

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**

	<b>30-Sept-19</b>
Capital Structure	
• Gross Tier 1 Capital	\$5,189,483
• Total Deductions from Tier 1 Capital	\$286,389
Net Tier 1 Capital and Total Capital base	\$4,883,093
Total Risk Weighted Exposures	\$3,319,489
<b>Net Tier 1 Capital and Regulatory Ratio</b>	<b>147.10%</b>

	<b>30-Jun-19*</b>
Capital Structure	
• Gross Tier 1 Capital	\$5,007,824
• Total Deductions from Tier 1 Capital	\$286,387
Net Tier 1 Capital and Total Capital base	\$4,721,437
Total Risk Weighted Exposures	\$3,740,704
<b>Net Tier 1 Capital and Regulatory Ratio</b>	<b>126.22%</b>

*\*audited figures*

**Table 2: Credit Risk**

As at 30 Sept 2019	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	731,274	-	-	-	-	-
Deposits in highly rated ADIs	9,677,596	1,935,519	-	-	-	-
Deposits in unrated ADIs	2,032,073	406,415	-	-	-	-
Loans and advances	142,294	68,811	73,625	41,605	50,678	147,830
Fixed assets	55,651	55,651	-	-	-	-
Other assets	169,630	169,630	-	-	-	-
<b>Total Risk Weighted Assets for Credit Risk</b>		2,636,026				
<b>Total Risk Weighted Assets for Operational Risk</b>		683,483				
<b>Total Risk Weighted Assets</b>		<b>3,319,489</b>	<b>73,625</b>	<b>41,605</b>	<b>50,678</b>	<b>147,830</b>

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

As at 30 June 2019	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	647,320	-	-	-	-	-
Deposits in highly rated ADIs	10,369,101	2,073,820	-	-	-	-
Deposits in unrated ADIs	3,171,365	634,273	-	-	-	-
Loans and advances	121,433	57,948	62,020	36,937	37,736	(31,949)
Fixed assets	69,496	69,496	-	-	-	-
Other assets	202,604	202,604	-	-	-	-
<b>Total Risk Weighted Assets for Credit Risk</b>		3,038,141				
<b>Total Risk Weighted Assets for Operational Risk</b>		702,563				
<b>Total Risk Weighted Assets</b>		<b>3,740,704</b>	<b>62,020</b>	<b>36,937</b>	<b>37,736</b>	<b>(31,949)</b>

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