



**Prudential Disclosure Document**  
as at September 2020

## Introduction

In accordance with Australian Prudential Standard APS 330, locally incorporated ADI's using the standardised approach under the Basel III regulatory regime such as Regional Australia Bank are required to disclose information about their Capital, Capital Instruments, Credit Risk exposure and Remuneration.

The frequency and timing of Regional Australia Bank's disclosure's as required under the Prudential Standard APS 330 Public Disclosure are:

Table	Frequency of Disclosure
Table 1: Composition of Capital	Annual
Regulatory Capital reconciliation	Annual
Table 3: Capital Adequacy	Quarterly
Table 4: Credit Risk	Quarterly
Table 5: Securitisation	Quarterly
Table 18: Remuneration	Annual

## Capital Management

Regional Australia Bank maintains an actively managed capital base to cover risks inherent in its business. The adequacy of Regional Australia Bank's capital is monitored using, among other measures, the rules and ratios established by the Australian Prudential Regulation Authority.

Regional Australia Bank has complied in full with all its externally imposed capital requirements. The primary objectives of Regional Australia Bank's capital management are to ensure that the business complies with externally imposed capital requirements and that Regional Australia Bank maintains healthy capital ratios in order to support its activities.

For the purposes of Capital disclosures Regional Australia Bank is using the post 1 January 2018 common disclosure template because it is fully applying the Basel III regulatory adjustments as implemented by APRA.



<b>TABLE 3: Capital Adequacy</b>	<b>30 Sep 2020</b> 000's	<b>30 Jun 2020</b> 000's
Capital requirements (in terms of risk weighted assets) for :		
Credit Risk		
Residential Mortgages	672,495	642,308
Other Retail Loans	16,132	22,823
Corporate Loans	200,626	188,197
Funds Deposited with ADI's	58,281	59,618
Government		
Securitisation		
Fixed Assets	12,404	12,639
Other Assets	82,260	80,831
Total Credit Risk	1,042,199	1,006,416
Market risk	-	-
Operational risk	107,639	107,639
Total Assessed Risk	1,149,837	1,114,055
<b>Common Equity Tier 1</b>	<b>14.78%</b>	<b>14.95%</b>
<b>Tier 1</b>	<b>14.78%</b>	<b>14.95%</b>
<b>Total Capital</b>	<b>15.19%</b>	<b>15.37%</b>



**TABLE 4: Credit Risk September Quarter**30 Sep 20  
000'sQtr Average  
000's

Total Gross Credit Risk exposures, plus average gross exposure over the period, broken down by;

Cash and cash equivalents	408,132	418,511
Trade and other receivables	87,017	45,475
Loans and advances to members		
Personal Loans	67,554	68,788
Mortgage Loans	1,701,254	1,660,582
Commercial Loans	187,137	179,240
Revolving Credit	28,108	30,013
Available for sale investments	1,456	1,892
Property, plant and equipment	10,809	10,948
Intangible assets	1,594	1,573
Deferred tax assets	3,840	3,603
	<b>2,500,734</b>	<b>2,420,627</b>

Claims secured by residential mortgage	1,788,812	1,704,361
Other retail	95,622	82,823
Corporate (excluding secured by residential mortgage)	99,578	151,420
	<b>1,984,013</b>	<b>1,938,604</b>

By portfolio:

	Sep 20				
	Impaired Facilities \$'000	Past Due \$'000	Specific Provision \$'000	Charges \$'000	Write Offs \$'000
Claims secured by residential mortgage	2,200	6,855	407	0	0
Other retail	2,914	5,114	0	0	1
Corporate	0	0	0	0	0
Bank	0	0	0	0	0
Government	0	0	0	0	0
All other	0	0	0	0	0
<b>Total</b>	<b>5,114</b>	<b>11,969</b>	<b>407</b>	<b>0</b>	<b>1</b>

The General Reserve for Credit Losses

4,704



**TABLE 4: Credit Risk June Quarter** 30 Jun 20  
000's Qtr Average  
000's

Total Gross Credit Risk exposures, plus average gross exposure over the period, broken down by:

Cash and cash equivalents	428,891	380,283
Trade and other receivables	3,934	20,396
Loans and advances to members		
Personal Loans	70,023	73,959
Mortgage Loans	1,619,910	1,603,807
Commercial Loans	171,343	168,278
Revolving Credit	31,919	32,790
Available for sale investments	2,329	1,892
Property, plant and equipment	11,087	13,239
Intangible assets	1,552	1,179
Deferred tax assets	3,365	3,538
	2,344,353	2,299,362
Claims secured by residential mortgage (reflect	1,619,910	1,646,302
Other retail	70,023	90,789
Corporate (excluding secured by residential mortgage)	203,262	141,743
	1,893,195	1,878,834

By portfolio:

	Jun 20				
	Impaired Facilities \$'000	Past Due \$'000	Specific Provision \$'000	Charges \$'000	Write Offs \$'000
Claims secured by residential mortgage	3,133	7,862	306	0	0
Other retail	4,265	7,397	0	0	590
Corporate	0	0	0	0	0
Bank	0	0	0	0	0
Government	0	0	0	0	0
All other	0	0	0	0	0
<b>Total</b>	<b>7,397</b>	<b>15,259</b>	<b>306</b>	<b>0</b>	<b>590</b>

The General Reserve for Credit Losses

4,595



<b>TABLE 5: Securitisation exposures</b>	<b>30 Sep 20</b> 000's	<b>30 Jun 20</b> 000's
<b>Loans Securitised during the quarter</b>	<b>93,573</b>	<b>209,438</b>
<b>On-Balance Sheet Securitisation Exposures</b>		
Claims secured by residential mortgage	515,725	430,445
<b>Off-Balance Sheet Securitisation Exposures</b>		
Claims secured by residential mortgage	881	1,107
<b>Total</b>	<b>516,607</b>	<b>431,552</b>

