

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-17
Capital Structure	
• Gross Tier 1 Capital	\$4,470,006
• Total Deductions from Tier 1 Capital	(\$876,301)
Net Tier 1 Capital and Total Capital base	\$3,593,705
Total Risk Weighted Exposures	\$2,913,028
Net Tier 1 Capital and Regulatory Ratio	123.37%

	31-Mar-17
Capital Structure	
• Gross Tier 1 Capital	\$4,183,308
• Total Deductions from Tier 1 Capital	(\$874,376)
Net Tier 1 Capital and Total Capital base	\$3,308,932
Total Risk Weighted Exposures	\$4,840,194
Net Tier 1 Capital and Regulatory Ratio	68.36%

Table 2: Credit Risk

As at 30 June 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	\$1,487,740	\$0				
Deposits in highly rated ADIs	\$5,278,143	\$1,055,628				
Deposits in unrated ADIs	\$2,204,544	\$440,909				
Loans and Advances	\$115,306	\$47,151	\$68,155	\$43,670	\$52,897	\$47,552
Fixed Assets	\$353,858	\$353,858				
Other Assets	\$485,843	\$485,843				
Total Risk Weighted Assets for Credit Risk		\$2,383,389				
Total Risk Weighted Assets for Operational Risk		\$529,638				
Total Risk Weighted Assets		\$2,913,027	\$68,155	\$43,670	\$52,897	\$47,552

General Reserve for Credit Losses \$0

As at 31 March 2016	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	\$1,310,025	\$0				
Deposits in highly rated ADIs	\$5,539,290	\$1,107,858				
Deposits in unrated ADIs	\$13,017,896	\$2,603,579				
Loans and Advances	\$131,476	\$46,422	\$85,054	\$58,721	\$63,932	\$18,825
Fixed Assets	\$362,356	\$362,356				
Other Assets	\$198,566	\$198,566				
Total Risk Weighted Assets for Credit Risk		\$4,318,781				
Total Risk Weighted Assets for Operational Risk		\$521,413				
Total Risk Weighted Assets		\$4,840,194	\$85,054	\$58,721	\$63,932	\$18,825

General Reserve for Credit Losses \$0