Member Information Document

for the proposed transfer of business of SWSbank and Regional Australia Bank

Disclaimer
This Member Information Document is dated 30 March 2026. It has been issued under an approval dated 25 August 2026 by the Australian Prudential Regulation Authority (APRA) under Clause 9 of the *Transfer Rules 2017 – Voluntary Transfers* pursuant to the *Financial Sector (Transfer and Restructure) Act* 1999 (Cth). In deciding whether to approve this Member Information Document, APRA has consulted with the Australian Securities and Investments Commission (ASIC).

Neither APRA nor ASIC nor any of its officers takes any responsibility for the contents of this Information Document.

Contents

Important Statements

Purpose

This Member Information Document contains important information about the proposed transfer of business of South West Slopes Credit Union Ltd ABN 80 087 650 673 (SWSbank) and Regional Australia Bank Ltd ABN 21 087 650 360 (Regional Australia Bank) by way of a transfer of business under the *Financial Sector (Transfer and Restructure) Act* 1999 (Cth).

The Member Information Document contains information relevant to the members of SWSbank to assist those members in deciding how to vote on the transfer of business resolution at the South West Slopes Credit Union Ltd Annual General Meeting on 19 November 2026.

This Member Information Document contains information that is legally required to be provided to the members of SWSbank under the *Financial Sector (Transfer and Restructure) Act 1999* (Cth) and *Transfer Rules 2017 – Voluntary Transfers.*

Board Recommendation

***THE DIRECTORS OF SWSbank AND REGIONAL AUSTRALIA BANK UNANIMOUSLY RECOMMEND THAT YOU VOTE IN FAVOUR OF THE RESOLUTIONS REQUIRED TO APPROVE THE TRANSFER OF BUSINESS*.**

Board Authorisation and Other Material to the Making of a Decision in relation to the Transfer of Business.

The Member Information Document has been approved by the SWSbank Board and the Regional Australia Bank Board for release to the SWSbank members.

To the best of the SWSbank directors' knowledge, all material information relevant to members' decision on the transfer of business has been disclosed in this Member Information Document or previously to SWSbank members.

If the Chair, and any other director, of SWSbank is appointed as a proxy at the SWSbank 2026 Annual General Meeting, those individuals will only vote those proxies 'in favour' of the 'Transfer of Business Resolution' if a member has appointed them as their proxy under the Proxy Form without marking a direction as to how to vote for that resolution or the direction under the Proxy Form is to vote in favour for that resolution.

Questions and Contact Details

Members of SWSbank should read this Member Information Document carefully.

If you have any questions about the information in this document, please make contact using the details as follows:

Mr Andrew Jones: Chief Executive Officer SWSbank companysecretary@swsbank.com.au

Information about the transfer of business is also available on the 'Merger Plans' page of the SWSbank website www.swsbank.com.au/about-us/merger-plans/

1 Chairs' Letter

As mutual bank's both focused on providing banking services to regional communities across regional Australia, we propose to join our shared common values and alignment of our commitment to the benefit and positive impact we make to our communities.

The proposed transfer of business of Regional Australia Bank and SWSbank will create a financial institution with combined assets of more than $5.9 billion. The transfer, once approved, will create a new organisation which will be more competitive in the marketplace as it strengthens and further develops products and provides even greater service to members into the future, creating a stronger more resilient bank for the future.

Members of both SWSbank and Regional Australia Bank will enjoy the benefits of an extended branch network. Both Regional Australia Bank and SWSbank will continue to trade under their existing trading names. SWSbank will be used as a trading name which will be structured as a division of Regional Australia Bank Ltd and used and promoted in its geographical region. We do expect to consolidate brands to the Regional Australia Bank name within a reasonable timeframe after the effective transfer date.

The transfer of business has the unanimous support of the Board of Directors of both Regional Australia Bank and SWSbank who recommend that you vote for the resolution relating to the transfer at the Annual General Meeting for SWSbank.

We expect it will not only deliver a superior outcome for our member owners but will also attract more people who want a customer owned alternative banking offer that supports regional Australians.

Both institutions are committed to offering our members suitable values based banking products and services, and we are asking members to support this transfer of business.

You are encouraged to vote on the proposal by attending the Annual General Meeting of SWSbank on 19 November 2026

You will find further details of the Annual General Meeting outlined below in this document.

If you cannot attend, you can vote by completing and returning the proxy form that accompanies this Member Information Document.

This is an important decision about the future of our banks. On behalf of both Boards, we would like to thank you for your continued support of your customer owned banking institution and encourage each of you to vote in favour of this transfer of business to ensure continuity of regionally based customer-owned banking.

Allan Stuart
Board Chair

South West Slopes Credit Union Ltd

Michael Damien Fenech
Board Chair

Regional Australia Bank Ltd

2 Transfer Overview

2.1 About the Transfer of Business Process

The Boards of SWSbank and Regional Australia Bank have unanimously agreed to pursue a transfer of business following extensive consultation between both parties.

SWSbank is proposing to transfer its business to Regional Australia Bank. The transfer is being undertaken in accordance with the processes and approval procedures set out in the *Financial Sector (Transfer and Restructure) Act* 1999 (Cth) and will involve a total transfer of business by SWSbank to Regional Australia Bank.

The members of SWSbank will be asked to vote on a special resolution approving the transfer of business at the Annual General Meeting on 19 November 2026. If the transfer is approved by SWSbank members, and the Australian Prudential Regulation Authority (APRA) gives the necessary regulatory approvals, it is proposed that the transfer of business will take effect on 1 April 2027 or a later date that APRA determines.

Regional Australia Bank will adopt the transfer by board resolution as part of the proposed transfer process for the purposes of the *Transfer Rules 2017 – Voluntary Transfers.*

The proposed transfer will not demutualise SWSbank. The transfer is by way of a total transfer of business from SWSbank to Regional Australia Bank. All the assets and liabilities of SWSbank (including SWSbank's reserves and all deposits and loans held by members) will be transferred to Regional Australia Bank. The members of SWSbank will become members of Regional Australia Bank and will continue to be members of a mutually owned financial institution.

The SWSbank Constitution, at Appendix 6, has a 'Demutualisation - Restructure Rule' the same as the 'Mutuality Protection Rule' in RAB's Constitution at Appendix 4. The SWSbank 'Demutualisation - Restructure Rule' in A6-1(3)(f) of the SWSbank Constitution will cause Appendix 6 to be triggered and have an effect on the proposed transfer of business to RAB, after the completion of the restructure, because RAB is not, without APRA consent, entitled to use the term 'credit union' in its name as confirmed by the *Banking Act 1959* and by reference to the *Banking (restricted word or expression) consent No. 1 of 2018* in schedule 3 of that instrument.

Despite Regional Australia Bank being authorised as a 'mutual bank', APRA provided consent to RAB to use the name 'credit union' under s66(1) of the *Banking Act* 1959. Pursuant to APRA having provided consent to RAB to use the name 'credit union', that consent under the *Banking Act* 1959 is taken that the effect of Appendix 6 in the SWSbank Constitution is not triggered.

Following the transfer of business, SWSbank's Australian Financial Services Licence (AFSL), banking authority and Australian Credit Licence (ACL) will be cancelled and South West Slopes Credit Union Ltd will be deregistered as a company, with no surplus funds being left.

The Board of SWSbank has given assurances to APRA that it will ensure that all SWSbank funds are transferred to Regional Australia Bank, and that it will prepare, sign-off and lodge financial statements for SWSbank in relation to the period prior to the transfer date (see *Attachment C*).

The Annual General Meeting of SWSbank will provide a forum for you to raise questions. The Chair of the Annual General Meeting will act as moderator to facilitate discussion in relation to the proposed transfer of business. No outside moderator will be appointed. We encourage you to raise any questions that you may have in relation to the transfer before the Annual General Meeting. Contact details are set out on page 3 of this document.

SWSbank members have had the opportunity to raise questions relating to the transfer of business at in-person forums that have been held leading up to the Annual General Meeting, with other detailed information being made available online.

2.2 How To Vote

(a) **Details of the Annual General Meeting of SWSbank is as follows:**

Date	19 November 2026
Time	3:00pm
Place	The Flamingos Room, Young Services Club, 46 Cloete Street, Young, NSW 2594

The Annual General Meeting of SWSbank will consider and, if thought fit, pass the Special Resolution approving the transfer of business. The passing of this resolution by SWSbank is necessary for the transfer of business to be implemented. All relevant information about the transfer of business is outlined in this Member Information Document.

For the transfer of business Special Resolution to be passed by SWSbank, votes in favour must be received from at least 75% of members, who are present and voting either in person or by proxy at the Annual General Meeting.

(b) **Voting at the Annual General Meeting (AGM)**

You may vote at the SWSbank AGM:

(i) **in person** by attending the AGM. Registration and 'on the day voting' will open at 2:00pm and close at 3:00pm;

(ii) **by attorney appointed to vote on your behalf**. Those persons attending as an attorney must bring the original power of attorney, or certified copy, unless the institution has already noted it;

(iii) **by corporate representative** appointed to vote on behalf of a member that is a company. Those persons attending as a corporate representative must bring evidence of their authority, such as a letter or certificate evidencing their appointment; or

(iv) **by proxy**. To be valid, a Proxy Form must be lodged at least 48 hours before the time for commencement of the AGM. For further information on proxy voting, please refer to the detailed instructions contained in the Proxy Form that accompanies this Member Information Document.

(c) **Voting Eligibility and Method**

SWSbank members have the right to vote on the transfer of business. Each Member (other than minors) will have one vote. Voting at the AGM will be conducted by way of a poll.

2.3 What if the Transfer Does Not Proceed?

If the necessary Special Resolution is not passed by SWSbank members, then the transfer of business will not proceed.

If the transfer of business is not approved, the operations of SWSbank will continue (at least in the short term) to operate as they do today. However, the SWSbank board expect the various competitive and market pressures to continue to intensify more so than at present.

As outlined in this Member Information Document, the Board of SWSbank believes it has a responsibility to continue to seek scale economies and efficiencies by identifying a suitable transfer of business partner with growth opportunities and who is focused on providing banking services to regional Australians.

3 Directors' Recommendation and Reasons for the Transfer of Business

3.1 The SWSbank Directors' Recommendation

The SWSbank Directors unanimously recommend that you vote in favour of the transfer of business proposal.

The SWSbank Directors unanimously consider that, for the reasons set out in this document, the transfer of business is in the best interests of SWSbank members as a whole. Each SWSbank Director intends to vote in favour of the transfer of business.

In making their recommendation and determining how to vote on the transfer of business, the SWSbank Directors have considered the advantages and disadvantages of the transfer.

In considering whether to vote in favour of the transfer, the SWSbank Directors encourage you to read this Member Information Document carefully and in its entirety.

3.2 Reasons Why You Should Vote in Favour of the Transfer

The following is a summary of the reasons why you should vote in favour of the transfer of business.

(a) **The Transfer is in the Best Interests of Members of SWSbank**

The Australia financial services industry is challenged by intense market competition, a continuing downwards pressure on interest margins, quality skilled and experienced individuals are extremely hard to attract, and an increase in capital and funding costs. There is also a stronger demand for adherence to regulatory, statutory and compliance obligations with smaller institutions being particularly exposed to these market and regulatory challenges and their associated cost pressures, as well as the need for technological transformation and increased cyber security protection.

One of the strategic benefits of this transfer of business is the ability to diversify risk geographically and to expand the diversified operational branch network.

The Board of SWSbank has concluded that a transfer to Regional Australia Bank is overwhelmingly in the best interests of members. The transfer of business will deliver tangible benefits to members of both institutions where the enhanced scale will substantially help to preserve a strong and sustainable banking offering for the benefit of communities throughout regional NSW through improved products and fees, greater access and enhanced services.

The Board of SWSbank has recognised the compelling need to partner with a strong performing like-minded larger institution, in order to achieve greater scale economies and reduced risk concentrations. This provides the ability to strengthen the financial capacity and management expertise and to improve sustainability in the face of increasing competition.

SWSbank will be used as a trading name which will be structured as a division of Regional Australia Bank Ltd and used and promoted in the region SWSbank currently operates in. It is expected to consolidate brands to the Regional Australia Bank name within a reasonable timeframe after the effective transfer date.

The Board of SWSbank believes that Regional Australia Bank shares similar values and cultures, and a deep commitment to continue providing a competitive and customer owned banking alternative for those communities across regional Australia. Regional Australia Bank believes that providing a banking service offering to people outside of metropolitan areas is imperative. SWSbank does not operate in any of the same towns as Regional Australia Bank. The overall geographic spread is much different, meaning that members will be able to access services in new and broader locations.

Upon the transfer of business taking effect, the combined institution will have a network of approximately 53 locations, assets in excess of $5.9 billion under management and around 520 employees. This organisational scale will create a far more sustainable financial institution that can yield tangible benefits to members and their communities. It will also enhance the capacity to attract and retain high quality skilled individuals and to expand employment and professional development opportunities.

(b) **Benefits of a Wider Range of Products and Services**

Following the transfer date, SWSbank members will gain access to Regional Australia Bank's products, services and banking arrangements. This means that a single set of product terms, including fees and charges, will apply after the transfer.

(c) **Specific Benefits to SWSbank Members**

The benefits to members of SWSbank are that they will have access to Regional Australia Bank's expanded range of products and services (including commercial loans and small business banking packages). Benefits will also include an increased branch network, operating at a larger scale and with larger market share which means greater competitiveness and pricing efficiency.

A transfer of business with Regional Australia Bank creates an opportunity to create a regionally focused bank that offers tailored services and addresses the needs of the communities in which they operate. The transfer of business is a proactive strategy for both SWSbank and Regional Australia Bank and brings together two banks that are financially strong with a history of solid growth.

The members of SWSbank will have access to a substantially expanded network of branches throughout NSW as well as being part of Regional Australia Bank's successful Community Partnership Program where $3.07m was provided in the 2026 financial year to support local clubs, charities and community groups.

Regional Australia Bank will be providing $725,000 of funding towards the development of an SWS community chest. The establishment of this foundation will have a focus of giving back to the South West Slopes community (Young, Cootamundra, Temora, West Wyalong and surrounding areas) and will operate as a community foundation.

Members generally are proud of their customer owned banking institution and build an affinity with the name and logo because the values and behaviours exhibited by employees are consistent with those of our members. The combined transferred entity will continue to be owned by its members.

Both SWSbank and Regional Australia Bank employees and directors will remain focused on putting people and communities before profits.

There will be no branch closures as a result of the transfer of business, meaning that SWSbank members will have greater access to face to face services through a larger branch network.

(d) **Specific Benefits to Regional Australia Bank Members**

Compared to the current balance sheet of Regional Australia Bank alone, the transfer of business will provide Regional Australia Bank with a more diversified risk profile (both geographically and across different employee/industry segments) and an enhanced ability to access more cost-effective capital to support future loan growth, branch and technology infrastructure, and product and service development.

A transfer of business with SWSbank creates a stronger regionally focused bank that offers tailored services and addresses the needs of the communities in which the bank will operate. The transfer of business is a proactive strategy for both SWSbank and Regional Australia Bank and brings together two banks that are financially strong with a history of solid growth.

The members of Regional Australia Bank will also have access to a substantially expanded network of branches throughout the Riverina region of NSW.

(e) **Appointment of a SWSbank Director to the Regional Australia Bank Board**

One (1) of the SWSbank Directors, Thomas John Douch, will transfer to the Board of Regional Australia Bank to ensure that SWSbank members remain well represented in the governance of their customer owned banking institution.

Thomas John Douch will join the eight (8) Regional Australia Bank Directors on the Board of Regional Australia Bank from the date of the effect of the transfer of business. From the 2027 AGM the number of directors will reduce from nine (9) to eight (8), with Peter Graham Olrich ending his term and retiring from the RAB Board and the term of office also ending for Sally Anne Mackenzie and Jane Calder both of whom will be eligible for re-election subject of course to continuing to meet the bank's fit and proper requirements.

(f) **Alternatives to a Transfer between SWSbank and Regional Australia Bank**

The Board of SWSbank considered a range of strategic options to provide members with a long term sustainable financial institution. The Board considered partnering with a number of mutual banking organisations but, on balance, Regional Australia Bank exhibited the strongest alignment of values and culture, the preferable business model, performance, capital reserves, strategic focus and potential for long term sustainability.

As well as these factors Regional Australia Bank also provided a strong financial position which allows for the delivery of greater value and a broader range of competitive products and services.

Further, the geographic distribution across regional NSW also featured strongly to support the case with Regional Australia Bank above all others. With all options considered, the Board of SWSbank believes that the proposed transfer of business with Regional Australia Bank is the best strategic option.

In reaching this decision, consideration was given to the values associated with mutual banking that place members above profits and the strong member relationships that are created from that position.

It was strongly felt that these decisions aligned to the original purpose for SWSbank's establishment, in supporting regional communities and its existence to date, remain valid and any options that compromised that position would not be acceptable. SWSbank's business model remains sound and there is good reason to extend the service offering to more and more people in the broader communities and to strengthen mutual banking services to all regional Australians.

Regional Australia Bank's regional expansion and growth strategy identifies business transfers as one of the important mechanisms through which the business can reach a larger number of members and deliver greater value to those members across all of regional Australia. The Board was focused on ensuring that potential transfer partners needed to first and foremost be a good cultural fit for the organisation to be successful.

Consistent with this regional expansion and growth strategy, Regional Australia Bank chose to pursue a transfer with SWSbank as they shared the same values and a similar member service focussed culture. Following high level discussions between the two institutions over a period of time, it was determined that a transfer of business would present an opportunity to create a more sustainable organisation focussed on delivering more value to members and greater employment opportunities for people through the communities of regional Australia.

(g) **SWSbank Employees**

All of the SWSbank employees will transfer to Regional Australia Bank.

3.3 Reasons Why you may Choose to Not Vote in Favour of the Transfer of Business

The following are reasons why you may choose to not vote in favour of the transfer of business.

(a) **Operational Impact**

A potential disadvantage for all members is that full integration of SWSbank's and Regional Australia Bank's core banking systems may take some time after the effective date of the transfer of business. When these core banking systems are integrated, it is likely that member account numbers and the BSB code may have to change.

(b) **Financial Claims Scheme**

Under the Government Financial Claims Scheme (FCS), the FCS limit of $250,000 will apply to the aggregate of all SWSbank and Regional Australia Bank deposits held by each depositor with all deposit liabilities becoming liabilities of Regional Australia Bank.

If an SWSbank member has deposits with both SWSbank and Regional Australia Bank that exceed a total of $250,000 (the FCS limit), the FCS adds the balances of these deposits together and the excess above $250,000 will not carry the depositor guarantee under the scheme.

(c) **You may be Concerned with the Loss of Your Institution Brand/Identity**

Both SWSbank and Regional Australia Bank are customer owned banking institutions. Upon the transfer of business from SWSbank to Regional Australia Bank, this will not change. Regional Australia Bank is a mutual bank that is focused on the same 'principles of mutuality' as SWSbank. These principles are entrenched into the Constitution of Regional Australia Bank in the same way that they are for SWSbank.

The combined transferred entity will be Regional Australia Bank Ltd which will continue to operate under the trading name of Regional Australia Bank. SWSbank will be used as a trading name which will be structured as a division of Regional Australia Bank Ltd and used and promoted in the region SWSbank currently operates in. It is expected to consolidate brands to the Regional Australia Bank name within a reasonable timeframe after the effective transfer date.

Members generally are proud of their customer owned banking institution and build an affinity with the name and logo because the values and behaviours exhibited by employees are consistent with those of the members. The combined transferred entity will continue to be owned by its members.

Both SWSbank and Regional Australia Bank employees and directors will remain focused on putting people before profits.

One (1) of the current SWSbank Directors, Thomas John Douch, will be appointed to the Board of Regional Australia Bank to, amongst other matters, ensure that SWSbank members remain well represented in the governance of their customer owned banking institution.

All of the SWSbank employees will transfer to Regional Australia Bank.

All SWSbank branch locations will be retained. There will be no branch closures.

3.4 Other Relevant Considerations

There are some relevant considerations, which relate to the transfer of business and the combined institution, which SWSbank members should take into account when deciding whether or not to vote in favour of the transfer.

(a) **Prospects for each Institution as a Standalone Entity**

The Boards of both SWSbank and Regional Australia Bank recognise that both institutions operate in an extremely competitive market, and in order to provide valued products and services to members, it is vital to have the necessary scale to deliver suitable products at competitive prices through preferred delivery channels to achieve ongoing growth. Interest rates must be maintained at competitive levels and cost structures controlled at appropriate levels. Capital levels must be above the prudentially regulated minimum requirements. It is also imperative for both institutions to employ highly skilled specialist individuals.

Whilst both institutions are performing well in the current low margin environment and have always made profits, the relative size of SWSbank makes it challenging to continue to produce sufficient levels of revenue to support sustained growth, maintain capital levels, operate in the current complex regulatory and statutory environment and deliver the level of product, systems and services needed by members.

(b) **Consequences of Members not Approving the Transfer**

If the transfer of business does not proceed, each institution will continue to operate their business as a standalone entity. However, for the reasons outlined above, the Boards of both SWSbank and Regional Australia Bank believe this transfer of business proposal is timely and very prudent to proceed.

(c) **The Transfer of Business may Only be Implemented if Sufficient Members Vote for it**

For the transfer of business to proceed, 75% of SWSbank members who vote on the transfer of business proposal will need to vote in favour of the proposal. If you do not vote on the proposal, there may be insufficient votes to see the resolution passed.

4 Information about South West Slopes Credit Union Ltd (SWSbank)

4.1 Introduction

SWSbank, as a customer owned banking institution, has been providing a full range of banking services to its members across the Riverina regions of NSW since its inception in 1972. From these beginnings, SWSbank has continued to grow from strength to strength, being integral in supporting the communities and members it serves.

In 2024 South West Slopes Credit Union transitioned to using the trading name of SWSbank, validating its focus and efforts across its regions and to better reflect the service that it provides, being 'banking'. At present, SWSbank operates four (4) branches and one (1) agency across its regions with the head office located in Young (NSW). SWSbank employs around forty (40) staff and has over 14,000 members.

Assets at the end of June 2026 totalled $328 million.

4.2 SWSbank's Constitution: Mutuality, Membership, Voting and Shareholding

Each SWSbank Member holds a member share (paid up to $10.00 if they became members prior to 18 November 2021 and a wholly unpaid callable $10.00 member share at issue after 18 November 2021) with the rights described in this Section.

SWSbank Members currently have certain rights under the SWSbank Constitution. These rights include:

(i) the right to attend and vote at SWSbank Members' meetings (unless the SWSbank Member is a minor);

(ii) the right to elect SWSbank Directors; and

(iii) the right to share in any surplus assets of SWSbank in the event that SWSbank is wound up.

Following the transfer of business, SWSbank members will become Regional Australia Bank members, with each SWSbank member receiving one (1) RAB member share.

A comparison of the rights of SWSbank members before (as a SWSbank Member) and after (as a Regional Australia Bank member) the implementation of the transfer of business is set out in the comparison between Constitutions in *Attachment B*.

The Regional Australia Bank Constitution will become the Constitution of the merged institution. Although the existing Constitutions of Regional Australia Bank and SWSbank are extremely similar, there are some very minor differences between them, none of which disadvantage SWSbank members.

Members can obtain a copy of the existing Constitution of SWSbank from their website at www.swsbank.com.au. A copy of this document can also be obtained by contacting the Company Secretary at companysecretary@swsbank.com.au.

SWSbank Membership and Shares

If the transfer of business is approved by the members of SWSbank, when the transfer takes effect:

- all members of SWSbank, except its Directors, will cease to be members of SWSbank and all of their member shares in SWSbank will be cancelled. The Directors of SWSbank will remain members of SWSbank until South West Slopes Credit Union Ltd is deregistered as a company;
- all members of SWSbank, including its Directors, will become members of Regional Australia Bank. They will be deemed to have become members of Regional Australia Bank on the earliest date when they became members of SWSbank (being a membership held continuously up to the time of the transfer of business);

- a Member of SWSbank who holds a member share which was issued for $10.00 and has been fully paid will be deemed on the transfer date to have been issued a member share in Regional Australia Bank issued at $10.00 (fully paid). Those members of SWSbank with a wholly unpaid callable $10.00 member share at issue will be deemed on the transfer date to have been issued a member share in Regional Australia Bank issued at a wholly unpaid callable $10.00.
- if a member of SWSbank already holds a member share in Regional Australia Bank (i.e. is a member of both institutions), that member will continue to be a member of Regional Australia Bank and will not be issued an additional member share in Regional Australia Bank and their name will remain as entered in the register of members of RAB. In respect of any SWSbank member shares cancelled in these circumstances, the member will receive a refund of the amount subscribed (if any); and
- if a Member of SWSbank has more than one member share in SWSbank, that member will receive only one member share in Regional Australia Bank (corresponding to their member share in SWSbank that was issued earliest in time). In respect of other SWSbank member shares, the Member will receive a refund of the amount subscribed (if any).

4.3 Corporate and Governance Structure

SWSbank operates with a governance structure that has been developed to ensure the Board focuses on strategy, planning and enhancement of SWSbank's performance. The Board ensures control of the corporate governance structure through effective delegation, risk management and assurance regarding financial and non-financial reporting. The corporate governance structure is outlined as follows:

<table>
<tr><td colspan="4">Members</td><td rowspan="7">Independent Advice Internal and External Audit</td></tr>
<tr><td colspan="4">Board of Directors</td></tr>
<tr><td colspan="4">Board Committees</td></tr>
<tr><td>Board Risk Committee</td><td>Board Executive Remuneration Committee</td><td>Board Governance and Policy Review Committee</td><td>Board Audit Committee</td></tr>
<tr><td colspan="4">Chief Executive Officer (CEO)</td></tr>
<tr><td colspan="4">Executive Management Committee</td></tr>
<tr><td colspan="4">Asset and Liability Committee (ALCO)</td></tr>
</table>

To assist the Board in discharging its responsibilities and oversight of the business, it has established a number of Board committees with specific structure and functional requirements. These committees are the Board Risk Committee, Board Executive Remuneration Committee, Board Governance and Policy Review Committee and the Board Audit Committee as shown above.

The Board has delegated authority to the Chief Executive Officer (CEO) to ensure SWSbank's strategic objectives are met. The CEO is responsible for day-to-day leadership and management of the business activities and has the following Executive Managers in place to implement Board-approved strategies, policies, resolutions and directions.

(i) Chief Strategy & Engagement Officer;
(ii) Chief Financial Officer;
(iii) Chief Risk Officer; and
(iv) Chief Operations Officer;

4.4 SWSbank's Business

SWSbank's core business, similar to Regional Australia Bank, is to provide retail banking services to its members, principally taking deposits and providing loans.

Membership is predominantly individuals, with small to medium enterprise business clients making up the balance.

SWSbank provides a range of deposit and loan products. The composition of those portfolios, as at 30 June 2026 is as follows:

The deposit portfolio comprises:

On Call deposits	54.2%
Fixed Rate Deposits	45.8%

The loan portfolio breakup is as follows:

Housing Loans	82.1%
Personal Loans	15.3%
Revolving Credit	0.5%
Commercial Loans	2.1%

Variable rate loans	63.7%
Fixed Rate loans	36.3%

Investment housing loans comprise 15.1% of the Loans portfolio.

4.5 Directors

The SWSbank Board consists of the following Directors:

(i)	Allan Stuart (Chair)	(appointed 30/05/2018)
(ii)	Thomas John Douch	(appointed 12/11/2020)
(iii)	Lauren Peek	(appointed 04/09/1992)
(iv)	Kevin William Cloake	(appointed 10/11/2022)
(v)	Amber Maree Blythe	(appointed 21/11/2024)
(vi)	Natalie Turner	(appointed 20/11/2025)

4.6 Financial Position

The following tables summarise the financial position of SWSbank and are based on its audited financial reports as at 30 June 2026.

There has been no material change to the financial position of SWSbank since 30 June 2026. Members will be informed of any material change between the date of this document and the date of the Annual General Meeting.

Other than the transfer of business proposal, there are no significant changes to the nature of SWSbank's activities since the date of this Member Information Document.

Since the end of the financial year being 30 June 2026, SWSbank has continued to trade profitably and consistently with organisational objectives.

Statement of Profit or Loss – SWSbank

	30 June 2026	**30 June 2025**
	$’000	$’000
Interest revenue	16,853	17,163
Interest expense	(4,892)	(6,219)
Net Interest income	**11,961**	**10,944**
Other income	618	708
Net impairment (loss) / release	(69)	(68)
Other expenses	(9,697)	(8,866)
Net profit before tax	**2,813**	**2,718**
Income tax expense	(708)	(676)
Other Comprehensive Income	348	316
Net profit (incl other comprehensive income)	**2,453**	**2,358**

Statement of Financial Position – SWSbank

	30 June 2026	30 June 2025
Assets	$'000	$'000
Cash and cash equivalents	25,428	24,254
Receivables from financial institutions	-	-
Investments at Amortised Cost	95,730	101,374
Loans to members	202,277	192,989
Accrued Receivables	2,818	2,137
Property, plant and equipment	1,138	1,193
Other assets	665	798
Total assets	**328,056**	**322,745**
Liabilities		
Borrowings	-	-
Members deposits	289,009	287,357
Other payables	4,351	3,475
Current tax liabilities	238	100
Provisions	934	742
Total Liabilities	**294,532**	**291,674**
Net Assets	**33,524**	**31,071**
Reserves and Contributed Equity	605	257
Retained earnings	32,919	30,814
Total Members Equity	**33,524**	**31,071**

4.7 Independent Advice

SWSbank has conducted a due diligence review on Regional Australia Bank and used the services of KPMG, Piper Alderman, DBP Consulting and also specialist teams drawn from SWSbank's staff.

The due diligence reports concluded that there were no issues reviewed that would be materially adverse to the interests of SWSbank members transferring the business to Regional Australia Bank.

4.8 Other Information Material to the Making of a Decision in Relation to the Transfer of Business

Except as set out in this Member Information Document, so far as the SWSbank Directors are aware, there is no other information that is material to the making of a decision by a member whether or not to approve the transfer of business, being information that is within the knowledge of Directors of SWSbank and has not previously been disclosed to members of SWSbank.

No direct financial benefit will be paid to any SWSbank member in relation to the transfer of business.

Benefits to Director and Officers

No Director or officer of SWSbank has any interest (financial or otherwise) in the proposed transfer of business and will not receive any payment or benefit as a consequence of this transfer of business.

One (1) of the current SWSbank Directors, Thomas John Douch, will be appointed to the Board of Regional Australia Bank and will be entitled to fees as a director of Regional Australia Bank, as well as director & officer liability insurance.

No compensation shall be payable to any other person at SWSbank as a consequence of the transfer.

There is no agreement, that is conditional upon the transfer of business, that has been entered into with an officer, member, depositor or policyholder of SWSbank.

5 Information about Regional Australia Bank Ltd (Regional Australia Bank)

5.1 Introduction

Regional Australia Bank, as a customer owned banking institution, has been providing a full range of banking services to its members across regional Australia for over 55 years. From its beginnings with the New England Staff Credit Union at The University of New England in 1969, Regional Australia Bank has undertaken recent transfers of business with Peel Valley Credit Union in 2004, Orana Credit Union in 2008, Hunter Mutual in 2010, Holiday Coast Credit Union in 2019, Macquarie Credit Union in 2024 and Summerland Bank in 2026.

Operating in regional NSW, and with administrative offices located across Armidale, Port Macquarie and Lismore, Regional Australia Bank has grown to be one of the premier banking alternatives to the 'Big Four' banks. Regional Australia Bank has over 120,000 members serviced by 49 branches and offices throughout New South Wales and southern Queensland and around 480 employees.

Assets for Regional Australia Bank Group[1] at the end of June 2026 totalled $5.61 billion.

Note[1]*: Regional Australia Bank's Group business represents the combination of Regional Australia Bank and Summerland Bank, which has been approved by Australian Prudential Regulation Authority (APRA) to merge on 1 July 2026.*

5.2 Regional Australia Bank's Constitution: Mutuality, Membership, Voting and Shareholding

Each Regional Australia Bank member holds a member share (paid up to $10.00 if they became members prior to 29 November 2017 and paid up to $1.00 after 29 November 2017) with the rights described in this Section.

Regional Australia Bank members currently have certain rights under the Regional Australia Bank Constitution. These rights include:

(i) the right to attend and vote at Regional Australia Bank Members' meetings (unless the Regional Australia Bank Member is a minor);

(ii) the right to elect Regional Australia Bank Directors; and

(iii) the right to share in any surplus assets of Regional Australia Bank in the event that Regional Australia Bank is wound up.

Following the transfer, SWSbank members (including each joint member) will become Regional Australia Bank members, with each SWSbank member (including each joint member) receiving one (1) RAB member share. The rights and liabilities attaching to member shares under the Regional Australia Bank Constitution will be substantially the same as the rights and liabilities attached to current member shares in SWSbank.

As well as member shares, Regional Australia Bank has the ability to issue Tier 1 (including Member Equity Instrument – MEI) shares and Mutual Capital Instrument (MCI) shares. Tier 1 and MCI shares rank behind member shares for payment of capital on a winding up.

On a winding up of the company (RAB) the holder of a member share is entitled to payment of the subscription price for the member share when the member subscribed for the member share and if any assets remain after the payments of the subscription price, members are entitled to any surplus assets of the company.

Each Tier 1 share (other than an MEI) is entitled to repayment of the amount of capital paid up on the Tier 1 share equally with every other Tier 1 share and is not otherwise entitled to share in any surplus assets of the company. An MEI is entitled to share in the surplus assets of the company (RAB) which remain after the payment of the subscription price on any member share and after the repayment of capital paid up on any Tier 1 share which is not an MEI.

An MCI holder is entitled to a claim on the surplus assets of the company (RAB) on winding up after the aggregate subscription price for member shares has been paid.

Regional Australia Bank does not have any Tier 1, MEI or MCI shares currently on issue.

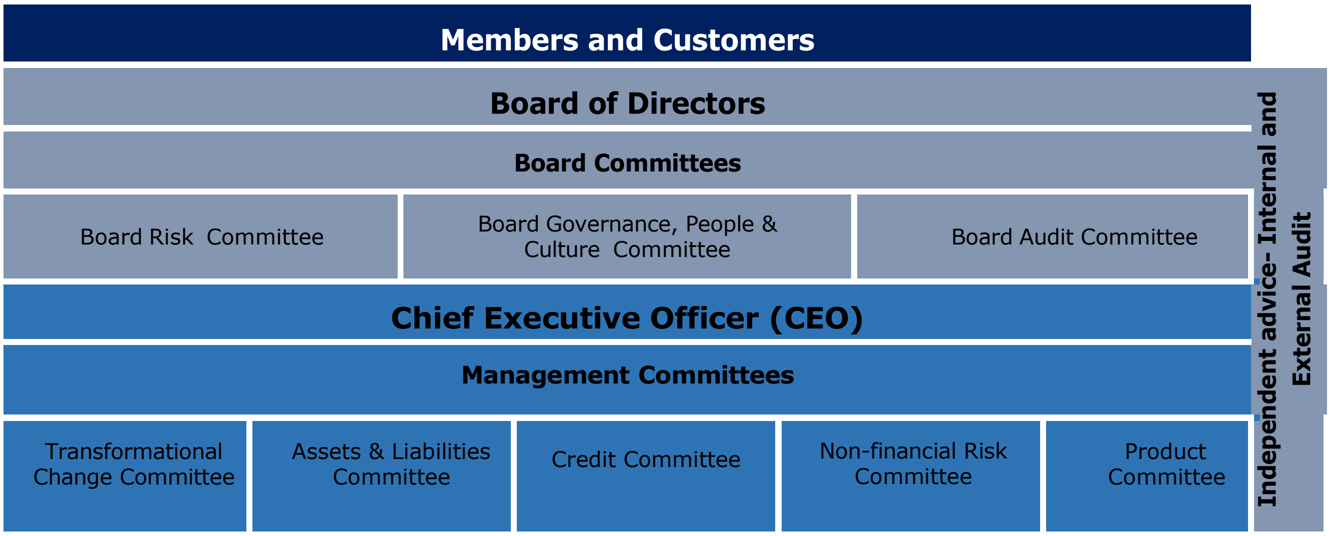
A comparison of the member rights and liabilities in the SWSbank and Regional Australia Bank Constitutions are set out in *Attachment B*. The Regional Australia Bank Constitution will become the Constitution of the combined organisation from the effective transfer.

Individuals can obtain a copy of the existing Constitution of Regional Australia Bank from their website at www.regionalaustraliabank.com.au. A copy of this document can also be obtained by contacting the company secretary.

5.3 Corporate Governance Structure

Regional Australia Bank's Board operates with a governance structure that has been developed to support its strategic plan, whilst ensuring a clear structure of oversight of key controls and effective leadership. These factors enable Regional Australia Bank to operate in an effective manner with prudent management.

The Board ensures effective control of the corporate governance structure through effective delegation, risk management and a system of assurance regarding financial and non-financial reporting. The corporate governance structure is outlined as follows:



To assist the Board in discharging its responsibilities and oversight of the business, it has established a number of Board committees with specific structure and functional requirements. These committees are the Board Audit Committee, Board Risk Committee and the Board Governance, People & Culture Committee (which comprises the Director Nominations Committee and Remuneration Committee) as shown above.

The Board has delegated authority to the Chief Executive Officer (CEO) to ensure Regional Australia Bank's strategic objectives are met. The CEO is responsible for day-to-day leadership and management of the business activities and has the following Executive Managers in place to implement Board-approved strategies, policies, resolutions and directions.

(i) Deputy Chief Executive Officer Customer;
(ii) Deputy Chief Executive Officer Strategy;
(iii) Chief Financial Officer;
(iv) Chief Governance & Legal Officer / Company Secretary;
(v) Chief Operating Officer;
(vi) Chief Risk Officer; and
(vii) Chief Transformation Officer.

5.4 Regional Australia Bank's Group[1] Business

Regional Australia Bank's core business is to provide retail-banking services to its members, principally taking deposits and providing loans.

Membership is predominantly individuals, with small to medium enterprise business clients and unincorporated groups making up the balance.

***Note*[1]**: *Regional Australia Bank's Group business represents the combination of Regional Australia Bank and Summerland Bank, which has been approved by Australian Prudential Regulation Authority (APRA) to merge on 1 July 2026.*

Regional Australia Bank provides a range of deposit and loan products. The composition of those portfolios as at 30 June 2026 is as follows:

The deposit portfolio comprises:

On Call deposits	59.1%
Fixed Rate Deposits	40.9%

The loan portfolio breakup is as follows:

Housing Loans	88.6%
Personal Loans	1.7%
Overdrafts	1.0%
Commercial Loans	8.7%
Variable rate loans	86.1%
Fixed Rate loans	13.9%

Investment housing loans comprise 17.1% of the Loans portfolio.

5.5 Directors

The Regional Australia Bank Board consists of the following directors:

(i)	Michael Damien Fenech (Chair)	(appointed 21/11/2014)
(ii)	Colin Wayne Sales (Deputy Chair)	(appointed 01/07/2026)
(iii)	Jane Calder	(appointed 01/07/2026)
(iv)	Kevin Ross Franey	(appointed 01/07/2026)
(v)	Jennifer Margaret Leslie	(appointed 23/11/2023)
(vi)	Sally Anne Mackenzie	(appointed 01/03/2022)
(vii)	Peter Graham Olrich	(appointed 25/08/2011)
(viii)	Julie Frances Osborne	(appointed 23/11/2023)

5.6 Financial Position

The following tables summarise the financial position of Regional Australia Bank Group[1] and are based on its audited financial reports as at 30 June 2026.

There has been no material change to the financial position of Regional Australia Bank Group[1] since 30 June 2026. Members will be informed of any material change between the date of this document and the date of the Annual General Meeting.

Other than the transfer of business proposal, there are no significant changes to the nature of Regional Australia Bank Group[1] activities since the date of this Member Information Document.

Since the end of the financial year being 30 June 2026, Regional Australia Bank Group[1] has continued to trade profitably and consistently in accordance with its strategic objectives.

Note[1]*: Regional Australia Bank's Group business represents the combination of Regional Australia Bank and Summerland Bank, which has been approved by Australian Prudential Regulation Authority (APRA) to merge on 1 July 2026.*

Statement of Profit or Loss – Regional Australia Bank Group[1]

	30 June 2026	30 June 2025
	$'000	$'000
Interest revenue	279,753	268,342
Interest expense	(141,552)	(140,150)
Net Interest income	**138,201**	**128,192**
Other income	9,748	8,997
Net impairment (loss) / release	(860)	1,735
Other expenses	(110,740)	(104,576)
Net profit before tax	**36,349**	**34,348**
Income tax expense	(11,035)	(10,200)
Other Comprehensive Income	(1,339)	(544)
Net profit	**23,975**	**23,604**

Statement of Financial Position - Regional Australia Bank Group[1]

	30 June 2026	30 June 2025
Assets	**$'000**	**$'000**
Cash and cash equivalents	320,074	274,821
Receivables from financial institutions	41,415	-
Investments at Amortised Cost	658,104	620,568
Loans to members	4,557,398	4,090,988
Accrued Receivables	4,417	4,496
Property, plant and equipment	13,559	14,394
Other assets	19,405	25,634
Total assets	**5,614,372**	**5,030,901**
Liabilities		
Borrowings	176,1788	71,490
Members deposits	4,964,017	4,512,273
Other payables	51,418	50,582
Current tax liabilities	1,930	-
Provisions	8,177	8,521
Total Liabilities	**5,201,730**	**4,642,866**
Net Assets	**412,642**	**388,035**
Reserves	6,425	9,039
Retained earnings and Contributed Equity	406,217	378,996
Total Members Equity	**412,642**	**388,035**

***Note[1]**: Regional Australia Bank's Group business represents the combination of Regional Australia Bank and Summerland Bank, which has been approved by Australian Prudential Regulation Authority (APRA) to merge on 1 July 2026.*

5.7 Independent advice

Regional Australia Bank did not use independent advice to perform a due diligence review on SWSbank's business. Due diligence inquiries were undertaken by specialist teams drawn from Regional Australia Bank's staff.

The due diligence report concluded that there were no issues reviewed that would be materially adverse to the interests of Regional Australia Bank members receiving a transfer of business from SWSbank.

5.8 Constitutional Amendments

There will be no Constitutional amendments to the Regional Australia Bank Constitution as a result of the proposed transfer of business with SWSbank.

5.9 Other Information Material to the Making of a Decision in Relation to the Transfer

Except as set out in this Member Information Document, so far as the Regional Australia Bank directors are aware, there is no other information that is material to the making of a decision by a SWSbank member whether or not to approve the transfer of business, being information that is within the knowledge of directors of Regional Australia Bank and has not previously been disclosed.

No Regional Australia Bank director will receive any payment or benefit as a consequence of this transfer of business.

All of the current Regional Australia Bank directors will continue on the Board after the effective transfer date and will remain to be entitled to fees as directors of Regional Australia Bank.

No compensation shall be payable to any other person at Regional Australia Bank as a consequence of the transfer.

There is no agreement, that is conditional upon the transfer of business, that has been entered into with an officer, member, depositor or policyholder of Regional Australia Bank.

6 Information about Regional Australia Bank Ltd after the Transfer of Business

6.1 Rationale for the Proposal

The directors of both SWSbank and Regional Australia Bank believe that this transfer of business will be very beneficial for both institutions.

Both SWSbank and Regional Australia Bank were established to support members in regional Australia and both institutions remain committed to that strategy today. Both organisations share similar values driven by personal service, community support and an ethical culture with a commitment to offering suitable banking products and services that members can genuinely trust.

The transfer of business aligns with the strategy of both institutions, supporting their growth aspirations and contributing significantly to the achievement of long-term operational goals. The product and service offerings of both institutions share similarities and will align well for members as will the broader branch network assisting SWSbank members.

Members of SWSbank and Regional Australia Bank will benefit from the transfer.

The transfer will provide a combined entity able to provide improved products, services and delivery methods and channels, and broader branch network for SWSbank and Regional Australia Bank members.

This transfer will also build a stronger, more resilient, regional bank and will strengthen the future of customer owned banking in regional Australia.

The combined entity, with the scale created by the transfer of business, will provide an institution with increased resilience that is able to better manage the uncertainties of the domestic and global financial markets well into the future.

6.2 The Board of Regional Australia Bank

All persons who were directors of Regional Australia Bank immediately before the Certificate of Transfer came into effect continue to be directors of Regional Australia Bank after the transfer, with their current terms of office as indicated below. When the Certificate of Transfer comes into effect the SWSbank Director, Thomas John Douch, will become a board appointed Director of Regional Australia Bank in accordance with clause 13.4 of its Constitution, with the term of office as indicated in the table below.

When the Certificate of Transfer comes into effect, the Regional Australia Bank board will comprise the following nine (9) directors whose respective terms of office will be as follows:

Director	Board	Term Ends
Michael Damien Fenech	Regional Australia Bank	2029
Jennifer Margaret Leslie	Regional Australia Bank	2029
Julie Frances Osborne	Regional Australia Bank	2028
Peter Graham Olrich	Regional Australia Bank	2027
Sally Anne Mackenzie	Regional Australia Bank	2027
Colin Wayne Sales	Regional Australia Bank	2028
Kevin Ross Franey	Regional Australia Bank	2028
Jane Calder	Regional Australia Bank	2027
Thomas John Douch	SWSbank	2029

The one (1) board appointed SWSbank Director will join the eight (8) Regional Australia Bank Directors on the Board of Regional Australia Bank from the date of the effect of the transfer of business. All current Regional Australia Bank directors are member elected and until the 2027 AGM the number of directors will remain at nine (9). From the 2027 AGM the number of directors will reduce from nine (9) to eight (8), with Peter Graham Olrich ending his term and retiring from the Regional Australia Bank Board and the term of office also ending for Sally Anne Mackenzie and Jane Calder both of whom will be eligible for re-election subject of course to continuing to meet the bank’s fit and proper requirements.

From the date of effect of the transfer of business, Michael Damien Fenech will continue to be Regional Australia Bank's chair of the board until the first meeting of the Board following the 2028 AGM. Colin Wayne Sales will continue to be Regional Australia Bank's deputy chair of the board until the first meeting of the Board following the 2028 AGM. Their appointment as chair and deputy chair will end if:

(i) for any reason either one ceases to be a director;
(ii) either one resigns from the office; or
(iii) either one is removed from the office by a resolution passed by a majority of the directors, whichever occurs first.

For the purposes of Division 13 of Regional Australia Bank's Constitution, and to align Director rotation provisions for their respective terms of office, an election for the appointment of a director to the board of Regional Australia Bank will not be held until the directors' respective terms of office come to an end. Therefore, director elections will be suspended up until the 2027 AGM.

6.3 The Intentions of the Board of Regional Australia Bank for the Future Management and Operations of Regional Australia Bank

The Board of Regional Australia Bank have provided the following statement setting out their intentions in relation to the future management and business operations of Regional Australia Bank from the effective transfer date.

Future Directions

The business of SWSbank will be integrated into Regional Australia Bank's business operations as at the proposed effective transfer date of 1 April 2027. The required integration/rationalisation of core banking systems, products and transactional services will occur as soon as possible in the months following the effective transfer date. The integration of risk management systems and corporate policies will occur from the effective transfer date.

Post Transfer Name

Both Regional Australia Bank and SWSbank will continue to trade under their existing trading names. SWSbank will be used as a trading name which will be structured as a division of Regional Australia Bank Ltd and used and promoted in its geographical region. It is expected to consolidate brands to the Regional Australia Bank name within a reasonable timeframe after the effective transfer date.

Registered Office and Branches

The registered office will remain at the Regional Australia Bank Ltd location in Armidale (NSW). SWSbank's current administrative office in Young and the current administrative offices of Regional Australia Bank, in Armidale, Port Macquarie and Lismore will continue.

Staff

On the effective transfer date, the current Chief Executive Officer (CEO) of Regional Australia Bank, Mr David Heine, will continue as the CEO. The SWSbank Chief Executive Officer (CEO), Mr Andrew Jones, will continue with Regional Australia Bank in an advisory capacity reporting to the Regional Australia Bank CEO.

The roles of the existing Regional Australia Bank Executive Managers will remain. The SWSbank Executive Managers will be restructured from the effective transfer date. This restructure will undertake a re-allocation of certain responsibilities.

However, no Executive Manager or employee of either Regional Australia Bank or SWSbank will be made forcibly redundant.

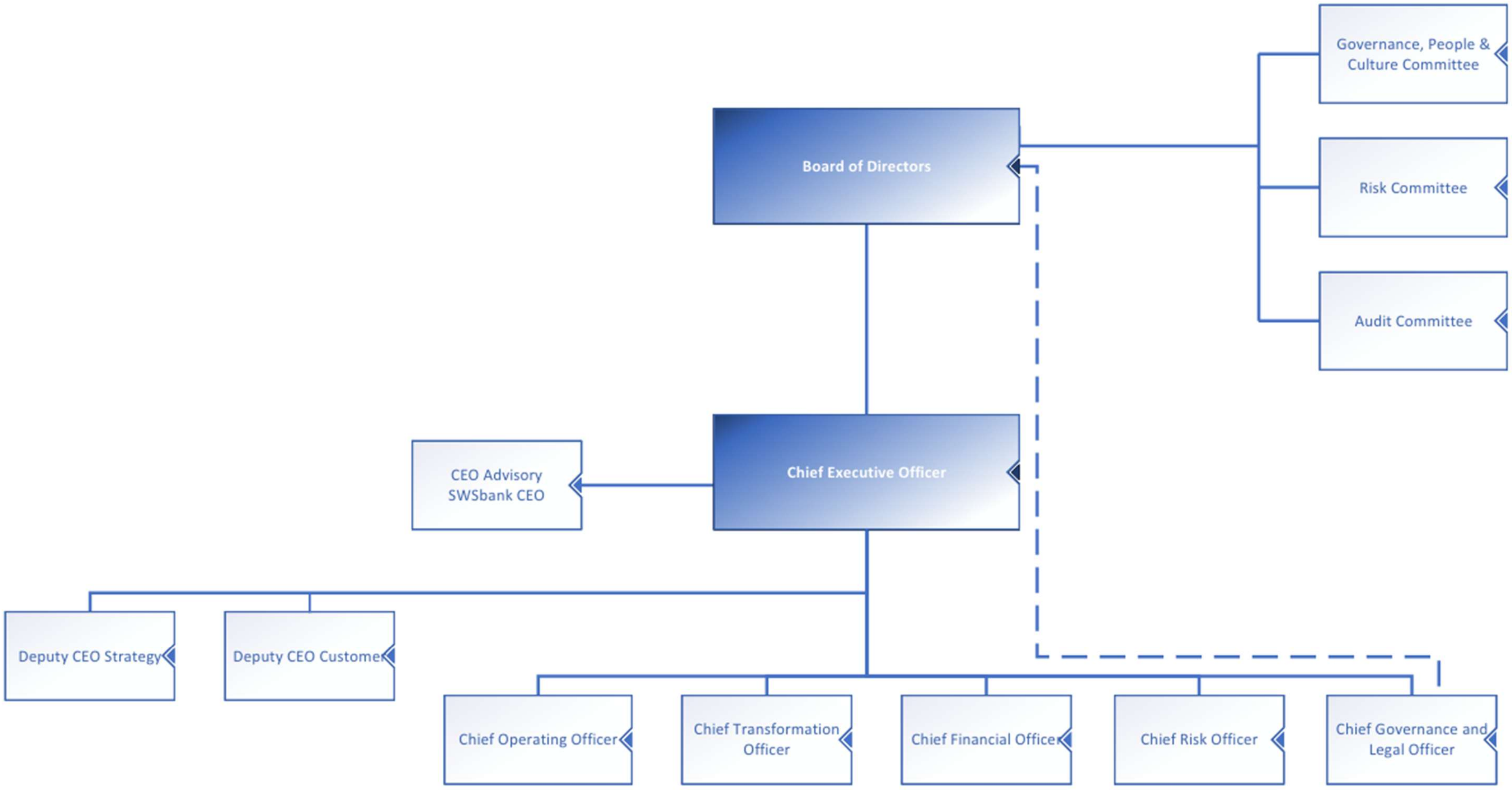
Products and Services

Immediately after the transfer date, members of Regional Australia Bank and SWSbank will continue to access their existing accounts and day-to-day banking services without interruption. Products with a fixed interest rate will continue on that rate for the duration of the contracted term.

Once the two core banking systems are integrated, SWSbank members will gain access to Regional Australia Bank's products, services and banking arrangements, which will be administered through Regional Australia Bank's systems. This means that a single set of product terms, including fees and charges, will apply once the two core banking systems are integrated.

Attachment A contains a list and comparison of the products and services that Regional Australia Bank and SWSbank currently provide, including details of fees, charges and interest rates. Regional Australia Bank will notify members of any changes to products, fees and services in advance of their implementation.

Proposed Regional Australia Bank Organisation Structure – from 1 April 2027 (Effective Transfer Date)



6.4 Capital Management

The Capital Management Plan currently in place at Regional Australia Bank will become the plan for the merged entity.

The objective of Regional Australia Bank's capital management plan is to ensure that an appropriate level and quality of capital is maintained for the risks to which it is exposed from its activities. Retained capital provides a buffer that absorbs unanticipated losses from trading activities and would enable Regional Australia Bank to continue to operate in a sound and viable manner while addressing and resolving any problems. These retained earnings are the primary source of capital and provide a buffer to absorb unexpected losses, ensuring the merged entity operates soundly while addressing any issues.

6.5 Pro forma Financial Information

Based on the financial accounts prepared by SWSbank and Regional Australia Bank Group[1], the following statements are provided as an indication of the financial position of the combined entity. The figures as at 30 June 2026 show the audited figures for each entity as well as the figures for the combined entity.

Statement of Profit and Loss – Combined Entity

	Regional Australia Bank Group[1]	SWSbank	Combined Entity
	30 June 2026	30 June 2026	30 June 2026
	$,000	$,000	$,000
Net Interest income	138,201	11,961	150,162
Other income	9,748	618	10,366
Net impairment (loss) / release	(860)	(69)	(919)
Other expenses	(110,740)	(9,697)	(120,437)
Net profit before tax	**36,349**	**2,813**	**39,162**
Income tax expense	(11,035)	(708)	(11,743)
Other Comprehensive Income	(1,339)	348	(991)
Net profit	**23,975**	**2,453**	**26,428**

Statement of Financial Position – Combined Entity

	Regional Australia Bank Group[1]	SWSbank	Combined Entity
	30 June 2026	30 June 2026	30 June 2026
Assets	$,000	$,000	$,000
Total Assets	**5,614,372**	**328,056**	**4,942,428**
Net Assets	412,642	33,524	446,166

Impact on Profit Levels – Combined Entity

Based on audited financial statements prepared as at 30 June 2026, and projections for the financial year ending to 30 June 2026, the following outlines the profit levels, after taxation, on the combined entity.

Net Profit and Other Comprehensive Income after tax	Regional Australia Bank Group[1]	SWSbank	Combined Entity
	$,000	$,000	$,000
Audited Net Profit for financial year end 30/06/2026	23,975	2,453	26,428
Projected Net Profit for financial year end 30/06/2027	25,007	1,756	26,763

***Note[1]**: Regional Australia Bank's Group business represents the combination of Regional Australia Bank and Summerland Bank, which has been approved by Australian Prudential Regulation Authority (APRA) to merge on 1 July 2026.*

Impact on Capital Ratios – Combined Entity

Upon the transfer of SWSbank's assets and liabilities to Regional Australia Bank Group[1], effective from the transfer date, it is estimated that the SWSbank assets and liabilities will have the following impact on the combined entity's capital adequacy ratio.

	Regional Australia Bank Group[1]	SWSbank	Combined Entity
Actual Capital ratio 30/06/2026	17.36%	23.30%	17.69%

These ratios are based on audited financial statements prepared by SWSbank and Regional Australia Bank Group[1] as at 30 June 2026.

	Regional Australia Bank Group[1] Projected	SWSbank Projected	Combined Entity Projected
Projected Capital ratio 30/06/2027	17.40%	21.73%	17.65%

These ratios are based on projections prepared by SWSbank and Regional Australia Bank Group[1] as at 30 June 2026.

Impact on Minimum Liquidity Holdings (MLH) Liquidity Levels – Combined Entity

Upon the transfer of SWSbank's assets and liabilities to Regional Australia Bank, effective from the transfer date, it is estimated that the SWSbank assets and liabilities will have the following impact on the combined entity's MLH liquidity ratio.

MLH Liquidity	Regional Australia Bank Group[1]	SWSbank	Combined Entity
Actual MLH Liquidity Ratio: 30/06/2026	15.49%	26.44%	16.98%

These ratios are based on audited financial statements prepared by SWSbank and Regional Australia Bank Group[1] as at 30 June 2026.

MLH Liquidity	Regional Australia Bank Group[1] Projected	SWSbank Projected	Combined entity Projected
Projected MLH Liquidity Ratio: 30/06/2027	17.30%	21.45%	17.55%

These ratios are based on projections prepared by SWSbank and Regional Australia Bank Group[1] as at 30 June 2027.

The Regional Australia Bank Group[1] and SWSbank both operate a conservative liquidity portfolio that includes high-quality liquid assets such as physical cash, at-call cash balances, government and semi-government bonds, T-notes, along with MLH assets such as settlement provider cash deposits and Authorised Deposit Taking (ADI) debt securities.

This portfolio is managed for liquidity management purposes rather than as trading book. The merged entity will adhere to the current board minimum MLH ratio.

***Note[1]**: Regional Australia Bank's Group business represents the combination of Regional Australia Bank and Summerland Bank, which has been approved by Australian Prudential Regulation Authority (APRA) to merge on 1 July 2026.*

6.6 Outlook of Combined Entity

Regional Australia Bank is committed to improving member value through access to a sustainable, community based, ethical, mutually owned financial institution with the capability to provide competitive products, exceptional service, strategically located branches, distribution models and channels.

Regional Australia Bank will continue to pursue business opportunities to build a stronger financial institution that maintains long-term sustainability of banking services across a diverse range of communities and markets.

Regional Australia Bank holds an external credit rating with S&P Global. As Regional Australia Bank is the receiving entity for the transfer of business, this external credit rating will be maintained, and the regular review process with S&P Global will incorporate the transfer of business with SWSbank into the existing rating process.

6.7 Member Transactions

Both SWSbank and Regional Australia Bank will continue to use their current banking systems for some time after the effective transfer date. Management has no reason to believe that the existing transactions processed through the SWSbank system and Regional Australia Bank banking system will be affected after the transfer of business.

A comprehensive communications process will precede any changes, and all efforts will be made to minimise impact to members.

7 Attachment A – Deposit & Loan Products, Fees and Charges and Product & Services Comparison

Schedule 1 - Comparison of Products and Services		
	Regional Australia Bank	**SWSbank**
Savings Accounts	Yes – refer to Schedule 2	Yes – refer to Schedule 2
Term Deposits	Yes – refer to Schedule 2	Yes – refer to Schedule 2
Loan Accounts	Yes – refer to Schedule 2	Yes – refer to Schedule 2
Fees and Charges	Yes – refer to Schedule 3	Yes – refer to Schedule 3
Statements	Electronic or Paper Monthly to Half Yearly	Electronic or Paper Monthly to Half Yearly
Access, convenience & customer support		
Branch access	49	4
ATMs	39	0
Phone Support	✓	✓
Contact Hours	Mon – Fri: 8AM – 6PM Sat: 8:30AM – 12PM	Mon – Fri: 9AM – 5PM
Email Support	✓	✓
Internet Banking	✓	✓
Mobile Banking App	✓	✓
Bank @ Post	✓	x
Apple Pay	✓	✓
Google Pay	✓	✓
BPay	✓	✓
NPP/OSKO	✓	✓
Cheque Books	x (available at our discretion for new requests)	x
Counter Cheques	✓	x
Visa Debit Card	✓	✓
Visa Credit Card	✓	✓
Direct Entry	✓	✓
Direct Debits	✓	✓
Quick Debits	x	x
Merchant facility	✓ (Tyro)	x
Future Payments	✓	✓
Eftpos Card	x	x
Telephone Banking (IVR)	x	x
International payments	✓ (Online and In-Branch)	✓ (Inbound only)
International cash payments	✓ (Travelex)	✓ (Cash Passport)
Bank Feeds	✓ (XERO and BankLink)	✓ (XERO and BankLink)
Insurance Services (offered through third party provider)		
General Insurance – Domestic	x	x
General Insurance – Commercial and Rural	x	x
Debt Insurance	✓ (MLC)	x
Financial Planning Service (offered through third party provider)	x	✓

Schedule 2 - Comparison of Loans, Savings and Term Products

This schedule contains details of the loans, savings and investment products currently offered by both Regional Australia Bank and SWSbank. The loan and deposit interest rates quoted in the table are the respective institution's standard rates for each product type and current as of 1 September 2026. It is possible that some members holding the listed products may currently be paying (or receiving) interest at a rate different from that disclosed in the table.

Mortgage Loans		**Regional Australia Bank**									**SWSbank**								
Loan Purpose		Owner Occupied					Investment				Owner Occupied					Investment			
Loan to Value Ratio (LVR)		<60%	60-70%	70-80%	80-90%	>90%	<60%	60-70%	70-80%	80-90%	<60%	60-70%	70-80%	80-90%	>90%	<60%	60-70%	70-80%	80-90%
P&I	**Variable Rate – No offset**	5.89%	5.94%	6.04%	6.52%	6.94%	6.09%	6.14%	6.24%	6.83%	Not Applicable					Not Applicable			
	Variable Rate - Offset	6.10%	6.15%	6.25%	6.73%	7.15%	6.30%	6.35%	6.45%	7.04%	Not Applicable					Not Applicable			
	1 Year Fixed	6.20%	6.20%	6.20%	6.59%	6.95%	6.39%	6.39%	6.39%	6.86%	6.70%					6.70%			
	2 Years Fixed	6.22%	6.22%	6.22%	6.60%	6.97%	6.42%	6.42%	6.42%	6.88%	6.94%					6.94%			
	3 Years Fixed	5.99%	6.09%	6.09%	6.60%	6.97%	6.19%	6.24%	6.24%	6.88%	6.86%					6.94%			
	4 Years Fixed	6.39%	6.39%	6.54%	6.72%	7.09%	6.53%	6.63%	6.79%	6.99%	Not Applicable					Not Applicable			
	5 Years Fixed	6.52%	6.52%	6.67%	6.85%	7.22%	6.67%	6.76%	6.92%	7.12%	Not Applicable					Not Applicable			

Mortgage Loans		Regional Australia Bank									SWSbank								
Loan Purpose		Owner Occupied					Investment				Owner Occupied					Investment			
Loan to Value Ratio (LVR)		<60%	60-70%	70-80%	80-90%	>90%	<60%	60-70%	70-80%	80-90%	<60%	60-70%	70-80%	80-90%	>90%	<60% 60-70%	70-80%	80-90%	>90%
IO	Variable Rate – No offset	6.14%	6.19%	6.29%	6.77%	7.19%	6.09%	6.14%	6.24%	6.83%	Not Applicable					Not Applicable			
	Variable Rate - Offset	6.35%	6.40%	6.50%	6.98%	7.40%	6.30%	6.35%	6.45%	7.04%						6.40%			
	1 Year Fixed	6.39%	6.39%	6.39%	6.86%	-	6.45%	6.45%	6.45%	6.45%						Not Applicable			
	2 Years Fixed	6.42%	6.42%	6.42%	6.88%	-	6.47%	6.47%	6.47%	6.85%									
	3 Years Fixed	6.19%	6.24%	6.24%	6.88%	-	6.24%	6.34%	6.34%	6.85%									
	4 Years Fixed	6.53%	6.63%	6.79%	6.99%	-	6.64%	6.64%	6.79%	6.97%									
	5 Years Fixed	6.67%	6.76%	6.92%	7.12%	-	6.77%	6.77%	6.92%	7.10%									
Standard Variable Rate Home Loan		Not Applicable					Not Applicable				6.10%					6.40%			
Intro Discounted Home Loan		Not Applicable					Not Applicable				5.70%					6.00%			

Loan secured by vehicle	**Regional Australia Bank**	**SWSbank**
New vehicles	6.74% pa	From 5.79% pa
Used vehicles 1 to 3 years old	6.74% pa	From 5.79% pa
Used vehicles 4 to 5 years old	6.74% pa	8.50%
Used vehicles over 5 years	11.74% pa	8.50%
Minimum loan amount	$500 & above depending on product.	$1000
Maximum loan term	5 years or 7 years, depending on product.	5 years or 7 years, depending on product
Personal Loans	**Regional Australia Bank**	**SWSbank**
Interest rate – Standard	From 10.20%pa	From 8.50% pa
Minimum loan amount	$500 & $8000 depending on product	$500
Maximum loan term	5 years or 7 years	5 Years (Unsecured) 6 Years (Vehicle Secured) 15 Years (Residential Land Secured)
Eco/Environment Loans	**Regional Australia Bank**	**SWSbank**
Interest rate – Standard	7.20% pa	8.35% pa
Minimum loan amount	$500	$2000
Maximum loan term	5 years	5 Years
Standard Credit Card	**Regional Australia Bank**	**SWSbank**
Annual fee	$40.00	$30.00
Current Interest Rate	14.69%pa	13.45%pa
Minimum Amount ($)	$500	$500
Minimum Repayment	2.5% of balance or $20, whichever is greater	3% of balance or $20, whichever is greater
Interest Free Days	Up to 55 days	Up to 55 days
Rewards program available	Not available	Not available

Commercial Overdrafts	Regional Australia Bank	SWSbank
Variable rate	From 8.56% p.a.	From 12.50% p.a.
Minimum credit limit	$500	$1,000
Commercial Line of Credit	**Regional Australia Bank**	**SWSbank**
Interest rates	Subject to security type and credit assessment criteria	Not available
Minimum credit limit	$100,000	
Commercial Term Loans	**Regional Australia Bank**	**SWSbank**
Variable rate	From 8.56% p.a.	From 7.35% pa
1 years fixed	From 8.04% p.a.	Not available
2 years fixed	From 8.04% p.a.	
3 years fixed	From 8.20% p.a.	
4 years fixed	From 8.25% p.a.	
5 years fixed	From 8.30% p.a.	
Interest only period	Yes, period available is subject to credit assessment criteria	
Minimum application credit limit	$500	$3000
Maximum Term	Subject to security type and credit assessment criteria Residential up to 30 years Rural up to 20 years Commercial up to 15 years	(i) where it is unsecured or secured by a guarantee – 5 years; (ii) where it is secured by a Personal Property Securities Registration over a new vehicle – 7 years; (iii) where it is secured by a Personal Property Securities Registration over a used vehicle – 6 years; (iv) where it is secured by a registered mortgage or assigned savings deposits – 25 years;
Redraw	Yes - $500 minimum	Yes
Fee free additional repayments - fixed rate	No	No

SMSF Loans	**Regional Australia Bank**	**SWSbank**
Variable rate	From 9.19% p.a.	Not available
1 years fixed	From 10.00% p.a.	
2 years fixed	From 10.10% p.a.	
3 years fixed	From 10.20% p.a.	
4 years fixed	From 10.25% p.a.	
5 years fixed	From 10.30% p.a.	
Interest Only	No	
Minimum application credit limit	$100,000	
Maximum Term	Subject to security type and credit assessment criteria Residential up to 30 years Rural up to 20 years Commercial up to 15 years	
Redraw	No	
Equipment Finance	**Regional Australia Bank**	**SWSbank**
Fixed interest rate	From 6.74% p.a.	Not available
Minimum application credit limit	$500	Not available

Term Deposit Products

Both Regional Australia Bank and SWSbank offer a range of fixed term deposit products. Regional Australia Bank offers a minimum deposit amount of $1,000 and SWSbank offers a minimum deposit of $500. There is no maximum deposit amount. The interest rate on all fixed terms is set at the time of lodgement of the deposit, based on the amount deposited and the term of the investment. Interest is calculated daily of the range of term deposits offered by both organisations.

Regional Australia Bank			
Terms		**Rates (p.a.) Deposits $1,000 to $500,000**	
Days	**Months**	**Interest paid at maturity or annually**	**Interest paid fortnightly, monthly, quarterly or semi-annually**
30 - 59 days	1 month	1.10%	0.95%
60 - 89 days	2 months	1.35%	1.20%
90 - 119 days	3 months	3.50%	3.35%
120 - 149 days	4 months	4.65%	4.50%
150 – 179 days	5 months	4.70%	4.55%
180 - 209 days	6 months	4.90%	4.75%
210 - 269 days	7 - 8 months	5.00%	4.85%
270 – 364 days	9 – 11 months	5.10%	4.95%
365 - 544 days	12 - 17 months	5.25%	5.10%
545 - 729 days	18 - 23 months	5.00%	4.85%
730 - 1,094 days	24 - 35 months	4.70%	4.55%
1,095 - 1,459 days	36 - 47 months	4.20%	4.05%
1,460 - 1,824 days	48 - 59 months	3.60%	3.45%
1,825 - 1,827 days	60 months	3.65%	3.50%

SWSbank			
Months	**$500<$9,999**	**$10,000<$49,999**	**From $50,000**
3 months	3.35%	3.35%	3.35%
6 months	3.50%	3.50%	3.50%
9 months	3.65%	3.65%	3.65%
12 months	5.00%	5.00%	5.00%
24 months	4.80%	4.80%	4.80%

Regional Australia Bank												
	Interest Calculated	**Interest Rate**	**Interest Credited**	**Funds Available**	**Cheque Facility** See note 2	**Overdraft Facility** See note 2	**Visa Debit card**	**Internet /Phone**	**Branch**	**Direct Credit/ Debit**	**BPAY**	**OSKO**
Everyday (Transaction) Accounts												
S3 Community Partnership	MMB	0.00%pa	Annually	At call	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes
S50 Freedom Retirement	Daily	$0 to $2,000: 0.75%pa $2,000 to $50,000: 1.05%pa $50,000 to $250,000: 2.30%pa $250,000+: 2.75%pa Interest paid on portion of balance within each balance tier.	Monthly	At call	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Savings Accounts												
S40 Savings Booster	Daily	Base: 0.00%pa Bonus ($0-$250,000): 5.00%pa See note 3	Monthly	At Call	No	No	No	Yes	Yes	Credit	Yes	Yes
S31 Savings Account	Daily	Introductory (90 days): 5.25%pa Revert Rate (after 90 days): 3.25%pa	Monthly	At Call	No	No	No	Yes	Yes	Yes	Yes	Yes
S30 Internet Maximiser	Daily	3.25%pa	Monthly	At call	No	No	No	Yes	Yes	Yes	Yes	Yes

Regional Australia Bank												
Mortgage Overdraft Accounts												
S10 Mortgage Secured	MMB	0.00%p.a.	6 monthly	At call	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes
S11 Commercial Mortgage	MMB	0.00%p.a.	6 monthly	At call	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Business Accounts - specific												
S21 Real Estate Agents Trust	No interest is credited to this account. Interest is calculated but paid to the entities specified in relevant legislation.			At call	At our discretion	No	No	Balances only	Yes	Credit	No	Yes
S23 Solicitor's Trust; **S24 Statutory Trust**	No interest is credited to this account. Interest is calculated but paid to the entities specified in relevant legislation.			At call	At our discretion	No	No	Balances only	Yes	Credit	No	Yes
Mortgage Offset												
S77 Mortgage Offset Account **S78 Partnership Advantage Offset Account**	Daily	100% daily balance offset of linked mortgage.	Not available	At Call	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes

MMB = Minimum Monthly Balance

Note 1: All Savings accounts receive a statement. Debit interest is charged monthly on all savings accounts.

Note 2: All cheque and overdraft facilities are subject to approval.

Note 3: "Boosted" interest paid for each month in which a total of at least $100 is deposited (not including interest paid on the account) and no withdrawals are made. Boosted interest is only paid on the first $250,000. "Base" interest is paid where these conditions are not met. See Interest Rate Sheet for details of current rates.

SWSbank												
	Interest Calculated	**Interest Rate**	**Interest Credited**	**Funds Available**	**Cheque Facility**	**Overdraft Facility**	**Visa Debit card**	**Internet**	**Branch**	**Direct Credit/ Debit**	**BPAY**	**OSKO**
Everyday (Transaction) Accounts												
Everyday Account	Daily	0.01% p.a.	Annually on 30 June	At Call	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Teenager Account	Daily	2.00% p.a.	Annually on 30 June	At Call	No	No	Yes	Yes	Yes	Yes	Yes	Yes
Card Free Account	Daily	0.01% p.a.	Annually on 30 June	At Call	No	No	No	Yes	Yes	Yes	Yes	Yes
Budget Account	Daily	0.01% p.a.	Annually on 30 June	At Call	No	No	No	Yes	Yes	Yes	Yes	Yes
Goal Account	Daily	0.25% p.a.	Annually on 30 June	At Call	No	No	No	Yes	Yes	Yes	Yes	Yes
Savings Accounts												
Christmas Club Account	Daily	0.75% *See note 4*	Annually on 30 November	From 1 December	No	No	No	Yes	Yes	Credit	No	Credits only
Online Saver Account	Daily	2.00% *See note 5*	Annually on 30 June	At Call	No	No	No	Yes	No	Credit	Yes	Yes
Superannuation Account	Daily	2.00%	Annually on 30 June	At Call	No	No	No	Yes	Yes	Yes	Yes	Yes
Junior Account	Daily	1.50% p.a.	Annually on 30 June	At Call	No	No	No	Yes	Yes	Yes	Yes	Yes
Mortgage Offset												
Offset Account	Daily	100% daily balance offset of linked mortgage.	Not applicable	At Call	No	No	No	Yes	Yes	Yes	Yes	Yes

Note 4: The funds will be transferred to your savings account on maturity (30 November). We do not allow withdrawals from the Christmas Club account. If you do require the funds prior to maturity the facility must be closed. After maturity the Christmas Club account can be re-opened.

Note 5: Online access account. Over the counter transactions are allowed however a Staff Assisted Transaction Fee will be incurred per in branch transaction. Refer to our Schedule of Fees, Charges & Transaction Limits for more information.

Schedule 3 - Comparison of Fees and Charges

Note: *This schedule is intended to provide a reasonable comparison of the fee structures of each respective institution. Not all of the fees are included – detailed listings of all fees are available on respective institution's web site at –* ***www.regionalaustraliabank.com.au*** *or* ***www.swsbank.com.au****.*

<table>
<tr><th colspan="2">Fee type</th><th>Regional Australia Bank</th><th>SWSbank</th></tr>
<tr><td rowspan="3">Membership Fees</td><td>Membership Share</td><td>$1 Share purchase – refunded on closure of membership</td><td>SWSbank issues callable preference shares to each member upon joining in accordance with the constitution. Members do not pay upfront for a member share in SWSbank. Cash is only callable as and when it might be required by the Corporations Act 2001 (Cth).</td></tr>
<tr><td>Access Fee</td><td>Not applicable</td><td>Not applicable</td></tr>
<tr><td>Additional Business Account fee</td><td>Not applicable</td><td>Not applicable</td></tr>
<tr><td>Transaction Fees</td><td>Excess transaction fees – per month</td><td>Not applicable</td><td>Relationship Balance & Free Transactions (Summary):

Relationship balance = total savings, loans, and investments within membership (calculated monthly on opening balance).
Members with balances over $3,000 receive tiered free transaction limits based on balance bands.
Long-standing members (>15 years) receive +5 additional free transactions per month.
Members under 18 receive up to 30 free transactions monthly.
Excess Transaction Fee applies once free transactions are used.
Unused free transactions do not roll over.

<table>
<tr><th>Relationship Balance</th><th>Number of Free Transactions</th><th>Long Standing Members (>15 years) Free Transactions</th></tr>
<tr><td>$0 – $3,000</td><td>10</td><td>15</td></tr>
<tr><td>$3,001 - $5,000</td><td>12</td><td>17</td></tr>
<tr><td>$5,001 - $8,000</td><td>16</td><td>21</td></tr>
<tr><td>$8,001 - $20,000</td><td>20</td><td>25</td></tr>
<tr><td>$20,001 - $50,000</td><td>30</td><td>35</td></tr>
<tr><td>$50,001 - $80,000</td><td>40</td><td>45</td></tr>
<tr><td>$80,001 and greater</td><td>50</td><td>55</td></tr>
</table>
</td></tr>
</table>

Fee type		Regional Australia Bank	SWSbank
Transaction Fees (cont)	**Bank@Post Fees**	Free	Not Applicable
	ATM – Non-owned machine	Free - Direct charge via the ATM owner may apply	Free - Direct charge via the ATM owner may apply
	Cheque deposits	10 fee free per month, then $0.50 per deposit	Not Applicable
	Counter / Corporate cheque	$11.00 per cheque	Not Applicable
	Member cheque withdrawals	$0.80 per cheque leaf collected immediately upon ordering Cheque book. 50 leaf books will cost $40.00	Not Applicable
	Over the Counter transaction	Free	$1.00 per excess transaction
	Periodical Payments	Free	Free
	Overseas ATM Fee	Free	Free
	Currency Conversion Fee	3%	Visa Debit 3%, Visa Credit 1.5%

Fee type		Regional Australia Bank	SWSbank
Exception fees	**Cheque deposit dishonour**	$12.50	Not Applicable
	Dishonoured Member Cheque	$12.50	Not Applicable
	Direct debit dishonour fee	$5.00	$15.00
	Dishonoured Quick Debit	Not applicable	Not applicable
	Dormant / Inactive account	Inactive: $10 when membership becomes inactive and in each subsequent twelve-month period where no transactions are conducted. Dormant: $15 if no member generated activity for a period of 7 years.	Dormant: $10 per year after the account has been inactive for 24 months.
	Honour Fee - Member cheque	$3.50	Not applicable
	Honour Fee – Direct Debit	$3.50	Not applicable
	Insufficient Funds - Require transfer from related account	Not applicable	Not applicable
	Interest on Over Limit Balances	19.99%pa, being 3% above the Standard Overdraft Rate (16.99%pa) or 3% above an existing overdraft rate applicable on the account.	Not applicable

Fee type		Regional Australia Bank	SWSbank
Loan Establishment /Assessment Fees – Consumer Mortgage	**Loan Package/Annual fee**	Not Applicable	Not Applicable
	Mortgage Preparation/Legal Fees	Not Applicable	At cost
	Establishment Fee	Not Applicable	Not Applicable
	Settlement Fee	$225	Not Applicable
	Security registration	At cost	At cost
	Security variation	At cost	At cost
	Restructure/Switch Fee/Contract Variation & Consent	$200	Not Applicable
	Title Search	At cost	At cost
	Top Up Fees	$195	Not Applicable
	Valuation (if required)	At cost	From $132.00
	Temp Overdraft Approval	$90	Not Applicable
	Guarantee security	Nil	Nil
	Discharge Mortgage	$395	At cost
	Fixed Rate Lock Fee	Not Applicable	Not Applicable

Fee type		Regional Australia Bank	SWSbank
Loan Establishment Fees – Personal	**Approval Fee**	$195	N/A
	Establishment Fee	N/A	N/A
	PPSR Registration & Discharge	At Cost	At Cost
	Variation of security	At Cost (PPSR Registration/Discharge)	At Cost (PPSR Registration/Discharge)
	Contract Variation	N/A	N/A
	Monthly Loan Administration Fee	N/A	N/A
Credit Card and Overdraft Fees - Consumer	**Unsecured Overdraft Approval**	$150.00	N/A
	Establishment Fee	N/A	N/A
	Overdraft Monthly Service fee	Nil	Nil
	Credit Card Annual Fee	$40	$30
	Cash Advance Fee	Nil	Nil
	Currency Conversion Fee	3% of transaction value	Visa Debit (Overdraft) 3% of transaction value, Visa Credit 1.5% of transaction value.
Loan Fees Other	**Loan enforcement fees / expenses**	• SMS Reminder – Nil • Later Payment Notice Fee - $20 • Default Notice Fee - $30	

<table>
<tr><th colspan="2">Type</th><th>Regional Australia Bank</th><th>SWSbank</th></tr>
<tr><td rowspan="10">Loan Establishment Fees – Commercial Overdraft</td><td>Approval Fee</td><td>Commercial Loan fees can be tailored on a case-by-case basis. Fee guidance as follows
Commercial credit limits
Up to $100,000 = $250
Over $100,000 = 0.25% of the loan amount</td><td rowspan="14">For commercial lending, fees are aligned with the underlying purpose and security type rather than maintained as a separate, standalone commercial fee schedule. This means commercial facilities are charged according to the standard lending fee structures already published for personal or secured loans.

<table><tr><th>Facility Type / Security</th><th>Applicable Fee Structure</th></tr><tr><td>Unsecured facility</td><td>Standard personal lending fees</td></tr></table></td></tr>
<tr><td>Top up fee</td><td>$200</td></tr>
<tr><td>Valuation fees</td><td>At cost</td></tr>
<tr><td>State Land Title Office Registration fees</td><td>At cost</td></tr>
<tr><td>PEXA Settlement fee</td><td>At cost</td></tr>
<tr><td>External Agent Settlement fee</td><td>$110</td></tr>
<tr><td>Title Search & Final Search (per title)</td><td>$14.11</td></tr>
<tr><td>Company Search (per search)</td><td>$31.22</td></tr>
<tr><td>PPSR (per registration)</td><td>$140</td></tr>
<tr><td>Guarantee fee</td><td>-</td></tr>
<tr><td rowspan="3">Other loan fees – Overdraft</td><td>Account service fee</td><td>$0</td></tr>
<tr><td>Arrears</td><td>3% Interest rate premium</td></tr>
<tr><td>Contract variation and consent</td><td>-</td></tr>
<tr><td>Discharge loan fees – Overdraft</td><td>Discharge of mortgage preparation fee</td><td>$250</td></tr>
</table>

Fee type		Regional Australia Bank	SWSbank
Loan Establishment Fees – Commercial Line of Credit	**Approval Fee**	Commercial Loan fees can be tailored on a case-by-case basis. Fee guidance as follows Commercial credit limits Up to $100,000 = $250 Over $100,000 = 0.25% of the loan amount	Not Applicable
	Top up fee	$200	
	Valuation fees	At cost	
	State Land Title Office Registration fees	At cost	
	PEXA Settlement fee	At cost	
	External Agent Settlement fee	$110	
	Title Search & Final Search (per title)	$14.11	
	Company Search (per search)	$31.22	
	PPSR (per registration)	$140	
Other loan fees – Commercial Line of Credit	**Account service fee**	$0	
	Line fee	Line fee can be tailored on a case-by-case basis Guide 0.50% to 1.00%	
	Arrears	3% Interest rate premium	
Discharge loan fees – Commercial Line of Credit	**Discharge of mortgage preparation fee**	$250	

<table>
<tr><th colspan="2">Fee type</th><th>Regional Australia Bank</th><th>SWSbank</th></tr>
<tr><td rowspan="11">Loan Establishment Fees – Commercial term loans</td><td>Approval Fee</td><td>Commercial Loan fees can be tailored on a case-by-case basis. Fee guidance as follows
Commercial credit limits
Up to $100,000 = $250
Over $100,000 = 0.25% of the loan amount</td><td rowspan="11">For commercial lending, fees are aligned with the underlying purpose and security type rather than maintained as a separate, standalone commercial fee schedule. This means commercial facilities are charged according to the standard lending fee structures already published for personal or secured loans.
<table><tr><th>Facility Type / Security</th><th>Applicable Fee Structure</th></tr><tr><td>Motor vehicle-secured</td><td>Standard car loan fees</td></tr><tr><td>Residential property-secured</td><td>Standard mortgage-related fees</td></tr><tr><td>Unsecured facility</td><td>Standard personal lending fees</td></tr></table></td></tr>
<tr><td>Top up fee</td><td>$200</td></tr>
<tr><td>Valuation fees</td><td>At cost</td></tr>
<tr><td>State Land Title Office Registration fees</td><td>At cost</td></tr>
<tr><td>PEXA Settlement fee</td><td>At cost</td></tr>
<tr><td>External Agent Settlement fee</td><td>$110</td></tr>
<tr><td>Title Search & Final Search (per title)</td><td>$14.11</td></tr>
<tr><td>Company Search (per search)</td><td>$31.22</td></tr>
<tr><td>PPSR (per registration)</td><td>$140</td></tr>
<tr><td>Other third party</td><td>Other third-party fees can apply depending on the reason for finance.</td></tr>
<tr><td>Guarantee fee</td><td>-</td></tr>
</table>

<table>
<tr><th colspan="2">Fee type</th><th>Regional Australia Bank</th><th>SWSbank</th></tr>
<tr><td rowspan="5">Other loan fees – Commercial term loans</td><td>Account service fee</td><td>$0</td><td rowspan="6">For commercial lending, fees are aligned with the underlying purpose and security type rather than maintained as a separate, standalone commercial fee schedule. This means commercial facilities are charged according to the standard lending fee structures already published for personal or secured loans.

<table><tr><th>Facility Type / Security</th><th>Applicable Fee Structure</th></tr><tr><td>Motor vehicle-secured</td><td>Standard car loan fees</td></tr><tr><td>Residential property-secured</td><td>Standard mortgage-related fees</td></tr><tr><td>Unsecured facility</td><td>Standard personal lending fees</td></tr></table></td></tr>
<tr><td>Redraw fee</td><td>$0</td></tr>
<tr><td>Early Repayment Fee – Fixed rate loans</td><td>Calculated

Calculation of Early Repayment Fee (ERF)
The ERF will be calculated using the following steps:
1. The proportion of your loan balance that is being repaid subject to ERF will be calculated as: (Repayment – Tolerance) / Balance. This proportion is calculated as a percentage to two decimal places.
2. The Bank’s loss if you fully repaid your current loan balance will be calculated as: Balance x Years x (Rate0 – Rate1)
3. An offset based on your scheduled future loan repayments will be calculated as: Instalment x N x (Rate0 – Rate1) x Years / 2
4. Your ERF will be calculated as: Proportion (1) x [Amount (2) – Amount (3)] The ERF cannot be less than zero.</td></tr>
<tr><td>Arrears</td><td>3% Interest rate premium</td></tr>
<tr><td>Contract variation and consent</td><td>-</td></tr>
<tr><td>Discharge loan fees – Commercial term loans</td><td>Discharge of mortgage preparation fee</td><td>$250</td></tr>
</table>

Fee type		Regional Australia Bank	SWSbank
Loan Establishment Fees – SMSF	**Approval Fee**	Commercial Loan fees can be tailored on a case-by-case basis. Fee guidance as follows $1,500	Not Applicable
	Valuation fees	At cost	
	State Land Title Office Registration fees	At cost	
	PEXA Settlement fee	At cost	
	External Agent Settlement fee	$110	
	Title Search & Final Search (per title)	$14.11	
	Company Search (per search)	$31.22	
	PPSR (per registration)	$140	
Other loan fees – SMSF	**Account service fee**	$0	
	Early Repayment Fee – Fixed rate loans	Calculation of Early Repayment Fee (ERF) The ERF will be calculated using the following steps: 1. The proportion of your loan balance that is being repaid subject to ERF will be calculated as: (Repayment – Tolerance) / Balance. This proportion is calculated as a percentage to two decimal places. 2. The Bank's loss if you fully repaid your current loan balance will be calculated as: Balance x Years x (Rate0 – Rate1) 3. An offset based on your scheduled future loan repayments will be calculated as: Instalment x N x (Rate0 – Rate1) x Years / 2 4. Your ERF will be calculated as: Proportion (1) x [Amount (2) – Amount (3)] The ERF cannot be less than zero.	
	Arrears	Interest rate premium	
Discharge loan fees – SMSF	**Discharge of mortgage preparation fee**	$250	

Fee type		Regional Australia Bank	SWSbank
Loan Establishment Fees – Equipment Finance	**Approval Fee**	Commercial Loan fees can be tailored on a case-by-case basis. Fee guidance as follows Commercial credit limits Up to $100,000 = $250 Over $100,000 = 0.25% of the loan amount	Not available
	Valuation fees	At cost	
	PEXA Settlement fee	At cost	
	Title Search & Final Search (per title)	$14.11	
	Company Search (per search)	$31.22	
	PPSR (per registration)	$140	
Other loan fees – Equipment Finance	**Account service fee**	$0	
	Early Repayment Fee – Fixed rate loans	Calculated Calculation of Early Repayment Fee (ERF) The ERF will be calculated using the following steps: 1. The proportion of your loan balance that is being repaid subject to ERF will be calculated as: (Repayment – Tolerance) / Balance. This proportion is calculated as a percentage to two decimal places. 2. The Bank's loss if you fully repaid your current loan balance will be calculated as: Balance x Years x (Rate0 – Rate1) 3. An offset based on your scheduled future loan repayments will be calculated as: Instalment x N x (Rate0 – Rate1) x Years / 2 4. Your ERF will be calculated as: Proportion (1) x [Amount (2) – Amount (3)] The ERF cannot be less than zero.	

8 Attachment B – Material Differences in Member Rights and Liabilities between South West Slopes Credit Union Ltd and Regional Australia Bank Ltd Constitutions

Rights Under the Regional Australia Bank Ltd Constitution (version 20 November 2025) and South West Slopes Credit Union Ltd Constitution (version 10 November 2022)

Mutuality and Membership	
Regional Australia Bank Constitution	**SWSbank Constitution**
Principles of Mutuality The Principles of Mutuality in the Preamble are enforced via the Mutuality Protection Rule [Preamble and Appendix 4]. **Objects and Limit on Powers** The Company is intended to be an MCI mutual entity [Rule 2.2]. **Delegation to Admit Members** The Board can delegate the power to admit members to officers [Rule 3.2]. **Termination of Membership** The Board can delegate the power to terminate members to the Chief Executive Officer, but no power to further delegate [Rule 4.5]. **Mutuality Protection Rule** The Principles of Mutuality are protected at [Appendix 4] with a demutualisation resolution that requires no less than 25% of members to vote and no less than 75% approval of those votes on the resolution [Appendix A4-4(1)].	**Principles of Mutuality** The Principles of Mutuality in the Preamble are enforced via the Demutualisation Rule [Preamble and Appendix 6]. **Objects and Limit on Powers** The Company is intended to be an MCI mutual entity [Rule 1.6]. **Delegation to Admit Members** The Board can delegate the power to admit members [Rule3.2]. **Termination of Membership** The Board may terminate members [Rule 4.3]. **Demutualisation Rule** The Principles of Mutuality are protected at [Appendix 6] with a demutualisation resolution that requires no less than 25% of members to vote and no less than 75% approval of those votes on the resolution [Appendix A6-4(1)].
Shares	
Regional Australia Bank Constitution	**SWSbank Constitution**
Subscription Price $10.00 prior to 29 November 2017 and $1.00 after 29 November 2017. Minors 20% of subscription price prior to 29 November 2017 and $1.00 after 29 November 2017. **Classes of Shares** Member shares, Tier 1* shares (including Member Equity Investment (MEI) shares) and Mutual Capital Instrument (MCI) shares [Rule 5.1 and Appendix 1]. The Board has power to issue Tier 1(including MEI) shares [Appendix 1-8] and MCI shares [Rule 5.1 and Appendix 1] in the future if deemed necessary. *There are no Tier 1, MEI or MCI shares currently on issue. Tier 1 and MCI shares rank behind member shares for repayment of capital on a winding up.	**Subscription Price** $10.00 prior to 12 November 2021 and a wholly unpaid callable $10.00 member share at issue after 12 November 2021. **Classes of Shares** Member shares and Mutual Capital Instrument (MCI) shares [Rule 5.1]. The Board has power to issue Mutual Capital Instrument (MCI) shares [Rule 5.2] in the future if deemed necessary. There are no MCI shares currently on issue. MCI shares rank behind member shares for repayment of capital on a winding up.

Rights Attaching to Shares	
Regional Australia Bank Constitution	**SWSbank Constitution**
Dividends The Board may determine that dividends can be paid on all classes of shares to which a right to receive dividends is attached. Differential dividends can be paid but no interest is payable. There is no right to dividends attaching to Member shares. The Tier 1 shares carry a right to participate in dividends as specified in the terms of issue [Division 7 and Appendix 1, Clause A1-11]. **Redemption of Member shares** On redemption the subscription price is payable less any amount unpaid on the member share. [Appendix 1, Clause A1-5(2)]. **Winding Up** The members may participate equally in any surplus assets [Appendix 1, Clause A1-4(2)]. Entitlements of holders of member shares are subject to any preferred entitlement to payment on a winding up that holders of any other class of share may have [Appendix 1, clause A1-4(4)].	**Dividends** The Board may determine that dividends can be paid on shares to which a right to receive dividends is attached. Differential dividends can be paid but no interest is payable. There is no right to dividends attaching to Member shares [Division 7]. **Redemption of Member shares** On redemption the subscription price is payable less any amount unpaid on the member share. [Appendix 3, Clause A3-5(2)]. **Winding Up** The members may participate equally in any surplus assets [Appendix 3, Clause 3-4(2)] Entitlements of holders of member shares are subject to any preferred entitlement to payment on a winding up that holders of any other class of share may have [Appendix 3, clause A3-4(4)].

General Meetings	
Regional Australia Bank Constitution	**SWSbank Constitution**
Calling Members Meetings The Board may call a general meeting. Members may call a general meeting in accordance with the *Corporations Act* [Rule 11.1]. **Voting Rights** Each member (other than a minor) has one (1) vote regardless of the number of member shares held [Appendix A1-3(2)]. For Joint members, only the primary joint member is entitled to vote on behalf of the joint member [Rule 3.3(3)] **Quorum** 15 members present in person and / or through an electronic meeting system [Rule 11.3(1)]. **Voting at General Meetings** Use of a direct voting is permitted. A resolution put to the vote at a general meeting must be decided on a show of hands of the members or voting MCI holders present and entitled to vote unless a poll is demanded [Rule 12.1 & 12.2]. **Election of member Elected Directors** Election of directors by ballot, electronic meeting or direct vote by [Rule 12.8 and Appendix 3]: 1. Call for nominations not less than 56 days before AGM; 2. Nominations close at least 21 days after call for nominations; and **3.** Conduct ballot and announcement of directors at AGM.	**Calling Members Meetings** The Board may call a general meeting [Rule 11.1] **Voting Rights** Each member (other than a minor) has one (1) vote regardless of the number of member shares held [Appendix A3-3(2)]. For Joint members, only the primary joint member is entitled to vote on behalf of the joint member [Rule 3.3(3)] **Quorum** 10 members present in person [Rule 11.3(1)]. **Voting at General Meetings** Use of direct voting is permitted. A resolution put to the vote at a general meeting must be decided on a show of hands of the members or voting MCI holders present and entitled to vote unless a poll is demanded [Rule 12.1, 12.2 & 12.7]. **Election of member Elected Directors** Election of directors by ballot [Appendix 5] by: 1. Call for nominations not less than 56 days before AGM; 2. Nominations close at least 21 days after call for nominations; and 3. Announcement of directors at AGM.

Directors	
Regional Australia Bank Constitution	**SWSbank Constitution**
Number of Directors Minimum number of 5, or such greater number as the board may determine from time to time [Rule 13.1]. **Appointment of Directors by the Board** The board may appoint directors provided that the majority are appointed by the members [Rule 13.4(1)]. Term of office of a director appointed or re-appointed by the board to be no longer than 3 years. The board may reappoint a person as a director for another term [Rule 13.4(4)] **Eligibility to be a Director** Must be a member, has not been disqualified by law and deemed to be a fit and proper person [Rule 13.2] **Remuneration** The board may determine director's remuneration in accordance with the *Corporations Act* [Rule 17.1]	**Number of Directors** Minimum number of 5, or such greater number as the board may determine from time to time [Rule 13.1]. **Appointment of Directors by the Board** The board may appoint a person as a board appointed director [Rule 13.4(1)] provided there are no more than 3 [Rule 13.1(b)]. Term of office of a director appointed by the board to be no longer than 3 years. [Rule 13.4(3)]. **Eligibility to be a Director** Must be a member, has not been disqualified by law and deemed to be a fit and proper person [Rule 13.2]. **Remuneration** The board may determine director's remuneration [Rule 17.1], so long as it does not exceed the aggregate amount of the preceding year by more than 10% without the approval by resolution of members [Rule 17.1(2)].

9 Attachment C – Assurances from the South West Slopes Credit Union Ltd Board

Assurances from the South West Slopes Credit Union Ltd Board

The Board of South West Slopes Credit Union Ltd ABN 80 087 650 673 (SWSbank) gives the following assurances:

1. Transfer of Shares and Compliance with section 606 and Chapter 6 of the *Corporations Act 2001* (Cth)

The voluntary total transfer of business of South West Slopes Credit Union Ltd to Regional Australia Bank Ltd ABN 21 087 650 360 (Regional Australia Bank) does not involve the transfer of shares to Regional Australia Bank that would entitle Regional Australia Bank to greater than 20% of any class of voting shares in any listed company, or unlisted company with more than 50 members, in breach of any restriction on acquisition of such voting shares under section 606 of the *Corporations Act* 2001 (Cth).

The total transfer of business does not result in the transfer of any shares that would otherwise be subject to Chapter 6 of the *Corporations Act* 2001 (Cth).

2. Transfer of Relief

Apart from the class exemptions issued by ASIC in October 2000 pursuant to sections 26(1) and 30(2) of Schedule 4 of the *Corporations Act 2001* (Cth) in relation to the adoption by a credit union of a new Constitution, SWSbank does not have the benefit of any relief or exemptions:

(a) that ASIC has granted; or

(b) in relation to any of the responsibilities ASIC has assumed since 30 June 1999, that any of ASIC’s predecessor regulators have granted.

The transfer of business does not involve the transfer of the benefit of any such relief or exemptions.

3. Deregistration of South West Slopes Credit Union Ltd

The directors of South West Slopes Credit Union Ltd will apply for deregistration of South West Slopes Credit Union Ltd as a company after its final accounts and taxation returns are prepared and lodged. There will be no surplus funds in South West Slopes Credit Union Ltd to be passed to Regional Australia Bank following the transfer as the transfer is a voluntary total transfer of business. Regional Australia Bank will pay all costs associated with deregistering South West Slopes Credit Union Ltd.

4. Cancellation of South West Slopes Credit Union Ltd Australian Financial Services Licence & Australian Credit Licence

Pursuant to the section 20 Statement, when the Certificate of Transfer comes into force South West Slopes Credit Union Ltd will lodge an application with ASIC to cancel both the Australian Financial Services Licence and Australian Credit Licence. South West Slopes Credit Union Ltd will notify ASIC when the Certificate of Transfer comes into force.

Prior to the Certificate of Transfer coming into force, South West Slopes Credit Union Ltd will notify the Australian Financial Complaints Authority of the transfer of business.

ASIC will be requested to update the subscriber list to the ePayments Code once the certificate of transfer comes into effect.

Regional Australia Bank has all relevant authorisations under its Australian Financial Services Licence and its Australian Credit Licence to provide the financial services, and to undertake the credit activity, SWSbank provided to its members.

5. Financial Statements

South West Slopes Credit Union Ltd's directors will arrange for its financial statements relating to the period prior to transfer to be signed and lodged with ASIC after the transfer. Regional Australia Bank is bound by the section 20 Statement to pay all costs associated with the preparation and lodgement of the financial statements.

6. Security Agreements

All security agreements and security interests within the meaning of the *Personal Property Securities Act 2009* (Cth) registered, or unregistered, in favour of South West Slopes Credit Union Ltd will transfer to Regional Australia Bank, as the successor in law of South West Slopes Credit Union Ltd, when the Certificate of Transfer comes into force.

The liabilities secured by all security agreements and security interests granted by South West Slopes Credit Union Ltd will become liabilities of Regional Australia Bank, as the successor in law of South West Slopes Credit Union Ltd, when the Certificate of Transfer comes into force.

Where appropriate or necessary, Regional Australia Bank will make arrangements for security agreements or security interests to be discharged after the Certificate of Transfer comes into force and arrangements for the granting of a security interest by Regional Australia Bank to a secured party.

These assurances are certified as a true extract of the resolutions passed by the Board of South West Slopes Credit Union Ltd on 26 March 2026.

Allan Stuart
Board Chair
South West Slopes Credit Union Ltd.

Additional Information – Frequently Asked Questions (FAQ's)

1. **Will my branch close?**
No, there will be no branch closures. In fact, the proposed transfer of business presents a significantly expanded branch network, with a combined 54 branches around regional NSW.

2. **Will staff change?**
There are no plans for forced redundancies. The staff you know and trust will continue to support you in your local branches.

3. **What will the transfer of business mean for my products and banking services?**
Your existing accounts and banking arrangements will continue following the transfer of business, and we do not expect any significant changes to the way you bank with us. The transfer of business is expected to provide members with access to a broader range of products, services, channels and banking capabilities over time. As Regional Australia Bank and SWSbank are integrated, there will be opportunities to enhance, simplify or align products and services for the benefit of members and the combined organisation. If any changes are made in the future, they will be communicated well in advance and implemented in accordance with applicable terms and conditions.

4. **Will the bank's name change?**
At this stage, it is proposed that the merged organisation will continue to operate under both Regional Australia Bank and SWSbank brands in their respective locations. It is expected to consolidate brands to the Regional Australia Bank name within a reasonable timeframe after the effective transfer date.

5. **How will this affect my accounts?**
Your accounts will remain the same after the transfer of business. Even though SWSbank and Regional Australia Bank operate the same core banking system, those systems will be integrated sometime after the transfer of business. At that time there may be a chance that some member numbers may change, particularly, if there is any duplication between both systems. Once this is known we will communicate with affected members.

6. **When will the transfer of business take effect?**
The transfer is anticipated to commence on 1 April 2027, pending approval from the Australian Prudential Regulation Authority (APRA) and the SWSbank member vote.

7. **How can members have their say in this decision?**
Members will be asked to vote on the proposed transfer of business at the SWSbank 2026 Annual General Meeting. Members right to vote is critical in having a say about the future of the bank and that member support will help ensure a stronger, more sustainable future for banking in regional Australia.

8. **How can I stay Informed?**
Members will be kept updated through our website, emails, and branch communications.

9. **Why is the transfer of business occurring?**
Regional Australia Bank and SWSbank are both strong, successful organisations. The proposed transfer of business is a proactive step to combine both banks strengths and to ensure long term value for members. The transfer of business is also focused on maintaining a strong banking presence in regional Australia in a rapidly changing financial landscape.

regional australia bank

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SWSbank

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