

## The University Credit Society Limited

### Prudential Standard APS 330 Disclosure - as at 30 September 2011

#### Capital structure

The Society maintains an actively managed capital base to cover risks inherent in the business. The primary objectives of the Society's capital management are to ensure that the credit society maintains sufficient capital to support the Society's business activities and operational requirements, to ensure continuous compliance with externally imposed capital ratios and that the Society maintains healthy capital ratios to support its business. As part of Prudential Standard APS 330, the Society is required to publicly disclose information on risk, management practices and capital adequacy which is outlined below.

<b>Tier 1 Capital</b>	<b>\$</b>
Reserves	\$10,530,756
Retained Earnings including current year earnings	\$ 227,940
Deductions from Tier 1 Capital	(\$ 653,692)
<b>Total Tier 1 Capital</b>	<b>\$10,105,004</b>
<b>Tier 2 Capital net of deductions</b>	<b>\$ 2,504,902</b>
<b>Total Capital Base</b>	<b>\$12,609,906</b>

#### Capital adequacy

<b>Risk weighted asset value for :</b>	<b>\$</b>
Credit Risk	
Claims against residential mortgages	\$ 33,912,833
Claims against ADI's	\$ 11,627,502
Securitisation	\$ Nil
All other claims	\$ 14,017,691
Market Risk	\$ Nil
Operational Risk	\$ 8,393,374
Capital Ratios:	
<b>Tier 1 Capital Ratio for the group</b>	<b>14.87 %</b>
<b>Total Capital Ratio for the group</b>	<b>18.56 %</b>

#### Credit risk exposure

	Gross Credit Risk Exposure	Average Gross Exposure for the quarter	Loans impaired	Loans past due 90 days	Specific Provisions	Bad Debts Expense for the quarter
<b>Loans and Advances</b>						
Secured	\$100,383,351	\$100,286,757	\$ Nil	\$ Nil	\$ Nil	\$ Nil
Unsecured	\$653,219	\$688,684	\$1,030	\$90	\$ 1,030	\$ Nil
Total Loans & Advances	\$101,036,570	\$100,975,441	\$1,030	\$90	\$1,030	\$ Nil
Liquidity Investments	\$58,342,277	\$56,094,263				
General Reserve for Credit Losses	\$340,342	\$340,342				