



Reporting Standard ARS 223.0

Residential Mortgage Lending

Objective of this Reporting Standard

This reporting standard outlines the requirements for the provision of information to APRA relating to an authorised deposit-taking institution's residential mortgage lending

It includes *Reporting Form ARF 223.0 Residential Mortgage Lending* and the associated specific instructions.

Authority

1. This Reporting Standard is made under section 13 of the *Financial Sector (Collection of Data) Act 2001*.

Purpose

2. Information collected by *Reporting Form ARF 223.0 Residential Mortgage Lending* (ARF 223.0) is used by APRA for the purposes of prudential supervision.

Application and commencement

3. This Reporting Standard applies to an authorised deposit-taking institution (ADI) as set out in the table below.

Class of ADI	Applicable
Australian-owned Bank	Yes
Foreign Subsidiary Bank	Yes
Branch of a Foreign Bank	No (subject to paragraph 5)
Building Society	Yes
Credit Union	Yes
Provider of Purchased Payment Facilities	No
Other ADIs	Yes

4. This Reporting Standard applies for reporting periods ending on or after 31 December 2017.

5. If APRA considers that a branch of a foreign bank undertakes material residential mortgage lending in Australia, APRA may, by notice in writing, apply this Reporting Standard to that ADI and such a notice may specify that some or all of the requirements in this Reporting Standard apply to that ADI. For such ADIs, this Reporting Standard applies for reporting periods ending after the date the applicable notice under this paragraph 5 is given.

APRA may, by notice in writing, vary or revoke a notice given under this paragraph 5 having regard to

- (a) the particular circumstances of the ADI; and
- (b) the extent to which information is required for the purposes of the prudential supervision of the ADI.

Information required

6. An ADI, to which this Reporting Standard applies, must provide APRA with the information required by ARF 223.0 for each reporting period.
7. If an ADI, to which this Reporting Standard applies, is part of a Level 2 group, the ADI must provide APRA with the information required by ARF 223.0 at Level 2, for each reporting period unless the ADI is a subsidiary of an authorised NOHC. If the ADI is a subsidiary of an authorised NOHC, the ADI's immediate parent NOHC must provide APRA with the information required by ARF 223.0, for each reporting period. In doing so, the immediate parent NOHC must comply with this Reporting Standard as if it were the relevant ADI. Otherwise an ADI, to which this Reporting Standard applies, must provide APRA with the information required by ARF 223.0 at Level 1.

Method of submission

8. The information required by this Reporting Standard must be given to APRA in electronic form, using one of the electronic submission mechanisms provided by the 'Direct to APRA' (also known as 'D2A') application

Note: the 'Direct to APRA' application software (also known as 'D2A') may be obtained from APRA.

Reporting periods and due dates

9. Subject to paragraph 11, an ADI to which this Reporting Standard applies must provide the information required by this Reporting Standard in respect of each quarter ending 30 September, 31 December, 31 March and 30 June.
10. The information required by this Reporting Standard must be provided to APRA within 28 calendar days after the end of the reporting period to which the information relates¹.

¹ For the avoidance of doubt, if the due date for a particular reporting period falls on a day other than a usual business day, an ADI is nonetheless required to submit the information required no later than the due date.

11. APRA may, by notice in writing, change the reporting periods, or specified reporting periods, for a particular ADI, to require it to provide the information required by this Reporting Standard more frequently, or less frequently, having regard to:
 - (a) the particular circumstances of the ADI; and
 - (b) the extent to which the information is required for the purposes of the prudential supervision of the ADI.
12. APRA may grant an ADI an extension of a due date, in writing, in which case the new due date for the provision of the information will be the date on the notice of extension.

Quality control

13. The information provided by an ADI under this Reporting Standard must be the product of processes and controls that have been reviewed and tested by the external auditor of the ADI. *Guidance Statement GS 012 Prudential Reporting Requirements for Auditors of Authorised Deposit-taking Institutions*, issued by the Auditing and Assurance Standards Board, provides guidance on the scope and nature of the review and testing required from external auditors. This review and testing must be done on an annual basis or more frequently if necessary to enable the external auditor to form an opinion on the accuracy and reliability of the information.
14. All information provided by an ADI under this Reporting Standard must be subject to processes and controls developed by the ADI for the internal review and authorisation of that information. These systems, processes and controls are to assure the completeness and reliability of the information provided.

Authorisation

15. When an officer or agent of an ADI provides the information required by this Reporting Standard using the 'Direct to APRA' software, it will be necessary for the officer or agent to digitally sign the relevant information using a digital certificate acceptable to APRA.

Minor alterations to forms and instructions

16. APRA may make minor variations to:
 - (a) a form that is part of this reporting standard, and the instructions to such a form, to correct technical, programming or logical errors, inconsistencies or anomalies; or
 - (b) the instructions to a form, to clarify their application to the formwithout changing any substantive requirement in the form or instructions.
17. If APRA makes such a variation it must notify in writing each ADI that is required to report under this reporting standard.

Interpretation

In this reporting standard:

ADI means an authorised deposit-taking institution within the meaning of the *Banking Act 1959*.

APRA means the Australian Prudential Regulation Authority established under the *Australian Prudential Regulation Authority Act 1998*.

authorised NOHC has the meaning given in the *Banking Act 1959*.

Australian-owned bank means a locally incorporated ADI that assumes or uses the word 'bank' in relation to its banking business and is not a foreign subsidiary bank.

branch of a foreign bank means a 'foreign ADI' as defined in section 5 of the *Banking Act 1959*.

building society means a locally incorporated ADI that assumes or uses the expression 'building society' in relation to its banking business.

class of ADI means each of the following:

- (i) Australian-owned bank;
- (ii) foreign subsidiary bank;
- (iii) branch of a foreign bank;
- (iv) building society;
- (v) credit union;
- (vi) provider of purchased payment facilities; and
- (vii) other ADI.

credit union means a locally incorporated ADI that assumes or uses the expression 'credit union' in relation to its banking business.

due date means the last day of the 28 calendar days provided for in paragraph 10 or, if applicable, paragraph 12.

foreign subsidiary bank means a locally incorporated ADI in which a bank that is not locally incorporated has a stake of more than 15 per cent.

immediate parent NOHC means an authorised NOHC, or a subsidiary of an authorised NOHC, that is an immediate parent NOHC within the meaning of *Prudential Standard APS 001 Definitions* (APS 001).

Level 1 has the meaning in *Prudential Standard APS 001 Definitions*.

Level 2 has the meaning in *Prudential Standard APS 001 Definitions*.

locally incorporated means incorporated in Australia or in a State or Territory of Australia, by or under a Commonwealth, State or Territory law.

other ADI means an ADI that is not an Australian-owned bank, a foreign subsidiary bank, a branch of a foreign bank, a building society, a credit union or a provider of purchased payment facilities.

provider of purchased payment facilities means an ADI that is subject to a condition on its authority under section 9 of the *Banking Act 1959* confining the banking business that the ADI is authorised to carry on to providing purchased payment facilities.

reporting period means a quarter of a year as provided for in paragraph 9 or, if applicable, paragraph 11.

subsidiary has the meaning in the *Corporations Act 2001*.