



**Prudential Disclosure Document**  
as at March 2019

## 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>31 Mar 2019</b> 000's	<b>31 Dec 2018</b> 000's
Capital requirements (in terms of risk weighted assets) for :		
Credit Risk		
Residential Mortgages	414,455	400,983
Other Retail Loans	27,370	32,754
Corporate Loans	125,979	126,433
Funds Deposited with ADI's	61,804	48,903
Government Securitisation		
Fixed Assets	6,361	6,375
Other Assets	45,061	56,891
Total Credit Risk	681,029	672,339
Market risk	-	-
Operational risk	66,335	66,335
Total Assessed Risk	747,364	738,674
<b>Common Equity Tier 1</b>	<b>15.62%</b>	<b>15.49%</b>
<b>Tier 1</b>	<b>15.62%</b>	<b>15.49%</b>
<b>Total Capital</b>	<b>16.05%</b>	<b>15.92%</b>



**TABLE 4: Credit Risk March Quarter**31 Mar 19  
000'sQtr Average  
000's

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

Cash and cash equivalents	232,380	235,100
Trade and other receivables	32,360	25,420
Loans and advances to members		
Personal Loans	71,904	72,690
Mortgage Loans	1,021,937	1,005,366
Commercial Loans	114,355	114,752
Revolving Credit	27,934	27,456
Available for sale investments	1,379	1,379
Property, plant and equipment	5,621	5,579
Intangible assets	739	789
Deferred tax assets	1,689	1,689
	1,510,300	1,490,219
Claims secured by residential mortgage	1,079,823	1,063,023
Other retail	99,839	100,145
Corporate (excluding secured by residential mortgage)	56,470	57,095
	1,236,131	1,220,264

By portfolio:

	Mar 19				
	Impaired Facilities \$'000	Past Due \$'000	Specific Provision \$'000	Charges \$'000	Write Offs \$'000
Claims secured by residential mortgage	1,329	2,115	443	0	0
Other retail	3,257	4,393	0	0	930
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>4,586</b>	<b>6,508</b>	<b>443</b>	<b>0</b>	<b>930</b>

The General Reserve for Credit Losses

3,200



<b>TABLE 4: Credit Risk December Quarter</b>	31 Dec 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	237,820	235,653
Trade and other receivables	18,480	25,253
Loans and advances to members		
Personal Loans	73,475	73,534
Mortgage Loans	988,794	974,346
Commercial Loans	115,150	110,342
Revolving Credit	26,977	26,559
Available for sale investments	1,379	1,379
Property, plant and equipment	5,537	5,595
Intangible assets	838	890
Deferred tax assets	1,689	1,689
Loss reserve loan	0	0
	1,470,139	1,455,241
Claims secured by residential mortgage (reflect	1,046,223	1,027,304
Other retail	100,452	100,093
Corporate (excluding secured by residential mortgage)	57,720	57,384
	1,204,396	1,184,781

By portfolio:

	Dec 18				
	Impaired Facilities \$'000	Past Due \$'000	Specific Provision \$'000	Charges \$'000	Write Offs \$'000
Claims secured by residential mortgage	633	2,093	476	0	0
Other retail	3,134	3,486	0	0	688
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>3,768</b>	<b>5,579</b>	<b>476</b>	<b>0</b>	<b>688</b>

The General Reserve for Credit Losses	3,154
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<b>TABLE 5: Securitisation exposures</b>	<b>31 Mar 19</b> 000's	<b>31 Dec 18</b> 000's
<b>Loans Securitised during the quarter</b>	<b>0</b>	<b>23,092</b>
<b>On-Balance Sheet Securitisation Exposures</b>		
Claims secured by residential mortgage	138,103	138,885
<b>Off-Balance Sheet Securitisation Exposures</b>		
Claims secured by residential mortgage	798	825
<b>Total</b>	<b>138,902</b>	<b>139,710</b>

