

Notification of interest payment & interest rate change

Announcement Summary

Entity name

NATIONAL AUSTRALIA BANK LIMITED

Security on which the Interest Payment will be paid NABHB - SUB BOND 3-BBSW+2.75% 18-06-22 RED T-06-17

Announcement Type New announcement

Date of this announcement Tuesday December 20, 2016

Interest Payment Amount AUD 1.1306

Ex Date Thursday March 9, 2017

Record Date Friday March 10, 2017

Payment Date

Monday March 20, 2017

Additional Information

The Interest Rate was determined using the following formula: Bank Bill Rate + Margin

Bank Bill Rate: The 90 Bank Bill Rate on 19 December 2016: 1.7850% Plus Margin: 2.75% per annum Equals Interest Rate: 4.5350% per annum

The Interest Amount per NAB Subordinated Note of \$1.1306 was calculated using the following formula.

Interest Rate: 4.5350% per annum Multiplied by Face Value: \$100 per NAB Subordinated Note Multiplied by days in Interest Period: 91 from 19 December 2016 to (but not including) 20 March 2017 Divided by 365

Refer to below for full details of the announcement

Announcement Details

Part 1 - Entity and announcement details



ABN

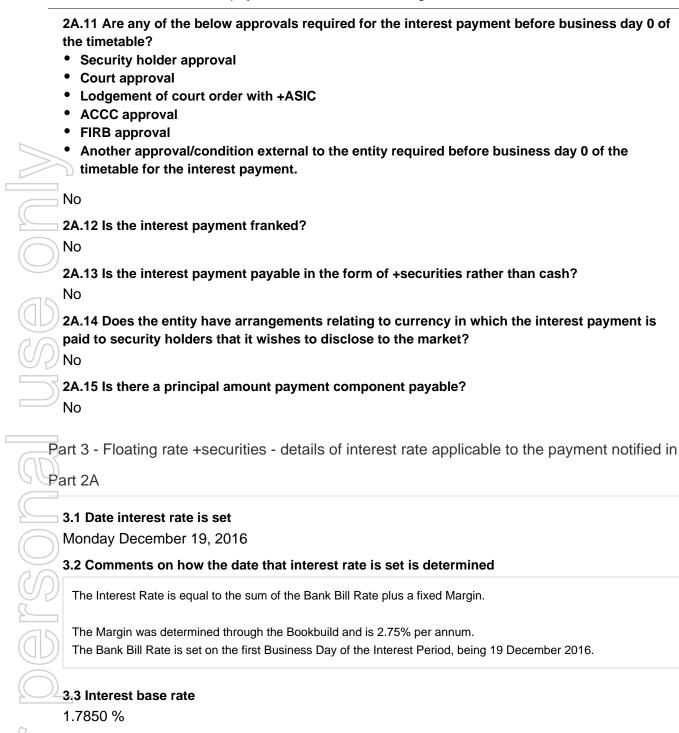
1.1 Name of +Entity NATIONAL AUSTRALIA BANK LIMITED

1.2 Registered Number Type

\geq	1.3 ASX issuer code NAB		
)	 1.4 The announcement is New announcement 1.5 Date of this announcement Tuesday December 20, 2016 		
5)	1.6 ASX +Security Code for Interest Payment NABHB		
5	ASX +Security Description SUB BOND 3-BBSW+2.75% 18-06-22 RED T-06-17		
Part 2A - Interest period dates and interest payment details			
5	Interest Rate Calendar Type Rule 7(2), 7 calendar day		
	2A.1 Payment date	2A.2 +Record Date	
	Monday March 20, 2017	Friday March 10, 2017	
Ľ	2A.3 Ex-Date	2A.4 First day of payment period	
	Thursday March 9, 2017	Monday December 19, 2016	
	2A.5 Last day of payment period Sunday March 19, 2017	2A.6 Number of days in the payment period 91	
)	2A.7 Interest rate expressed as a per annum rate 4.535000 %	2A.8 Interest rate pro-rated for the number of days in the payment period %	
	2A.9 Currency in which the interest payment is made ("primary currency") AUD - Australian Dollar		
))	2A.10 Interest payment amount per +security AUD 1.13060000		
	² 2A.10(i) Comment on how the interest payment amount per security is calculated		
	Refer to 4.3 (located on page 4)		

Registration Number

12004044937



3.4 Comments on how interest base rate is set

90 day Bank Bill Rate as at 19 December 2016 of 1.7850%pa

3.5 Interest margin

2.7500 %

3.6 Comments on how interest margin is set

The Margin was determined by the Bookbuild and is 2.7500%pa



3.7 Any other rate/multiplier used in calculating interest rate

%

3.8 Comments on how other rate used in calculating interest rate is set

3.9 Total interest rate expressed as a per annum rate

4.5350 %

3.10 Comment on how the total interest rate expressed as a per annum rate is set

90 Day Bank Bill Rate set on 19 December 2016:	1.7850%pa
Plus Margin:	2.7500%pa
Total:	4.5350%pa

Part 4 - Further information

4.1 Please provide any further information applicable to this payment

The Record Date for NAB Subordinated Notes (NABHB) is 8 days before the Payment Date.

4.2 URL link to a copy of the prospectus/PDS or further information about the +security

http://www.nab.com.au/content/dam/nabrwd/legacy/about-us/shareholder-centre/nab-subordinated-notes/documents/nab-subordinated-notes-offer-document-2012.pdf

4.3 Additional information for inclusion in the Announcement Summary

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