

To ensure that MyState Bank has mitigated its potential to adverse reputational commentary or complaint, it is essential that everyone involved in a transaction that includes a parental guarantee is fully aware of the details of the transaction, inclusive of the Guarantor(s) knowledge of the wherewithal of the Borrower(s) and obligations and potential consequences of the transaction.

As such, there are certain disclosures that must be made, certain information provided and certain information received. When applicable, the MyState Bank Broker is integral to providing and obtaining certain information. Importantly, a record of information provided and information received must be made.

In summary, MyState Bank must be satisfied that:

Broker or Lender to confirm following check list items:

- The Broker or Lender is up to date in respect of **LNS369 Parental Guarantee – Information for Lenders and Brokers**
- The Broker or Lender has discussed **LNS366 Parental Guarantee – Information for Borrowers** with the Borrower(s) and the Guarantor(s) on separate occasions.
- The Broker or Lender has provided the **LNS366 Parental Guarantee – Information for Borrowers** to both the Borrower(s) and the Guarantor(s).
- The Broker or Lender has provided the **LNS367 Parental Guarantee Details** to the Guarantor(s).
- The Borrower(s) understand the meaning and purpose of a Parental Guarantee, the personal information that must be provided to the Guarantor(s) and the potential consequences if things “go wrong”, that is, if the Borrower(s) default.
- The Guarantor(s) understand the meaning and purpose of a Parental Guarantee, and the potential consequences if things ‘go wrong’.
- The Guarantor(s) have not been subject to financial abuse or unduly pressured to provide a Parental Guarantee. This is the reason for the requirement to interview the Borrower(s) and Guarantor(s) separately.

MyState Bank to confirm following check list items:

Lender or Underwriter (for Broker Applications)

- MyState Bank has made relevant and appropriate enquiries around and about the financial position of the Guarantor(s) to enable assessment of the extent of hardship that would result upon the Guarantor(s) if the Parental Guarantee is enforced.
- MyState Bank has received signed **LNS367 Parental Guarantee Details**

Securities

- The Guarantor(s) have received the Information Statement (Form 9) Things you should know about Guarantees.
- The Guarantor(s) have received the **LEND43 Parental Guarantee – Letter to Guarantor** together with documents listed in the checklist.
- The Guarantor(s) have returned properly signed Deed of Guarantee and Solicitors Certificate.