



Prudential Disclosure Document
as at March 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	31 Mar 2018 000's	31 Dec 2017 000's
Capital requirements (in terms of risk weighted assets) for :		
Credit Risk		
Residential Mortgages	369,509	364,397
Other Retail Loans	34,784	36,723
Corporate Loans	120,529	120,655
Funds Deposited with ADI's	50,077	55,465
Government Securitisation		
Fixed Assets	6,314	6,397
Other Assets	49,192	40,043
Total Credit Risk	630,405	623,682
Market risk	-	-
Operational risk	65,445	65,445
Total Assessed Risk	695,850	689,127
Common Equity Tier 1	15.42%	15.17%
Tier 1	15.42%	15.17%
Total Capital	15.86%	15.61%



TABLE 4: Credit Risk Dec Quarter31 Mar 18
000'sQtr Average
000's

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

Cash and cash equivalents	227,526	235,964
Trade and other receivables	33,465	23,577
Loans and advances to members		
Personal Loans	74,152	73,924
Mortgage Loans	900,446	894,332
Commercial Loans	110,238	110,882
Revolving Credit	26,003	25,445
Available for sale investments	1,126	1,126
Property, plant and equipment	5,487	5,558
Intangible assets	827	798
Deferred tax assets	2,308	2,308
Loss reserve loan	4	4
	1,381,581	1,373,917
Claims secured by residential mortgage	943,321	937,207
Other retail	100,154	99,369
Corporate (excluding secured by residential mortgage)	67,364	68,008
	1,110,839	1,104,583

By portfolio:

	Mar 18				
	Impaired Facilities \$'000	Past Due \$'000	Specific Provision \$'000	Charges \$'000	Write Offs \$'000
Claims secured by residential mortgage	1,068	1,763	407	0	0
Other retail	2,038	2,824	0	0	262
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	3,105	4,586	407	0	262

The General Reserve for Credit Losses

3,045



TABLE 4: Credit Risk Dec Quarter 31 Dec 17
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	244,402	246,823
Trade and other receivables	13,689	20,558
Loans and advances to members		
Personal Loans	73,696	74,264
Mortgage Loans	888,219	877,816
Commercial Loans	111,526	108,791
Revolving Credit	24,887	25,246
Available for sale investments	1,126	1,128
Property, plant and equipment	5,630	5,717
Intangible assets	768	803
Deferred tax assets	2,308	2,308
Loss reserve loan	4	2
	1,366,254	1,363,455
Claims secured by residential mortgage (reflect	931,093	922,719
Other retail	98,583	99,510
Corporate (excluding secured by residential mortgage)	68,652	63,887
	1,098,328	1,086,116

By portfolio:

	Dec 17				
	Impaired Facilities \$'000	Past Due \$'000	Specific Provision \$'000	Charges \$'000	Write Offs \$'000
Claims secured by residential mortgage	1,478	1,919	332	0	0
Other retail	2,271	3,472	0	0	272
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	3,749	5,391	332	0	272

The General Reserve for Credit Losses 3,029



TABLE 5: Securitisation exposures	Mar 000's	Dec 000's
Loans Securitised during the quarter	0	18,376
On-Balance Sheet Securitisation Exposures		
Claims secured by residential mortgage	138,819	138,904
Off-Balance Sheet Securitisation Exposures		
Claims secured by residential mortgage	957	1,204
Total	139,776	140,107

