



Prudential Disclosure Document
as at December 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.



TABLE 3: Capital Adequacy	31 Dec 2019 000's	30 Sep 2019 000's
Capital requirements (in terms of risk weighted assets) for :		
Credit Risk		
Residential Mortgages	623,031	604,595
Other Retail Loans	27,214	34,109
Corporate Loans	179,986	174,350
Funds Deposited with ADI's	82,674	121,007
Government		
Securitisation		
Fixed Assets	11,415	10,043
Other Assets	52,685	1,580
Total Credit Risk	977,004	945,685
Market risk	-	-
Operational risk	106,159	103,926
Total Assessed Risk	1,083,163	1,049,611
Common Equity Tier 1	14.80%	15.05%
Tier 1	14.80%	15.05%
Total Capital	15.22%	15.49%



TABLE 4: Credit Risk December Quarter	31 Dec 19 000's	Qtr Average 000's
--	--------------------	----------------------

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

Cash and cash equivalents	331,485	349,593
Trade and other receivables	55,572	45,455
Loans and advances to members		
Personal Loans	82,509	84,779
Mortgage Loans	1,562,877	1,540,556
Commercial Loans	163,744	160,309
Revolving Credit	32,680	33,027
Available for sale investments	1,456	1,456
Property, plant and equipment	10,446	9,697
Intangible assets	969	1,032
Deferred tax assets	3,712	3,712
	2,245,451	2,229,615
Claims secured by residential mortgage	1,646,700	1,624,070
Other retail	115,189	117,806
Corporate (excluding secured by residential mortgage)	79,921	76,795
	1,841,811	1,818,671

By portfolio:

	Dec 19				
	Impaired Facilities \$'000	Past Due \$'000	Specific Provision \$'000	Charges \$'000	Write Offs \$'000
Claims secured by residential mortgage	3,664	2,975	290	0	0
Other retail	2,006	5,481	0	0	237
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	5,670	8,456	290	0	237

The General Reserve for Credit Losses 4,542



TABLE 4: Credit Risk September Quarter30 Sep 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	367,701	291,910
Trade and other receivables	35,337	23,746
Loans and advances to members		
Personal Loans	87,048	78,783
Mortgage Loans	1,518,235	1,288,669
Commercial Loans	156,873	141,868
Revolving Credit	33,375	30,838
Available for sale investments	1,456	1,417
Property, plant and equipment	8,948	7,311
Intangible assets	1,095	1,047
Deferred tax assets	3,712	2,700
	2,213,780	1,868,290
Claims secured by residential mortgage (reflect	1,601,439	1,359,969
Other retail	120,423	109,621
Corporate (excluding secured by residential mortgage)	73,669	70,569
	1,795,531	1,540,159

By portfolio:

	Sep 19				
	Impaired Facilities \$'000	Past Due \$'000	Specific Provision \$'000	Charges \$'000	Write Offs \$'000
Claims secured by residential mortgage	1,991	2,915	418	0	0
Other retail	2,713	4,704	0	0	120
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	4,704	7,619	418	0	120

The General Reserve for Credit Losses

4,626



TABLE 5: Securitisation exposures	31 Dec 19 000's	30 Sep 19 000's
Loans Securitised during the quarter	0	0
On-Balance Sheet Securitisation Exposures		
Claims secured by residential mortgage	228,224	228,040
Off-Balance Sheet Securitisation Exposures		
Claims secured by residential mortgage	1,223	1,269
Total	229,446	229,309

