

**ASX ANNOUNCEMENT***Monday, 23 March 2015***NAB CAPITAL NOTES DISTRIBUTION PAYABLE ON 23 JUNE 2015**

National Australia Bank Limited today announced its Distribution amount of \$1.0172 in respect of each NAB Capital Note payable on 23 June 2015. This is the first Distribution in respect of the NAB Capital Notes. The Distribution is 100% franked at the Australian corporate tax rate of 30%. Holders are expected to receive a combination of cash Distributions and franking credits.

The Distribution Period commences on (and includes) 23 March 2015 and ends on (but excludes) 23 June 2015 (92 days), at the Distribution Rate of 4.0355%. The Record Date is Monday, 15 June 2015 at 5.00PM (Australian Eastern Standard Time).

The Ex-date will be Thursday, 11 June 2015.

**Distribution Rate**

The Distribution Rate has been calculated in accordance with the NAB Capital Notes Terms as follows:

90-day Bank Bill Rate on 23 March 2015:	2.2650 %	p.a.
Plus Margin:	3.5000 %	p.a.
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	5.7650 %	p.a.
Multiplied by (1 – Tax Rate):	0.70	
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<b>Distribution Rate:</b>	<b>4.0355 %</b>	<b>p.a.</b>

Full details of NAB Capital Notes are available at [www.nabgroup.com/capitalandfunding](http://www.nabgroup.com/capitalandfunding)

LR THOMSON  
Group Company Secretary

Capitalised terms which are undefined in this ASX announcement have the meaning given to them in the NAB Capital Notes Prospectus dated 25 February 2015.

The information provided in this ASX announcement is not investment advice and has been prepared without taking into account individual investment objectives, financial situation or particular needs (including financial and taxation issues). Investors should consider the NAB Capital Notes Prospectus and obtain advice from a financial adviser or other professional adviser in deciding whether to purchase NAB Capital Notes.

The statement does not constitute an offer in any place in which, or to any person to whom, it would not be lawful to make such an offer. In particular, the NAB Capital Notes have not been, and will not be, registered under the U.S. Securities Act of 1933 ("Securities Act"), or the securities laws of any state or other jurisdiction of the United States and may not be offered, sold or resold in the United States or to, or for the account or benefit of, any "U.S. Person" (as defined in Regulation S under the Securities Act) absent registration or an applicable exemption from the registration requirements.