

# APS 330 Capital Adequacy: Market Exposure Disclosure of Risk Management Practices and Capital Adequacy



Capital Structure as at 31 December 2009	\$'000s
<b>Tier 1 Capital</b>	
General reserves	78,813
Retained earnings	
Current year earnings	4,374
Less deductions from tier 1 capital	
Deferred tax assets	1,948
Intangible assets	405
Equity and other capital investments in other ADIs	813
<b>Tier 1 Capital (net of deductions)</b>	<b>80,021</b>
<b>Tier 2 Capital</b>	
<b>Tier 2 Capital (net of deductions)</b>	<b>1,948</b>
<b>Total Capital Base</b>	<b>81,969</b>

Capital Adequacy as at 31 December 2009	Risk Weighted Exposure
	\$'000s
<b>Capital requirements for credit risk - On Balance Sheet</b>	
Claims (other than equity) on ADIs	35,466
Claims secured against eligible residential mortgages	217,109
Unsecured portion of any claim that is past due for more than 90 days	240
All claims (other than equity) on private sector counterparties (other than ADIs, overseas banks and corporate counterparties)	209,289
Investments in premises, plant and equipment and all other fixed assets	1,449
All other assets	5,080
<b>Total Capital requirement - Credit Risk-weighted assets On Balance Sheet</b>	<b>468,633</b>
<b>Total Capital requirement - Credit Risk-weighted assets Off Balance Sheet</b>	<b>59,078</b>
<b>Total Capital requirement - Operational risk</b>	<b>48,278</b>
<b>Total Capital requirement - Credit Risk-weighted assets</b>	<b>575,989</b>
<b>Capital Adequacy ratio</b>	<b>%</b>
On Tier 1 Capital base	13.89
On Total Capital base	14.23

Credit Risk Exposure for the three month period ended 31 December 2009	Gross Exposure at reporting date	Average gross exposure for the period	Impaired facilities	90 days past due	Specific provisions balance	Charge for specific provisions and write-offs for the period
	\$'000s	\$'000s	\$'000s	\$'000s	\$'000s	\$'000s
Claims on banks or ADIs	171,337	166,152				
<b>Loans and Advances</b>						
On balance sheet						
Secured by residential mortgage	549,780	524,415				
Other retail	208,513	209,637	862		691	61
Commercial	776	778				
Off balance sheet commitments						
Loans approved not yet advanced	83,166	89,305				
Loan redraw limits	7,150	7,207				
Lines of credit and credit card undrawn balances	41,627	41,973				
<b>Total Loans and Advances</b>	<b>891,012</b>	<b>873,315</b>	<b>862</b>	<b>0</b>	<b>691</b>	<b>61</b>

The general reserve for credit losses is \$2,564,737 at reporting date.