

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

	31-Dec-19
Capital Structure	
• Gross Tier 1 Capital	\$5,347,526
• Total Deductions from Tier 1 Capital	\$286,389
Net Tier 1 Capital and Total Capital base	\$5,061,137
Total Risk Weighted Exposures	\$3,650,638
Net Tier 1 Capital and Regulatory Ratio	138.64%

	30-Sept-19
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
Net Tier 1 Capital and Regulatory Ratio	147.10%

Table 2: Credit Risk

As at 31 Dec 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	737,644	-	-	-	-	-
Deposits in highly rated ADIs	10,819,969	2,163,994	-	-	-	-
Deposits in unrated ADIs	2,429,991	485,998	-	-	-	-
Loans and advances	148,020	68,868	79,152	48,333	48,801	(33,245)
Fixed assets	42,391	42,391	-	-	-	-
Other assets	120,512	120,512	-	-	-	-
Total Risk Weighted Assets for Credit Risk		2,881,763				
Total Risk Weighted Assets for Operational Risk		768,875				
Total Risk Weighted Assets		3,650,638	79,152	48,333	48,801	(33,245)

General Reserve for Credit Losses \$0

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	-	-	-	-
Total Risk Weighted Assets for Credit Risk		2,636,026				
Total Risk Weighted Assets for Operational Risk		683,483				
Total Risk Weighted Assets		3,319,489	73,625	41,605	50,678	147,830

General Reserve for Credit Losses \$0