



Risk exposures and assessment

Quarterly Disclosures for the period ended: **30-Sep-17**

Capital Adequacy

Holiday Coast Credit Union's capital requirements (in terms of risk-weighted assets) for credit, market and operational risk for the period 1 July 2017 to 30 September 2017 were as follows:

	<i>Risk-Weighted Amount (\$)</i>
<i>Credit Risk by Asset Portfolio</i>	
Residential Mortgage	155,286,093
Other Retail Loans	19,632,306
Corporate Loans	17,021,334
Claims on other ADIs and Banks	33,522,265
All other assets and claims	19,206,306
Total Credit Risk	244,668,304
<i>Market Risk</i>	
Market Risk requirement	-
<i>Operational Risk</i>	
Operational Risk requirement	31,969,690
Total requirements for credit, market and operational risk	276,637,994

Capital Adequacy Ratios for the Credit Union

Common Equity Tier 1	13.28%
Tier 1	13.96%
Total Capital Ratio	14.29%

Credit Risk Exposures

HCCU's total gross credit risk exposures and the average gross exposures for the period 1 July 2017 to 30 September 2017 were as follows:

	<i>Gross Exposure (\$)</i>	<i>Average Gross Exposure (\$)</i>
<i>Credit Risk Exposures</i>		
Residential Mortgage	408,847,909	406,763,872
Other Retail Loans	21,219,738	22,008,143
Corporate Loans	17,021,334	17,244,146
Total Loans	447,088,981	446,016,161
Investments with other ADIs and Banks	150,256,325	141,275,871
Commitments and other non-market off-balance sheet exposures	31,395,012	32,557,564
Debt securities	-	-
Over-the-counter derivatives	-	-
Total Other	181,651,337	173,833,435
Total	628,740,318	619,849,596

<i>Loan Portfolio</i>	<i>Gross balance</i> (\$)	<i>Impaired</i> <i>Facilities</i> (\$)	<i>Past Due</i> (\$)	<i>Specific</i> <i>Provision</i> (\$)	<i>Charge for</i> <i>Specific</i> <i>Provision</i> (\$)	<i>Write-offs</i> (\$)
Residential Mortgage	408,847,909	12	3,982,054	5	5	-
Other Retail Loans	21,219,738	264,402	278,816	145,065	64,214	58
Corporate Loans	17,021,334	233	135	90	82	29,242
Total Loans	447,088,981	264,647	4,261,005	145,160	64,301	29,300

Note: A facility is past due when a contracted payment has not been met when due or it is otherwise outside contracted arrangements and is not impaired.

General Reserve for Credit Losses (\$)

The balance of the general reserve for credit losses at the end of the quarter was: 900,000

Securitisation Exposures

A summary of the current quarter's activities and balances with regards to securitised loans is as follows:

Loans Securitised during the quarter	6,840,561
On-Balance Sheet Securitisation Exposures	
Claims secured by Residential Mortgage	51,905,899
Off-Balance Sheet Securitisation Exposures	
Claims Secured by Residential Mortgage	1,361,907
Total	53,267,806

Notes:

- The above disclosures should also be read in conjunction with the Capital Adequacy and Securitisation disclosures contained within the Credit Union's Annual Report for the year ended 30 June 2017.
- Balances have been determined in accordance with APRA reporting requirements which differ from the requirements of Australian Accounting Standards