

Traditional Credit Union (the “Credit Union”), as an Authorised Deposit-Taking Institution (ADI), is regulated by the Australian Prudential Regulatory Authority (APRA). APRA is the prudential regulator of the Australian financial services industry. The fundamental role of APRA is to ensure the stability of the financial industry, primarily through the establishment and enforcement of prudential standards.

This report has been prepared by the Credit Union to meet its disclosure requirements under the APRA Prudential Standard (APS) 330 Capital Adequacy: Public Disclosure of Prudential Information. Under APS 330, the Credit Union is required to disclose information about its capital and risk exposure. These disclosures show the assets of Credit Union, their appropriate risk weighing and the capital base. Capital Adequacy is calculated as total regulatory capital base divided by risk weighted assets.

The Credit Union is using post January 2018 capital disclosure template because it is fully applying the Basel III regulatory adjustments as implemented by APRA.

Table 1: Capital Adequacy

	31-Dec-17
Capital Structure	
• Gross Tier 1 Capital	\$4,666,178
• Total Deductions from Tier 1 Capital	646,738
Net Tier 1 Capital and Total Capital base	\$4,019,440
Total Risk Weighted Exposures	\$3,045,799
Net Tier 1 Capital and Regulatory Ratio	131.97%

	30-Sep-17
Capital Structure	
• Gross Tier 1 Capital	\$4,404,494
• Total Deductions from Tier 1 Capital	655,801
Net Tier 1 Capital and Total Capital base	\$3,748,693
Total Risk Weighted Exposures	\$2,871,867
Net Tier 1 Capital and Regulatory Ratio	130.53%

Table 2: Credit Risk

As at 31 December 2017	Gross Exposures	Risk Weighted Value	Impaired Facilities	Past Due 90 Days	Specific Provisions	Charge for Specific Provisions and Write-Offs During the Period
Cash Items	\$605,682	\$0				
Deposits in highly rated ADIs	\$7,128,722	\$1,425,744				
Deposits in unrated ADIs	\$2,171,067	\$434,213				
Loans and Advances	\$179,623	\$109,439	\$70,185	\$39,311	\$49,744	\$27,903
Fixed Assets	\$268,819	\$268,819				
Other Assets	\$244,178	\$244,178				
Total Risk Weighted Assets for Credit Risk		\$2,482,393				
Total Risk Weighted Assets for Operational Risk		\$563,406				
Total Risk Weighted Assets		\$3,045,799	\$70,185	\$39,311	\$49,744	\$27,903

General Reserve for Credit Losses	\$0
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As at 30 September 2017	Gross Exposures	Risk Weighted Value	Impaired Facilities	Past Due 90 Days	Specific Provisions	Charge for Specific Provisions and Write-Offs During the Period
Cash Items	\$1,098,280	\$0				
Deposits in highly rated ADIs	\$5,978,429	\$1,195,686				
Deposits in unrated ADIs	\$2,472,145	\$494,429				
Loans and Advances	\$134,282	\$66,246	\$68,035	\$38,156	\$49,184	\$26,265
Fixed Assets	\$303,758	\$303,758				
Other Assets	\$282,109	\$282,109				
Total Risk Weighted Assets for Credit Risk		\$2,342,228				
Total Risk Weighted Assets for Operational Risk		\$529,639				
Total Risk Weighted Assets		\$2,871,867	\$68,035	\$38,156	\$49,184	\$26,265

General Reserve for Credit Losses	\$0
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