

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-2020
Capital Structure	
• Gross Tier 1 Capital	\$5,863,729
• Total Deductions from Tier 1 Capital	\$313,263
Net Tier 1 Capital and Total Capital base	\$5,550,466
Total Risk Weighted Exposures	\$4,773,694
Net Tier 1 Capital and Regulatory Ratio	116.27%

	30-Sept-2020
Capital Structure	
• Gross Tier 1 Capital	\$5,719,395
• Total Deductions from Tier 1 Capital	\$270,177
Net Tier 1 Capital and Total Capital base	\$5,449,218
Total Risk Weighted Exposures	\$4,965,007
Net Tier 1 Capital and Regulatory Ratio	109.75%

Table 2: Credit Risk

As at 31 Dec 2020	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	698,287	-	-	-	-	-
Deposits in highly rated ADIs	14,337,918	2,867,584	-	-	-	-
Deposits in unrated ADIs	2,298,933	459,787	-	-	-	-
Loans and advances	71,833	36,307	35,526	16,636	23,791	(11,542)
Fixed assets	347,256	347,256	-	-	-	-
Other assets	123,397	123,397	-	-	-	-
Total Risk Weighted Assets for Credit Risk		3,834,331				
Total Risk Weighted Assets for Operational Risk		939,363				
Total Risk Weighted Assets		4,773,694	35,526	16,636	23,791	(11,542)

General Reserve for Credit Losses \$0

As at 30 Sept 2020	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	744,728	-	-	-	-	-
Deposits in highly rated ADIs	14,333,712	2,866,742	-	-	-	-
Deposits in unrated ADIs	3,127,701	625,540	-	-	-	-
Loans and advances	69,930	33,514	36,416	19,210	25,629	2,623
Fixed assets	394,821	394,821	-	-	-	-
Other assets	173,277	173,277	-	-	-	-
Total Risk Weighted Assets for Credit Risk		4,093,894				
Total Risk Weighted Assets for Operational Risk		871,113				
Total Risk Weighted Assets		4,965,007	36,416	19,210	25,629	2,623

General Reserve for Credit Losses \$0