



Reporting Standard ARS 720.6

ABS/RBA Securities on Issue

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 or registered financial corporation's securities on issue.

It includes *Reporting Form ARF 720.6 ABS/RBA Securities on Issue* 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 720.6 ABS/RBA Securities on Issue* (ARF 720.6) is used by the **ABS** and **RBA** for various purposes, including the compilation of Australia's National Accounts.
3. This Reporting Standard is an Economic and Financial Statistics (EFS) Reporting Standard for the purposes of paragraph 3 of *Reporting Standard ARS 701.0 ABS/RBA Definitions for the EFS Collection* (ARS 701.0).

Application and commencement

4. This Reporting Standard applies to an **authorised deposit-taking institution (ADI)** or **registered financial corporation (RFC)** as set out in the table below.

Class of financial institution	Applicable
Banks	Yes
Non-bank ADIs	No
RFCs	Yes if total assets \geq \$500m

Where 'total assets' are measured by the value reported in item 13 (column 1) on *Reporting Form ARF 720.0A ABS/RBA Statement of Financial Position (Banks & RFCs)* (ARF 720.0A).

5. **APRA** may specify a higher level of a reporting threshold in paragraph 4 by providing a direction to the **ADI** or **RFC** in writing.
6. This Reporting Standard applies for *reporting periods* ending on or after 31 January 2018.

Information required

7. An **ADI** or **RFC** must provide **APRA** with the information required by ARF 720.6 for each *reporting period* at a *domestic books* consolidation.

Method of submission

8. The information required by this Reporting Standard must be given to **APRA** in electronic form using the 'Direct to APRA' (also known as 'D2A') application, or by a method notified by **APRA** in writing prior to submission.

Note: the 'Direct to APRA' application software may be obtained from **APRA**.

Reporting periods and due dates

9. The information required by this Reporting Standard must be provided by an **ADI** or **RFC** to which this Reporting Standard applies under paragraphs 4 and 5:
 - (a) in respect of each calendar month by a **bank**; and
 - (b) in respect of each quarter ended 31 March, 30 June, 30 September and 31 December by an **RFC**.
10. The information required by this Reporting Standard must be provided to **APRA** within:
 - (a) 15 calendar days after the end of the *reporting period* to which the information relates for **banks**; and
 - (b) 28 calendar days after the end of the *reporting period* to which the information relates for **RFCs**.¹
11. **APRA** may, by notice in writing, change the *reporting periods*, or specified *reporting periods*, for a particular **ADI** or **RFC**, 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** or **RFC**; and
 - (b) the extent to which the information is required for the purposes of the **ABS** or **RBA**.

¹ To avoid doubt, if the *due date* for a particular *reporting period* falls on a day other than a usual business day, an **ADI** or **RFC** is nonetheless required to submit the information required no later than the *due date*.

12. *APRA* may grant an *ADI* or *RFC* 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 and assurance

13. The information provided by the *ADI* or *RFC* under this Reporting Standard is subject to the requirements set out in *Reporting Standard ARF 702.0 ABS/RBA Data Quality for the EFS Collection* (ARF 702.0).
14. The series listed in this Reporting Standard under the heading ‘Series with very high priority’ are classified as ‘very high’ priority for the purposes of ARS 702.0 paragraph 8 and Attachment A.
15. *APRA* will notify *ADIs* and *RFCs* in writing if any ‘very high’ priority series are to be considered as ‘standard’ priority series in the event that a series becomes less important as assessed by the *ABS*, the *RBA* and *APRA*.
16. None of the series in this Reporting Standard are subject to audit for the purposes of ARS 702.0 Attachment B paragraphs 4(a), 4(b) and 4(c). The limited assurance requirement in ARS 702.0 Attachment B paragraph 4(d) applies.

Authorisation

17. When an officer or agent of an *ADI* or *RFC* 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

18. *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.
19. If *APRA* makes such a variation it must notify in writing each *ADI* or *RFC* that is required to report under this Reporting Standard.

Interpretation

ARS 701.0 applies to this Reporting Standard.

In this reporting standard:

ABS means the Australian Bureau of Statistics established under the *Australian Bureau of Statistics Act 1975*.

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

due date means the last day of the 15 or 28 calendar days provided for in paragraph 10 or, if applicable, paragraph 12.

reporting period means a month of a year or a quarter ended 31 March, 30 June, 30 September or 31 December as provided for in paragraph 9 or, if applicable, paragraph 11.

Series with very high priority

For the purposes of ARS 702.0 paragraph 8 and Attachment A, the following series in this Reporting Standard are classified as ‘very high’ priority:

- (a) Item 1, columns 1 and 2;
- (b) Item 2, columns 1 and 3;
- (c) Item 3, columns 1 and 3; and
- (d) Item 4, column 1.

ARF_720_6: ABS/RBA Securities on Issue

Australian Business Number	Institution Name
Reporting Period	Scale Factor
Banks - monthly RFCs - quarterly	Banks - millions of dollars to 3 decimal places RFCs - thousands of dollars
Reporting Consolidation	
Domestic books	

	AUD	FX (AUD equivalent)
	(1)	(2)
1 Total short-term debt securities excluding hybrids		
1.1 Issued in Australia		
1.1.1 <i>of which:</i> Bills of exchange		
1.1.2 <i>of which:</i> Negotiable certificates of deposit		
1.2 Issued overseas		
1.2.1 <i>of which:</i> Bills of exchange		
1.2.2 <i>of which:</i> Negotiable certificates of deposit		

	AUD	<i>of which:</i> Matures in 12 months or less	FX (AUD equivalent)	<i>of which:</i> Matures in 12 months or less
	(1)	(2)	(3)	(4)
2 Total long-term debt securities excluding hybrids				
2.1 Issued in Australia				
2.1.1 <i>of which:</i> Covered bonds				
2.1.2 <i>of which:</i> Negotiable certificates of deposit				
2.2 Issued overseas				
2.2.1 <i>of which:</i> Covered bonds				
2.2.2 <i>of which:</i> Negotiable certificates of deposit				

3 Total hybrid securities treated as liabilities				
3.1 Additional tier 1 capital instruments				
3.2 Tier 2 capital instruments				
3.3 Other convertible notes				
3.4 Other hybrid securities				

4 Total equity securities listed on the ASX

4.1 *of which:* Preference shares

Total
(1)

Reporting Form ARF 720.6

ABS/RBA Securities on Issue

Instructions

These instructions assist completion of *Reporting Form ARF 720.6 ABS/RBA Securities on Issue* (ARF 720.6). ARF 720.6 collects information securities issued by ***banks*** and ***registered financial corporations (RFCs)***.

Information reported in ARF 720.6 is required primarily for purposes of the ***ABS*** and the ***RBA***. Items on ARF 720.6 are required for various purposes, including the compilation of Australia's National Accounts. Information reported in ARF 720.6 may also be used by ***APRA*** for prudential and publication purposes.

Reporting level

ARF 720.6 must be completed for each ***ADI*** and ***RFC*** to which this Reporting Standard applies under paragraphs 4 and 5.

Reporting basis and unit of measurement

These instructions specify the reporting basis and unit of measurement that applies to each item.

Items on ARF 720.6 must be reported as at the end of the ***reporting period***.

For reporting purposes, unless specified otherwise, data are to be entered as a positive number.

Place of issuance

References to "issued in Australia" are references to the domicile of the instruments used to raise funds in the domestic market. These instruments can be denominated in either AUD or some foreign currency such as USD.

References to "issued overseas" are references to the domicile of the instruments used to raise funds in countries other than Australia. These instruments can be denominated in either AUD or some foreign currency such as USD.

Values

Closing balances should be reported at ***market price*** effective at the reference date. Where denominated in foreign currency, ***market values*** in foreign currency should be converted to AUD at the spot rate effective as at the reference date. This valuation approach for securities on the ARF 720.6 may differ from the accounting standards and *Reporting Form ARF 720.0A ABS/RBA Financial Position (Banks & RFCs)* (ARF 720.0A) depending on the classification of these instruments in your statutory accounts.

Items on ARF 720.6 are to be reported as millions of dollars to 3 decimal places for *banks* and thousands of dollars for *RFCs*.

Standard Business Reporting (SBR)

Report items on ARF 720.6 with accounting type of credit (liabilities/equity). The accounting type (i.e. credit or debit) applies to all monetary items and represents the natural accounting treatment of the item collected.

Specific instructions

Terms highlighted in ***bold italics*** indicate that the definition is provided either in *Reporting Standard ARS 701.0 ABS/RBS Definitions for the EFS Collection* (ARS 701.0) or in this Reporting Standard.

All derived fields in the form are shaded in grey and are explained in words as a mathematical expression in these instructions.

Examples included under ‘Include’ and ‘Exclude’ are examples and should not be taken as an exhaustive list of items to be included or excluded.

1. Total short-term debt securities excluding hybrids

Item 1 collects information on the value of ***short-term debt securities excluding hybrids*** issued by the ***ADI*** or ***RFC***.

Short-term debt securities excluding hybrids are all ***debt securities excluding hybrids*** issued by the ***ADI*** or ***RFC*** with an ***original maturity*** of less than or equal to than 12 months.

Exclude:

- ***hybrid securities treated as liabilities***. These should be reported under item 3; and
- ***non-negotiable certificates of deposit***.

Column 1	Report the <i>market value</i> of securities denominated in AUD.
Column 2	Report the <i>market value</i> of securities denominated in foreign currency.

Item 1	Report <i>short-term debt securities excluding hybrids</i> issued. Item 1 is a derived item. Report the value of total <i>short-term debt securities excluding hybrids</i> issued in item 1 as the sum of: <ul style="list-style-type: none"> • the value of <i>short-term debt securities excluding hybrids</i> – issued in Australia reported in item 1.1; and • the value of <i>short-term debt securities excluding hybrids</i> – issued overseas reported in item 1.2.
Item 1.1	Report <i>short-term debt securities excluding hybrids</i> issued in Australia.
Item 1.1.1	Of the amount reported in item 1.1, report the value that is <i>bills of exchange</i> .
Item 1.1.2	Of the amount reported in item 1.1, report the value that is <i>negotiable certificates of deposit</i> .
Item 1.2	Report <i>short-term debt securities excluding hybrids</i> issued overseas.
Item 1.2.1	Of the amount reported in item 1.2, report the value that is <i>bills of exchange</i> .

Item 1.2.2	Of the amount reported in item 1.2, report the value that is <i>negotiable certificates of deposit</i> .

2. Total long-term debt securities excluding hybrids

Item 2 collects information on the value of *long-term debt securities excluding hybrids* issued by the *ADI* or *RFC*.

Long-term debt securities excluding hybrids are all *debt securities excluding hybrids* issued by the *ADI* or *RFC* with an *original maturity* of greater than 12 months.

Exclude:

- *hybrid securities treated as liabilities*. These should be reported under item 3; and
- *non-negotiable certificates of deposit*.

Column 1	Report the <i>market value</i> of securities denominated in AUD.
Column 2	Of the amount reported in column 1, report the value that has a <i>residual maturity</i> of 12 months or less.
Column 3	Report the <i>market value</i> of securities denominated in foreign currency.
Column 4	Of the amount reported in column 1, report the value that has a <i>residual maturity</i> of 12 months or less.

Item 2	Report <i>long-term debt securities excluding hybrids</i> issued. Item 2 is a derived item. Report the value of total <i>long-term debt securities excluding hybrids</i> issued in item 2 as the sum of: <ul style="list-style-type: none"> • the value of <i>long-term debt securities excluding hybrids</i> – issued in Australia reported in item 2.1; and • the value of <i>long-term debt securities excluding hybrids</i> – issued overseas reported in item 2.2.
Item 2.1	Report <i>long-term debt securities excluding hybrids</i> issued in Australia.
Item 2.1.1	Of the amount reported in item 2.1, report the value that is <i>covered bonds</i> .
Item 2.1.2	Of the amount reported in item 2.1, report the value that is <i>negotiable certificates of deposit</i> .
Item 2.2	Report <i>long-term debt securities excluding hybrids</i> issued overseas.
Item 2.2.1	Of the amount reported in item 2.2, report the value that is <i>covered bonds</i> .

Item 2.2.2	Of the amount reported in item 2.2, report the value that is <i>negotiable certificates of deposit</i> .
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3. Total hybrid securities treated as liabilities

Item 3 collects information on the value of *hybrid securities treated as liabilities* under accounting standards (i.e. *hybrid securities* classified as *debt securities*) issued by the *ADI* or *RFC*.

Column 1	Report the <i>market value</i> of securities denominated in AUD.
Column 2	Of the amount reported in column 1, report the value that has a <i>residual maturity</i> of 12 months or less.
Column 3	Report the <i>market value</i> of securities denominated in foreign currency.
Column 4	Of the amount reported in column 1, report the value that has a <i>residual maturity</i> of 12 months or less.

Item 3	Report <i>hybrid securities treated as liabilities</i> issued.
Item 3.1	Report <i>Additional Tier 1 capital instruments</i> .
Item 3.2	Report <i>Tier 2 capital instruments</i> .
Item 3.3	Report any <i>convertible notes</i> other than <i>Additional Tier 1 capital instruments</i> and <i>Tier 2 capital instruments</i> .
Item 3.4	<p>Report the value of any other <i>hybrid securities treated as liabilities</i> not reported in items 3.1 to 3.3.</p> <p>Item 3.4 is a derived item. Report the value of other <i>hybrid securities treated as liabilities</i> issued in item 3.4 as:</p> <ul style="list-style-type: none"> • the value of total <i>hybrid securities treated as liabilities</i> reported in item 3 <p>less the sum of:</p> <ul style="list-style-type: none"> • the value of <i>Additional Tier 1 capital instruments</i> reported in item 3.1; • the value of <i>Tier 2 capital instruments</i> reported in item 3.2; and • the value of any other <i>convertible notes</i> reported in item 3.3.

4. Total equity securities listed on the ASX

Item 4 collects information on the value of *equity securities* issued by the *ADI* or *RFC* that are listed on the Australia Stock Exchange (ASX).

Exclude:

- *hybrid securities treated as liabilities* under accounting standards (i.e. *hybrid securities* classified as *debt securities*). These should be reported under item 3.

Column 1	Report the <i>market value</i> .
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Item 4	Report <i>equity securities</i> issued that are listed on the Australian Stock Exchange (ASX).
Item 4.1	Of the amount reported in item 4, report the value of <i>preference shares</i> .