

Disclosure of Credit Risk Information and Capital Adequacy

South-West Credit Union Co-operative Limited

In accordance with APRA prudential standard APS 330 - As At 30 June 2017

| | 30-Jun-17 | 30-Jun-16 |
|---|---------------|---------------|
| Capital structure | | |
| | \$,000 | \$,000 |
| Tier 1 capital | | |
| General reserves and retained earnings | 8,905 | 8,786 |
| Capital Reserve | 1,250 | 1,141 |
| Less deductions from tier 1 capital | 309 | 215 |
| Tier 1 capital (net of deductions) | 9,846 | 9,712 |
| Tier 2 capital | | |
| Tier 2 capital (net of deductions) | 513 | 443 |
| Total capital base | 10,359 | 10,155 |

| | 30-Jun-17 | 31-Mar-17 |
|--|----------------------------------|----------------------------------|
| Capital Adequacy | | |
| | Risk weighted exposure \$,000 | Risk weighted exposure \$,000 |
| Risk weighted exposures | | |
| Capital requirements - | | |
| - for credit risk | | |
| Deposits with banks and ADIs | 7,315 | 9,047 |
| Loans and advances | | |
| Claims secured by residential mortgage | 32,137 | 29,768 |
| Other members loans | 4,412 | 6,897 |
| Commitments for loans and advances | | |
| - Loans approved not advanced | 1,691 | 2,388 |
| - Loan redraw facilities | 1,102 | 1,050 |
| - for other assets | 2,491 | 2,465 |
| - for operational risk | 6,689 | 6,346 |
| Total risk weighted exposures | 55,837 | 57,960 |
| Credit Union capital base | | |
| - Net tier 1 capital | 9,846 | 9,693 |
| - Total capital base | 10,359 | 10,206 |
| Capital adequacy ratio | | |
| - on net tier 1 capital | 17.63% | 16.72% |
| - on total capital base | 18.55% | 17.61% |

| Credit risk | | | | | | |
|---|-----------------------------------|--|---------------------|------------------|-----------------------------|--|
| For the three month period ended 30 June 2017 | | | | | | |
| | Gross exposures at reporting date | Average gross exposures for the period | Impaired facilities | 90 days past due | Specific provisions balance | Charge for specific provisions and write-offs for the period |
| | \$,000 | \$,000 | \$,000 | \$,000 | \$,000 | \$,000 |
| Deposits with banks or ADIs | 28,119 | | - | - | - | - |
| Loans and advances: | | | | | | |
| On balance sheet: | | | | | | |
| - secured by residential mortgage | 87,164 | 83,991 | 11 | - | 4 | 4 |
| - other members loans | 4,464 | 5,760 | 47 | - | 47 | 9 |
| Off balance sheet commitments: | | | | | | |
| - loans approved not advanced | 3,380 | 5,136 | - | - | - | - |
| - loan balances available for redraw | 5,509 | 5,381 | - | - | - | - |
| - other irrevocable standby commitments | 3,664 | 3,525 | - | - | - | - |
| Total loans and advances | 104,181 | 103,793 | 58 | - | 51 | 13 |
| The general reserve for credit losses at reporting date is (\$000): | | | | | \$513 | |

| Credit risk | | | | | | |
|---|-----------------------------------|--|---------------------|------------------|-----------------------------|--|
| For the three month period ended 31 March 2017 | | | | | | |
| | Gross exposures at reporting date | Average gross exposures for the period | Impaired facilities | 90 days past due | Specific provisions balance | Charge for specific provisions and write-offs for the period |
| | \$,000 | \$,000 | \$,000 | \$,000 | \$,000 | \$,000 |
| Deposits with banks or ADIs | 22,682 | | - | - | - | - |
| Loans and advances: | | | | | | |
| On balance sheet: | | | | | | |
| - secured by residential mortgage | 80,818 | 78,411 | 27 | - | - | 1 |
| - other members loans | 7,057 | 7,053 | 45 | - | 38 | 16 |
| - commercial | | | | | | |
| Off balance sheet commitments: | | | | | | |
| - loans approved not advanced | 6,892 | 6,201 | - | - | - | - |
| - loan redraw limits | | | | | | |
| - loan balances available for redraw | 5,252 | 5,242 | - | - | - | - |
| - other irrevocable standby commitments | 3,386 | 3,414 | - | - | - | - |
| Total loans and advances | 103,405 | 100,320 | 72 | - | 38 | 15 |
| The general reserve for credit losses at reporting date is (\$000): | | | | | \$513 | |