

Senate Standing Committees on Economics

ANSWERS TO QUESTIONS ON NOTICE

Treasury Portfolio

Financial Accountability Regime Bill 2022 [Provisions] and related bills.

Friday, 14 October 2022

Division/Agency: Australian Prudential Regulation Authority
Question No: APRA01QON
Topic: Entity breakdown under the FAR
Reference: Spoken (Hansard page 20)
Senator/Member: Senator Jess Walsh, Chair

Question:

CHAIR: Do you have an indication of how many entities will be covered by the FAR?

Mr Sheffield: The number of entities currently under the BEAR is around 145. That will extend, with insurance and superannuation, to approximately 435 entities all up that will be covered by the FAR, across ADIs, super and insurance.

CHAIR: Do you happen to have a breakdown there of super and insurance?

Mr Sheffield: Not directly in front of me, but it's something I'm happy to provide on notice.

CHAIR: No problems.

Answer:

Currently, there are around 140 Authorised Deposit-taking Institutions (ADIs) subject to the Banking Executive Accountability Regime (BEAR).

Around 425 accountable entities will be subject to the FAR. Please note that licensed ADI non-operating holding companies (NOHCs) are not currently subject to the BEAR. A breakdown of the 425 entities by industry is provided in the table below.

| Industry | Approximate number of entities |
|---|--------------------------------|
| ADI entities and their licensed NOHCs | 150 |
| Insurance entities and their licensed NOHCs | 185 |
| Superannuation entities | 90 |