

Answer to question on notice and in writing:

HOUSE OF REPRESENTATIVES STANDING COMMITTEE ON ECONOMICS

**AUSTRALIA'S FOUR MAJOR BANKS AND OTHER FINANCIAL INSTITUTIONS:
SUPERANNUATION SECTOR**

APRA-S09QW:

Will the “repurposing” of reserves to a new “risk reserve be reflected in APRA heatmaps and if so how? Will “repurposing” or reserves be reflected within the Your Future, Your Super performance test and if so how?

Answer:

Where a trustee charges a fee to members for the purposes of building or replenishing any reserve (held as capital or in the fund), this fee is captured as an administration fee in both the legislated performance test and in APRA’s heatmap.