



Risk Exposure and Assessment Disclosure For the Quarter Ended 31 December 2015

As a locally incorporated ADI using the standardised approach under Basel III regulatory requirement, Traditional Credit Union Ltd (the "Credit Union") is required to disclose information about their capital and risk exposure under Australian Prudential Standard APS 330. 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 minimum regulatory capital ratio of the Credit Union is 50%.

Table 1: Capital Adequacy

	As at 31 December 2015	As at 30 September 2015
Total Risk Weighted Exposures	\$2,849,044	\$2,974,801
Capital Structure		
• Gross Tier 1 Capital	\$3,333,379	\$3,175,884
• Total Deductions from Tier 1 Capital	(\$707,558)	(\$711,380)
Net Tier 1 Capital and Total Capital Base	\$2,625,821	\$2,464,504
Net Tier 1 Capital and Total Regulatory Ratio	92.16%	82.85%

Table 2: Credit Risk

As at 31 December 2015

Type of Credit Exposure	Gross Credit Risk Exposure	Risk Weighted Assets	Impaired Facilities	Past Due 90 Days	Specific Provisions	Charge for Specific Provisions and Write-Offs During the Period
Loans and Advances	\$217,394	\$91,493	\$125,719	\$89,738	\$92,414	\$68,678
Cash Items	\$1,531,793	0				
Deposits with ADI's	\$6,051,509	\$1,210,302				
Other Assets	\$994,588	\$994,588				
Total Risk Weighted Assets off Credit Risk	\$8,795,284	\$2,296,383				
Total Risk Weighted Assets for Operational Risk	\$0	\$552,661				
Total	\$0	\$2,849,044	\$125,719	\$89,738	\$92,414	\$68,678

General Reserve for Credit Losses	\$0
--	------------

Table 2: Credit Risk

As at 30 September 2015

Type of Credit Exposure	Gross Credit Risk Exposure	Risk Weighted Assets	Impaired Facilities	Past Due 90 Days	Specific Provisions	Charge for Specific Provisions and Write-Offs During the Period
Loans and Advances	\$181,281	\$98,341	\$87,381	\$65,313	\$69,285	\$3,236
Notes and Cash	\$1,293,981	0				
Deposits with ADI's	\$6,998,477	\$1,399,696				
Other Assets	\$908,612	\$908,612				
Total Risk Weighted Assets off Credit Risk	\$9,382,351	\$2,406,649				
Total Risk Weighted Assets for Operational Risk	\$0	\$568,152				
Total	\$0	\$2,974,801	\$87,381	\$65,313	\$69,285	\$3,236

General Reserve for Credit Losses	\$0
--	------------

Statement on Unaudited Financial Information

The unaudited financial information set forth above is preliminary and subject to adjustments and modifications. Adjustments and modifications to the financial information may be identified during the course of audit work, which could result in significant differences from the preliminary unaudited financial information.