

SELECT COMMITTEE ON FINANCIAL TECHNOLOGY AND REGULATORY TECHNOLOGY

Canberra hearing – 28 February 2020

APRA QoN1: Time entities spent in restricted ADI Phase

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CHAIR: Give us an average on how long it took the three neos to get full ADIs. How many restricted ADIs have you issued, again?

Ms Waterford: Three.

CHAIR: Xinja and 86 400 have full ADIs; is that right?

Ms Waterford: Volt and Xinja went through the restricted path.

CHAIR: So Volt and Xinja were restricted.

Ms Waterford: But they are now full. And 86 400 went straight to full. IN1Bank is currently in the restricted path. I would have to take on notice the exact number of months they spent within the restricted phase. I'm going to say it was on average maybe eight months. In that time, they are allowed to do restricted business. They are allowed to operate, but they have to keep within certain limits in relation to the financial claims scheme and the like to maintain protection of the community while they are operating in the restricted phase.

CHAIR: It would be good if you could take that on notice. Thank you.

Answer:

The two entities that have progressed from Restricted ADIs to a full ADI licence spent, on average, 8.7 months as restricted ADIs.