

HOUSE OF REPRESENTATIVES STANDING COMMITTEE ON ECONOMICS

REVIEW OF THE FOUR MAJOR BANKS

NAB

NAB09QW: Whether the valuations on large commercial investments or like large commercial investments financed by the bank are:

(a) independently completed?

(b) whether they are completed and/or reviewed annually?

(c) in reference to (b), if they are reviewed by whom?

(d) in reference to (b), if not annually, how often, the trigger, and the average timeframe between review?

Answer:

a) Yes. We have an accredited panel of external valuers completing instructions.

b) Usually annually. Depending on the nature of the facilities, a selection of properties within a portfolio could be considered for revaluation on a rotating basis.

c) Reviewed by the relevant area of the business, and a specialist property team.

d) Depending on the type of property, the property value and the loan to market valuation ratio (LVR), the frequency can vary – typically one to three years.