



## Risk Exposure and Assessment Disclosure For the Quarter Ended 31 March 2016

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 51.5%.

**Table 1: Capital Adequacy**

	As at 31 March 2016	As at 31 December 2015
Capital Structure		
• Gross Tier 1 Capital	\$3,530,316	\$3,333,379
• Total Deductions from Tier 1 Capital	(\$742,253)	(\$707,558)
Net Tier 1 Capital and Total Capital Base	\$2,788,063	\$2,625,821
Total Risk Weighted Exposures	\$2,817,201	\$2,849,044
<b>Net Tier 1 Capital and Total Regulatory Ratio</b>	<b>98.97%</b>	<b>92.16%</b>

**Table 2: Credit Risk***As at 31 March 2016*

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	\$188,173	\$82,638	\$103,992	\$75,889	\$77,665	\$45,758
Cash Items	\$1,451,560	0				
Deposits with ADI's	\$4,502,875	\$900,575				
Other Assets	\$1,299,573	\$1,299,573				
<b>Total Risk Weighted Assets off Credit Risk</b>	\$7,402,181	\$2,282,786				
<b>Total Risk Weighted Assets for Operational Risk</b>	\$0	\$534,415				
<b>Total</b>	<b>\$0</b>	<b>\$2,817,201</b>	<b>\$103,992</b>	<b>\$75,889</b>	<b>\$77,665</b>	<b>\$45,758</b>

<b>General Reserve for Credit Losses</b>	\$0
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## 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				
<b>Total Risk Weighted Assets off Credit Risk</b>	<b>\$8,795,284</b>	<b>\$2,296,383</b>				
<b>Total Risk Weighted Assets for Operational Risk</b>	<b>\$0</b>	<b>\$552,661</b>				
<b>Total</b>	<b>\$0</b>	<b>\$2,849,044</b>	<b>\$125,719</b>	<b>\$89,738</b>	<b>\$92,414</b>	<b>\$68,678</b>

<b>General Reserve for Credit Losses</b>	<b>\$0</b>
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### 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.