

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

	30-Jun-18
Capital Structure	
• Gross Tier 1 Capital	\$4,823,183
• Total Deductions from Tier 1 Capital	(608,861)
Net Tier 1 Capital and Total Capital base	\$4,214,322
Total Risk Weighted Exposures	\$3,130,984
Net Tier 1 Capital and Regulatory Ratio	134.60%

	31-Mar-18
Capital Structure	
• Gross Tier 1 Capital	\$4,706,255
• Total Deductions from Tier 1 Capital	(632,164)
Net Tier 1 Capital and Total Capital base	\$4,074,091
Total Risk Weighted Exposures	\$2,927,404
Net Tier 1 Capital and Regulatory Ratio	139.17%

Table 2: Credit Risk

As at 30 June 2018	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	\$1,014,003	-	-	-	-	-
Deposits in highly rated ADIs	\$7,530,983	\$1,506,197	-	-	-	-
Deposits in unrated ADIs	\$2,117,765	\$423,553	-	-	-	-
Loans and advances	\$140,891	\$72,690	\$68,201	\$36,000	\$47,538	\$40,316
Fixed assets	\$200,135	\$200,135	-	-	-	-
Other assets	\$354,664	\$354,664	-	-	-	-
Total Risk Weighted Assets for Credit Risk		\$2,567,347				
Total Risk Weighted Assets for Operational Risk		\$573,745				
Total Risk Weighted Assets		\$3,141,092	\$68,201	\$36,000	\$47,538	\$49,022

General Reserve for Credit Losses \$0

As at 31 March 2018	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	\$1,251,022	-	-	-	-	-
Deposits in highly rated ADIs	\$7,029,593	\$1,405,919	-	-	-	-
Deposits in unrated ADIs	\$2,080,405	\$416,081	-	-	-	-
Loans and advances	\$146,112	\$73,558	\$72,554	\$39,250	\$50,885	\$29,672
Fixed assets	\$235,219	\$235,219	-	-	-	-
Other assets	\$233,221	\$233,221	-	-	-	-
Total Risk Weighted Assets for Credit Risk		\$2,363,998				
Total Risk Weighted Assets for Operational Risk		\$563,406				
Total Risk Weighted Assets		\$2,927,404	\$72,554	\$39,250	\$50,885	\$29,672

General Reserve for Credit Losses \$0