

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 disclosures 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 22: 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 2022	30 Sep 2022
	000's	000's
Capital requirements (in terms of risk weighted assets) for :		
Credit Risk		
Residential Mortgages	834,057	822,240
Other Retail Loans	121,533	121,846
Corporate Loans	47,325	49,135
Funds Deposited with ADI's	149,259	150,305
Government	-	-
Fixed Assets	12,735	13,134
Other Assets	9,683	9,039
Off Balance Sheet	79,211	74,087
Total Credit Risk	1,253,802	1,239,785
Market risk	-	-
Operational risk	135,831	127,989
Total Assessed Risk	1,389,633	1,367,774
Common Equity Tier 1	15.59%	15.14%
Tier 1	15.59%	15.14%
Total Capital	15.94%	15.49%

TABLE 4: Credit Risk December Quarter **31 Dec 22**
000's **Qtr Average**
000's

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

Cash and Investment Securities	751,740	778,951
Trade and other receivables	6,083	6,190
Loans and advances to members		
Personal Loans	43,577	43,705
Mortgage Loans	2,127,471	2,111,079
Commercial Loans	195,760	197,642
Revolving Credit	30,174	29,482
Other Financial Assets	2,475	2,475
Property, plant and equipment	7,653	7,631
Intangible assets	607	688
Right of use Asset	4,474	4,615
Deferred tax assets	2,811	2,811
	3,172,826	3,185,269

Claims secured by residential mortgage	2,237,817	2,221,558
Other retail	73,564	72,978
Corporate (excluding secured by residential mortgage)	90,537	92,388
	2,401,918	2,386,924

By portfolio:

	Dec 22				
	Impaired Facilities \$'000	Past Due \$'000	Specific Provision \$'000	Charges \$'000	Write Offs \$'000
Claims secured by residential mortgage	851	4,340	597	-	-
Other retail	2,370	3,221	-	-	155
Corporate	-	-	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
All other	-	-	-	-	-
Total	3,221	7,561	597	-	155

General Reserve for Credit Losses 4,835

TABLE 4: Credit Risk September Quarter30 Sep 22
000'sQtr Average
000's

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

Cash and Investment Securities	806,163	790,427
Trade and other receivables	6,297	3,698
Loans and advances to members		
Personal Loans	43,833	45,342
Mortgage Loans	2,094,686	2,088,758
Commercial Loans	199,524	197,508
Revolving Credit	28,791	29,299
Other Financial Assets	2,475	2,475
Property, plant and equipment	7,609	7,642
Intangible assets	769	856
Right of use Asset	4,756	4,832
Deferred tax assets	2,811	2,811
	3,197,713	3,173,649

Claims secured by residential mortgage	0	0
Other retail	2,205,299	2,198,435
Corporate (excluding secured by residential mortgage)	72,393	74,381
	2,277,691	2,272,816

By portfolio:

	Sep 22				
	Impaired Facilities \$'000	Past Due \$'000	Specific Provision \$'000	Charges \$'000	Write Offs \$'000
Claims secured by residential mortgage	958	5,565	364	-	-
Other retail	2,261	3,219	-	-	67
Corporate	-	-	-	-	-
Bank	-	-	-	-	-
Government	-	-	-	-	-
All other	-	-	-	-	-
Total	3,219	8,784	364	-	67

General Reserve for Credit Losses 4,790

TABLE 5: Securitisation exposures	31 Dec 22 000's	30 Sep 22 000's
Loans Securitised during the quarter	90,041	117,385
On-Balance Sheet Securitisation Exposures		
Claims secured by residential mortgage	617,648	615,977
Off-Balance Sheet Securitisation Exposures		
Claims secured by residential mortgage	526	543
Total	618,174	616,519