



Prudential Disclosure Document
as at September 2018

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.



TABLE 3: Capital Adequacy	30 Sep 2018 000's	30 Jun 2018 000's
Capital requirements (in terms of risk weighted assets) for :		
Credit Risk		
Residential Mortgages	389,262	377,101
Other Retail Loans	34,262	39,112
Corporate Loans	116,550	124,973
Funds Deposited with ADI's	50,817	47,769
Government Securitisation		
Fixed Assets	6,595	5,857
Other Assets	56,002	42,682
Total Credit Risk	653,487	637,495
Market risk	-	-
Operational risk	64,174	64,174
Total Assessed Risk	717,661	701,669
Common Equity Tier 1	15.41%	15.67%
Tier 1	15.41%	15.67%
Total Capital	15.85%	16.11%



TABLE 4: Credit Risk September Quarter 30 Sep 18
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	233,487	238,722
Trade and other receivables	32,026	19,328
Loans and advances to members		
Personal Loans	73,593	72,828
Mortgage Loans	959,898	946,923
Commercial Loans	105,534	109,226
Revolving Credit	26,142	25,662
Available for sale investments	1,379	1,379
Property, plant and equipment	5,653	5,684
Intangible assets	942	902
Deferred tax assets	1,689	1,492
Loss reserve loan	0	0
	1,440,343	1,422,145
Claims secured by residential mortgage	1,008,385	992,751
Other retail	99,734	91,620
Corporate (excluding secured by residential mortgage)	57,048	70,268
	1,165,167	1,154,638

By portfolio:

	Sep 18				
	Impaired Facilities \$'000	Past Due \$'000	Specific Provision \$'000	Charges \$'000	Write Offs \$'000
Claims secured by residential mortgage	1,666	1,997	436	0	0
Other retail	2,588	3,973	0	0	203
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
Total	4,254	5,970	436	0	203

The General Reserve for Credit Losses 3,104



TABLE 4: Credit Risk June Quarter June 18
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	243,958	235,742
Trade and other receivables	6,629	20,047
Loans and advances to members		
Personal Loans	72,063	73,107
Mortgage Loans	933,947	917,197
Commercial Loans	112,918	111,578
Revolving Credit	25,182	25,592
Available for sale investments	1,379	1,252
Property, plant and equipment	5,715	5,601
Intangible assets	862	845
Deferred tax assets	1,294	1,801
Loss reserve loan	0	2
	1,403,948	1,392,764
Claims secured by residential mortgage (reflect	977,117	960,219
Other retail	83,505	91,830
Corporate (excluding secured by residential mortgage)	83,488	75,426
	1,144,110	1,127,474

By portfolio:

	Jun 18				
	Impaired Facilities \$'000	Past Due \$'000	Specific Provision \$'000	Charges \$'000	Write Offs \$'000
Claims secured by residential mortgage	1,361	1,849	447	0	0
Other retail	2,950	3,753	0	0	295
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
Total	4,311	5,601	447	0	295

The General Reserve for Credit Losses 3,085



TABLE 5: Securitisation exposures	30 Sep 18 000's	30 Jun 18 000's
Loans Securitised during the quarter	0	17,489
On-Balance Sheet Securitisation Exposures		
Claims secured by residential mortgage	138,915	139,258
Off-Balance Sheet Securitisation Exposures		
Claims secured by residential mortgage	846	863
Total	139,761	140,121

