	Table 1C
Common Equity Tier 1 capital: regulatory adjustments			
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	(11.4)	Table 1B
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the ADI does not own more than 10% of the issued share capital (amount above 10% threshold)	(1.2)	Table 1B
28	Total regulatory adjustments to Common Equity Tier 1	(12.6)	
29	Common Equity Tier 1 Capital (CET1)	92.9	
45	Tier 1 Capital (T1=CET1+AT1)	92.9	Table 1C
Tier 2 Capital: instruments and provisions			
50	Provisions - General Reserve for Credit Losses	0.8	Table 1C
58	Tier 2 capital (T2)	0.8	
59	Total capital (TC=T1+T2)	93.7	Table 1C
60	Total risk-weighted assets based on APRA standards	69.2	
Capital ratios and buffers			
61	Common Equity Tier 1 (as a percentage of risk-weighted assets)	134%	
62	Tier 1 (as a percentage of risk-weighted assets)	134%	
63	Total capital (as a percentage of risk-weighted assets)	135%	
64	Buffer requirement (minimum CET1 requirement of 4.5% plus capital conservation buffer of 1.5% plus any countercyclical buffer requirements expressed as a percentage of risk-weighted assets)	6%	
65	of which: capital conservation buffer requirement	1.5%	
66	of which: ADI-specific countercyclical buffer requirements	0%	
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk-weighted assets)	128%	

All amounts are presented in Australian dollars and rounded to the nearest million.

Appendix A - Capital Disclosure 30 June 2018 (continued)

Attachment A: Capital Disclosure Template (continued)

Table 1B: Balance Sheet Reconciliation

As at 30 June 2018	Statutory Balance Sheet \$'million	Adjustment \$'million	Regulatory Balance Sheet \$'million	Reference
Assets				
Cash and cash equivalents	28.6	-	28.6	
Due from other financial institutions	17.8	-	17.8	
Trade and other receivables	15.9	(0.7)	15.2	Table 1C
Loans	7.6	(0.5)	7.1	Table 1C
Prepayments	1.9	-	1.9	
Inventories	0.1	-	0.1	
Financial investments				
Floating rate notes	37.9	-	37.9	
Equity investments	1.2	-	1.2	Table 1A Row 18
Property, plant and equipment	17.2	-	17.2	
Deferred tax assets	11.4	-	11.4	Table 1A Row 10
Total Assets	139.6	(1.2)	138.4	
Liabilities				
Deposits	11.6	-	11.6	
Trade payables and other liabilities	16.6	-	16.6	
Provisions	4.7	-	4.7	
Total Liabilities	32.9	-	32.9	
Net Assets	106.7	(1.2)	105.5	
Equity				
Contributed equity	141.3	-	141.3	
Reserves	13.9	(1.2)	12.7	Table 1A Row 3
Accumulated losses	(48.5)	-	(48.5)	
Total Equity	106.7	(1.2)	105.5	Table 1C

All amounts are presented in Australian dollars and rounded to the nearest million.

Appendix A – Capital Disclosure 30 June 2018 (continued)

Attachment A: Capital Disclosure Template (continued)

Table 1C: Capital Reconciliation

Regulatory Capital Reconciliation	30 June 2018	Reference
	\$'million	
Contributed equity	141.3	
Retained and current year's earnings	(48.5)	
Reserves	13.9	
Total Equity per Balance Sheet	106.7	
General reserves for credit losses	(1.2)	Table 1B
Total Equity per Regulatory Balance Sheet	105.5	Table 1A Row 6
Deferred tax assets in excess of deferred tax liabilities	(11.4)	
Equity exposures in other financial institutions other than ADIs	(1.2)	
Tier 1 Capital	92.9	Table 1A Row 45
General reserve for credit losses – Standardised approach (to a maximum of 1.25% of total credit RWA)	0.8	Table 1A Row 50
Total Capital	93.7	Table 1A Row 59

All amounts are presented in Australian dollars and rounded to the nearest million.

Appendix B – Capital Disclosure 30 June 2017

Attachment A: Capital Disclosure Template

Table 1A: Capital Disclosure

The table should be read in conjunction with Tables 1B and 1C.

Row	Description	30 Jun 2017	Reference
		\$'million	
Common Equity Tier 1 Capital: instruments and reserves			
1	Directly issued qualifying ordinary shares (and equivalent for mutually-owned entities) capital	138.4	
2	Retained earnings	(31.2)	
3	Accumulated other comprehensive income (and other reserves)	11.0	Table 1B
6	Common Equity Tier 1 capital before regulatory adjustments	118.2	Table 1C
Common Equity Tier 1 capital: regulatory adjustments			
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	(10.3)	Table 1B
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the ADI does not own more than 10% of the issued share capital (amount above 10% threshold)	(0.8)	Table 1B
28	Total regulatory adjustments to Common Equity Tier 1	(11.1)	
29	Common Equity Tier 1 Capital (CET1)	107.1	
45	Tier 1 Capital (T1=CET1+AT1)	107.1	Table 1C
Tier 2 Capital: instruments and provisions			
50	Provisions - General Reserve for Credit Losses	0.7	Table 1C
58	Tier 2 capital (T2)	0.7	
59	Total capital (TC=T1+T2)	107.8	Table 1C
60	Total risk-weighted assets based on APRA standards	61.5	
Capital ratios and buffers			
61	Common Equity Tier 1 (as a percentage of risk-weighted assets)	174%	
62	Tier 1 (as a percentage of risk-weighted assets)	174%	
63	Total capital (as a percentage of risk-weighted assets)	175%	
64	Buffer requirement (minimum CET1 requirement of 4.5% plus capital conservation buffer of 1.5% plus any countercyclical buffer requirements expressed as a percentage of risk-weighted assets)	6%	
65	of which: capital conservation buffer requirement	1.5%	
66	of which: ADI-specific countercyclical buffer requirements	0%	
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk-weighted assets)	168%	

All amounts are presented in Australian dollars and rounded to the nearest million.

Appendix B – Capital Disclosure 30 June 2017 (continued)

Attachment A: Capital Disclosure Template (continued)

Table 1B: Balance Sheet Reconciliation

As at 30 June 2017	Statutory Balance Sheet \$'million	Adjustment \$'million	Regulatory Balance Sheet \$'million	Reference
Assets				
Cash and cash equivalents	24.1	-	24.1	
Due from other financial institutions	52.4	-	52.4	
Trade and other receivables	10.5	(0.6)	9.9	Table 1C
Loans	4.5	(0.5)	4.0	Table 1C
Prepayments	2.0	-	2.0	
Inventories	1.1	-	1.1	
Financial investments				
Floating rate notes	20.3	-	20.3	
Equity investments	0.8	-	0.8	Table 1A Row 18
Property, plant and equipment	13.5	-	13.5	
Deferred tax assets	10.3	-	10.3	Table 1A Row 10
Total Assets	139.5	(1.1)	138.4	
Liabilities				
Deposits	3.9	-	3.9	
Trade payables and other liabilities	13.5	-	13.5	
Provisions	2.8	-	2.8	
Total Liabilities	20.2	-	20.2	
Net Assets	119.3	(1.1)	118.2	
Equity				
Contributed equity	138.4	-	138.4	
Reserves	12.1	(1.1)	11.0	Table 1A Row 3
Accumulated losses	(31.2)	-	(31.2)	
Total Equity	119.3	(1.1)	118.2	Table 1C

All amounts are presented in Australian dollars and rounded to the nearest million.

Appendix B - Capital Disclosure 30 June 2017 (continued)

Attachment A: Capital Disclosure Template (continued)

Table 1C: Capital Reconciliation

Regulatory Capital Reconciliation	30 June 2017	Reference
	\$'million	
Contributed equity	138.4	
Retained and current year's earnings	(31.2)	
Reserves	12.1	
Total Equity per Balance Sheet	119.3	
General reserves for credit losses	(1.1)	Table 1B
Total Equity per Regulatory Balance Sheet	118.2	Table 1A Row 6
Deferred tax assets in excess of deferred tax liabilities	(10.3)	
Equity exposures in other financial institutions other than ADIs	(0.8)	
Tier 1 Capital	107.1	Table 1A Row 45
General reserve for credit losses - Standardised approach (to a maximum of 1.25% of total credit RWA)	0.7	Table 1A Row 50
Total Capital	107.8	Table 1A Row 59

All amounts are presented in Australian dollars and rounded to the nearest million.

