



## Capital Disclosures

Under APS330 Capital Adequacy: Public Disclosure of Prudential Information, the following information is required to be disclosed on the Credit Union's website.

As a financial institution, Southern Cross Credit Union must hold sufficient capital to support all material risks it is exposed to. In addition, it has capital plans in place to manage its position into the future.

Capital Structure		at Dec 2011
<b>Tier 1 Capital</b>		
Reserves		468,712
Retained Earnings		32,356,766
Less Deductions		(862,220)
<b>Total Tier 1 Capital</b>		<b>31,963,258</b>
Net Tier 2 Capital		1,833,457
<b>Total Capital Base</b>		<b>33,796,715</b>

Capital Adequacy Requirements for:		at Dec 2011
<b>Credit Risk (in terms of risk weighted assets)</b>		
Claims on other ADI's		8,106,464
Loans secured by residential mortgage		103,915,876
Other loan claims held in the banking book		36,060,155
All other claims		2,673,526
<b>Total Credit Risk (risk weighted assets)</b>		<b>150,756,021</b>
<b>Market Risk</b>		<b>0</b>
<b>Operational Risk</b>		<b>19,697,771</b>
<b>Total Risk Weighted Assets</b>		<b>170,453,792</b>
<b>Total Capital Ratio</b>		<b>19.83%</b>
Tier 1 Capital Ratio		18.75%

Credit Risk							at Dec 2011
Gross Credit Risk	Impaired Facilities	Past Due Facilities	Specific Provision	Bad Debt Write-offs	Average Gross Exposure	Total Gross Exposure	
<b>On Balance Sheet</b>							
Claims on other ADI's					39,088,821	40,532,321	
Loans secured by residential mortgage	0	208,871	5,241		241,790,066	242,193,364	
Other loan claims held in the banking book	8,295	0	22,587	10,634	36,826,325	36,180,841	
All Other Claims					5,819,225	5,836,981	
<b>Off Balance Sheet</b>							
Loans approved not advanced					405,521	349,853	
Redraw facilities available					24,779,331	25,737,371	
Undrawn Credit Commitments					7,652,537	7,370,152	
Interest rate contracts					34,022	29,412	
<b>Total Credit Risk</b>	<b>8,295</b>	<b>208,871</b>	<b>27,828</b>	<b>10,634</b>	<b>356,395,846</b>	<b>358,230,295</b>	
<b>Gross Exposure by portfolio</b>							
Other ADI's					39,088,821	40,532,321	
Housing Loans					229,479,685	229,687,797	
Overdrafts					773,476	730,225	
Personal Loans					8,613,973	8,468,257	
Commercial Loans					39,749,256	39,487,927	
<b>Total</b>					<b>317,705,212</b>	<b>318,906,526</b>	
<b>General reserve for credit losses</b>							<b>1,850,670</b>