

Capital Structure

As at 30 September 2011

| | |
|---|---------------|
| Tier 1 Capital | \$'000 |
| General and capital reserves | 2,313 |
| Retained and current years earnings | 9,558 |
| Less deductions from tier 1 capital | |
| - Deferred Tax Asset | |
| - Intangible Assets | (24) |
| - Shares held in other ADIs | (82) |
| - Other deductions | (2,709) |
| Tier 1 Capital (net of deductions) | 9,506 |
| Tier 2 Capital | |
| Tier 2 Capital (net of deductions) | 3,598 |
| Total capital base | 12,654 |

Capital Adequacy

As at 30 September 2011

| | |
|--|---------------|
| <i>Risk weighted exposure:</i> | \$'000 |
| Capital Requirements | |
| - for credit risk | |
| Deposits with banks and ADIs | 7,111 |
| Loans and advances | |
| Claims secured by residential mortgage | 27,512 |
| Other member loans | 6,208 |
| Commitments for loans and advances | |
| - Loans approved not advanced | 475 |
| - Loan redraw facilities | 1,358 |
| - Guarantees | 111 |
| - for cash and cash claims | |
| - for other assets | 10,736 |
| - for operational assets | 8,284 |
| - for other charges prescribed by APRA | |
| Total risk weighted exposures | 68,608 |
| Capital adequacy ratio | |
| - on net tier 1 capital | 13.20% |
| - on total capital base | 18.44% |

Credit Risk

For the three month period ended 30 September 2011

| | Gross exposures at reporting date | Average gross exposure for period | 90 days past due | Impaired facilities | Specific provisions balance | Charge for specific provisions & write-offs for the period |
|--|-----------------------------------|-----------------------------------|------------------|---------------------|-----------------------------|--|
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Deposits with banks or ADIs | 20,255 | 20,224 | | | | |
| Loans and advances: | | | | | | |
| On balance sheet: | | | | | | |
| - secured by residential mortgage | 94,628 | 91,449 | 158 | - | - | - |
| - other member loans | 6,208 | 8,092 | 82 | 82 | 52 | 6 |
| Off balance sheet commitments | | | | | | |
| - loans approved not advanced | 1,356 | 2,692 | - | - | - | - |
| - loan redraw limits | 7,758 | 7,541 | - | - | - | - |
| - revocable line of credits undrawn | 2,284 | 2,322 | - | - | - | - |
| - irrevocable standby commitments | 4,229 | 4,229 | - | - | - | - |
| Total loans and advances | 116,463 | 116,325 | 240 | 82 | 52 | 6 |
| The general reserve for credit losses at reporting date is (\$'000) | | | | | \$261 | |