

Senate Economics Legislation Committee

ANSWERS TO QUESTIONS ON NOTICE

Treasury Portfolio

Supplementary Budget Estimates

2016 - 2017

Department/Agency: Australian Prudential Regulation Authority

Question: 155

Topic: Accrued Default Amounts – Amount of affected savings

Reference: Written – 19 October 2016

Senator: Ketter, Chris

Question:

During the hearings Mrs Rowell claimed the amounts retained in ADA's are small: June Q 2016 APRA Data confirms that \$41.3 billion of member savings are affected – does the Minister agree this is a small amount?

Answer:

This is a matter for the Minister's response.

Note, however, that Mrs Rowell did not state that \$41.3 billion is a small amount during the hearings. In response to a question relating to a figure of 43 per cent of default money still lying in legacy funds and whether this was 'high or low', Mrs Rowell replied 'That sounds high to me, based on the most recent numbers that I am aware of.' She then indicated that she would take that question on notice.