

MEDIA RELEASE
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CUSTODY SECTOR CONTINUES MARCH ABOVE \$3 TRILLION MILESTONE: NEW ACSA STATS

Sydney, AUSTRALIA – New statistics released today by the Australian Custodial Services Association (ACSA) showed that the amount of total assets under custody grew by a solid 6.4 per cent in the first half of 2017.

Consistent with the growth in total assets under custody, the amount of overseas client investment into Australia (assets held in sub-custody arrangements) grew by 5.7% over the first half of 2017. This figure reflects the growing attractiveness of Australia as an investment destination for foreign asset owners.

The new figures represent continuing growth from the second half of 2016, when total assets under custody (AUC) crossed the \$3 trillion milestone for the first time.

ACSA publishes industry statistics twice a year to provide insights into financial market conditions, asset shifts and major asset servicing mandate wins and losses.

J.P. Morgan remained the largest overall provider in the Australian custody market for the third time running, followed by NAB Asset Servicing, BNP Paribas, State Street and Citigroup.

Rank	Provider	31-Dec-16	30-Jun-17	% change
1	J.P. Morgan	624.04	640.74	2.7%
2	NAB Asset Servicing	513.00	534.00	4.1%
3	BNP Paribas	472.00	510.00	8.1%
4	State Street	397.04	434.39	9.4%
5	Citigroup	393.00	418.97	6.6%
6	Northern Trust	334.00	360.00	7.8%
7	HSBC Bank	166.57	178.89	7.4%
8	RBC Investor and Treasury Services	87.32	96.72	10.8%
9	Ausmaq	41.44	45.20	9.1%
10	Netwealth	10.90	14.30	31.2%
11	BNY Mellon	5.97	5.97	0.0%
	Total	3113.78	3239.18	6.4%

Source: Australian Custodial Services Association

HSBC remained the largest sub-custody service provider in the Australian market, followed by J.P. Morgan and Citigroup.

Rank	Provider	31-Dec-16	30-Jun-17	% change
1	HSBC Bank	969.69	1045.63	7.8%
2	J.P. Morgan	176.47	187.82	6.4%
3	Citigroup	130.00	136.20	4.8%
4	BNP Paribas	10.90	11.90	9.2%
5	NAB Asset Servicing	31.00	11.00	-64.5%
6	State Street	1.78	1.88	5.6%
Total		1319.8	1394.4	5.7%

Source: Australian Custodial Services Association

ACSA Chair, Mr David Knights, said the total assets under custody grew by 6.4 per cent for the first six months of 2017 to \$3.2 trillion. This change has been fuelled by a 7.1 per cent growth in domestic assets held for Australian investors, out-pacing foreign investment growth, which stood at 5 per cent for the survey period.

“Growth in Australian settlement transaction volumes was up 8.1 per cent for the period, whilst unlisted unit trust registry transaction volumes declined by 14.5 per cent, possibly reflecting a shift into domestic listed asset classes,” Mr Knights said.

“Looking forward for the sector, both the implementation of Attributed Managed Investment Trust Regime and the commencement of the Asian Funds Passport will drive foreign investment growth in the Australian market,” Mr Knights concluded.

A full copy of the statistics can be found at: <http://acsa.com.au/?page=IndustryStatistics>

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About the Australian Custodial Services Association (ACSA)

Established in 1994, the Australian Custodial Services Association Limited (ACSA) is a company limited by guarantee and was set up to represent the interests of the custodial and asset administration industry in Australia. ACSA currently represents members holding securities in excess of \$3.2 trillion in custody and under administration (as at 30 June 2017), and employing more than 4,000 people. For further information on ACSA please go to www.acsa.com.au