



Unity Bank

Prudential Disclosure Document

31 March 2017

APS330 DISCLOSURE

This disclosure on capital and credit risk refers to Unity Bank Limited (ABN 11 087 650 315), formerly Maritime, Mining & Power Credit Union Limited.

Maritime, Mining & Power Credit Union Limited changed to a Mutual Bank on 1 March 2017.

The information in this report is based on Unity Bank Limited's financial records.

Prescribed Statement – Unity Bank Limited is using the post 1 January 2018 common disclosure template because it is fully applying the Basel III regulatory adjustments as implemented by APRA from 30 June 2013. This is a change from previous quarterly reporting formats.

Glossary of terms used in this Disclosure:

- 'AT1' refers to **Additional Tier 1 Capital**;
- 'The Basel II framework' refers to the document *International Convergence of Capital Measurement and Capital Standards: A Revised Framework, Comprehensive Version*, June 2006, published by the Basel Committee on Banking Supervision (the Basel Committee);
- 'Basel III' refers to the document *Basel III: A global regulatory framework for more resilient banks and banking systems*, revised version, June 2011, published by the Basel Committee;
- 'CET1' refers to **Common Equity Tier 1 Capital**;
- 'T1' refers to **Tier 1 Capital**; and
- 'T2' refers to **Tier 2 Capital**.

The capital terms are further defined in the APRA Prudential Standard APS 110 Capital Adequacy.

Capital Base

The details of the components of the capital base set out below are as at the financial year ended 30 June 2016. These amounts are in line with the audited accounts.

The following Table 1 sets out the elements of the capital held by Unity Bank Limited (as at 30 June 2016 Maritime, Mining & Power Credit Union Limited) including the reconciliation of any adjustments required by the APRA Prudential Standards to the audited financial statements. Adjustments are usually in the form of deductions of assets not regarded as recoverable in the short term (such as intangible assets and deferred tax assets), and or discounts made to eligible capital of a short term nature.

All regulatory capital elements are consistent with the audited financial statements of Maritime, Mining & Power Credit Union Limited as at the last reporting date, 30 June 2016.

CAPITAL

Table 1: Common Disclosure - Capital

	Common Equity Tier 1 Capital Instruments and Reserve	30-June-16 \$'000	30-June-15 \$'000
1	Directly issued qualifying ordinary shares (and equivalent for mutually-owned entities) capital	N/A	N/A
2	Retained earnings	71,048	63,504
3	Accumulated other comprehensive income (and other reserves)	3,085	3,067
4	Directly issued capital subject to phase out from CET1 (only applicable to mutually-owned companies)	N/A	N/A
5	Ordinary share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	N/A	N/A
6	Common Equity Tier 1 capital before regulatory adjustments on Equity Tier 1 capital : regulatory adjustments	74,133	66,571
7	Prudential valuation adjustments	N/A	N/A
8	Goodwill (net of related tax liability)	N/A	N/A
9	Other intangibles other than mortgage servicing rights (net of related tax liability)	N/A	N/A
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	2,179	1,678
11	Cash-flow hedge reserve	N/A	N/A
12	Shortfall of provisions to expected losses	N/A	N/A
13	Securitisation gain on sale (as set out in paragraph 562 of Basel II framework)	N/A	N/A
14	Gains and losses due to changes in own credit risk on fair valued liabilities	N/A	N/A
15	Defined benefit superannuation fund net assets	N/A	N/A
16	Investments in own shares (if not already netted off paid-in capital on reported balance sheet)	N/A	N/A
17	Reciprocal cross-holdings in common equity	N/A	N/A
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the ADI does not own more than 10% of the issued share capital (amount above 10% threshold)	1,479	1,367
19	Significant investments in the ordinary shares of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)	N/A	N/A
20	Mortgage service rights (amount above 10% threshold)	N/A	N/A

		30-June-16 \$'000	30-June-15 \$'000
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	N/A	N/A
22	Amount exceeding the 15% threshold	N/A	N/A
23	of which: significant investments in the ordinary shares of financial entities	N/A	N/A
24	of which: mortgage servicing rights	N/A	N/A
25	of which: deferred tax assets arising from temporary differences	N/A	N/A
26	National specific regulatory adjustments (sum of rows 26a, 26b, 26c, 26d, 26e, 26f, 26g, 26h, 26i and 26j)	2,772	1,261
26a	of which: treasury shares	N/A	N/A
26b	of which: offset to dividends declared under a dividend reinvestment plan (DRP), to the extent that the dividends are used to purchase new ordinary shares issued by the ADI	N/A	N/A
26c	of which: deferred fee income	N/A	N/A
26d	of which: equity investments in financial institutions not reported in rows 18, 19 and 23	N/A	N/A
26e	of which: deferred tax assets not reported in rows 10, 21 and 25	N/A	N/A
26f	of which: capitalised expenses	468	528
	of which: investments in commercial (non-financial) entities that are deducted under APRA requirements		
26g	of which: investments in commercial (non-financial) entities that are deducted under APRA requirements	1,624	53
26h	of which: covered bonds in excess of asset cover in pools	N/A	N/A
26i	of which: undercapitalisation of a non-consolidated subsidiary	N/A	N/A
26j	of which: other national specific regulatory adjustments not reported in rows 26a to 26i	680	680
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	N/A	N/A
28	Total regulatory adjustments to Common Equity Tier 1	6,430	4,306
29	Common Equity Tier 1 Capital (CET1)	67,703	62,265
	Additional Tier 1 Capital Instruments		
30	Directly issued qualifying Additional Tier 1 instruments	N/A	N/A
31	of which: classified as equity under applicable accounting standards	N/A	N/A
32	of which: classified as liabilities under applicable accounting standards	N/A	N/A

		30-June-16 \$'000	30-June-15 \$'000
33	Directly issued capital instruments subject to phase out from Additional Tier 1 Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group AT1)	0	6,800
34	of which: instruments issued by subsidiaries subject to phase out	N/A	N/A
35	of which: instruments issued by subsidiaries subject to phase out	N/A	N/A
36	Additional Tier 1 Capital before regulatory adjustments	0	6,800
	Additional Tier 1 Capital Regulatory adjustments		
37	Investments in own Additional Tier 1 instruments	N/A	N/A
38	Reciprocal cross-holdings in Additional Tier 1 instruments	N/A	N/A
39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the ADI does not own more than 10% of the issued share capital (amount above 10% threshold)	N/A	N/A
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	N/A	N/A
41	National specific regulatory adjustments (sum of rows 41a, 41b and 41c)	202	2,242
41a	of which: holdings of capital instruments in group members by other group members on behalf of third parties	N/A	N/A
41b	of which: investments in the capital of financial institutions that are outside the scope of regulatory consolidations not reported in rows 39 and 40	N/A	N/A
41c	of which: other national specific regulatory adjustments not reported in rows 41a and 41b	202	2,242
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions		
43	Total regulatory adjustments to Additional Tier 1 capital	202	2,242
44	Additional Tier 1 capital (AT1)	(202)	4,558
45	Tier 1 Capital (T1=CET1+AT1)	67,501	66,823
	Tier 2 Capital Instruments and Provisions		
46	Directly issued qualifying Tier 2 instruments	N/A	N/A
47	Directly issued capital instruments subject to phase out from Tier 2	10,000	10,000

		30-June-16 \$'000	30-June-15 \$'000
48	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group T2)	N/A	N/A
49	of which: instruments issued by subsidiaries subject to phase out	N/A	N/A
50	Provisions	2,039	1,790
51	Tier 2 Capital before regulatory adjustments	12,039	11,790
52	Investments in own Tier 2 instruments	N/A	N/A
53	Reciprocal cross-holdings in Tier 2 instruments	N/A	N/A
54	Investments in the Tier 2 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the ADI does not own more than 10% of the issued share capital (amount above 10% threshold)	N/A	N/A
55	Significant investments in the Tier 2 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	N/A	N/A
56	National specific regulatory adjustments (sum of rows 56a, 56b and 56c)	4,000	3,000
56a	of which: holdings of capital instruments in group members by other group members on behalf of third parties	N/A	N/A
56b	of which: investments in the capital of financial institutions that are outside the scope of regulatory consolidation not reported in rows 54 and 55	N/A	N/A
56c	of which: other national specific regulatory adjustments not reported in rows 56a and 56b	4,000	3,000
57	Total regulatory adjustments to Tier 2 capital	4,000	3,000
58	Tier 2 capital (T2)	8,039	8,790
59	Total capital (TC=T1+T2)	75,540	75,613
60	Total risk-weighted assets based on APRA standards	433,999	403,860
	Capital Ratios and Buffers		
61	Common Equity Tier 1 (as a percentage of risk-weighted assets)	15.60%	15.42%
62	Tier 1 (as a percentage of risk-weighted assets)	15.55%	16.55%
63	Total capital (as a percentage of risk-weighted assets)	17.40%	18.72%
64	Buffer requirement (minimum CET1 requirement of 4.5% plus capital conservation buffer of 2.5% plus any countercyclical buffer requirements expressed as a percentage of risk weighted assets)	7.00%	7.00%
65	of which: capital conservation buffer requirement	2.50%	2.50%
66	of which: ADI-specific countercyclical buffer requirements	0.00%	0.00%
67	of which: G-SIB buffer requirement	0.00%	0.00%

		30-June-16 \$'000	30-June-15 \$'000
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk-weighted assets)	9.40%	10.55%
	National minima (if different from Basel III)		
69	National Common Equity Tier 1 minimum ratio (if different from Basel III minimum)	N/A	N/A
70	National Tier 1 minimum ratio (if different from Basel III minimum)	N/A	N/A
71	National total capital minimum ratio (if different from Basel III minimum)	N/A	N/A
	Amount below thresholds for deductions (not risk-weighted)	N/A	N/A
72	Non-significant investments in the capital of other financial entities	N/A	N/A
73	Significant investments in the ordinary shares of financial entities	N/A	N/A
74	Mortgage servicing rights (net of related tax liability)	N/A	N/A
75	Deferred tax assets arising from temporary differences (net of related tax liability)	N/A	N/A
	Applicable caps on the inclusion of provisions in Tier 2		
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	2,039	1,790
77	Cap on inclusion of provisions in Tier 2 under standardised approach	5,425	5,048
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	N/A	N/A
79	Cap for inclusion of provisions in Tier 2 under internal ratings based approach	N/A	N/A
	Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)		
80	Current cap on CET1 instruments subject to phase out arrangements	N/A	4,760
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	N/A	N/A
82	Current cap on AT1 instruments subject to phase out arrangements	N/A	N/A
83	Amount excluded from AT1 instruments due to cap (excess over cap after redemptions and maturities)	N/A	N/A
84	Current cap on T2 instruments subject to phase out arrangements	6,000	7,000
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	N/A	N/A

CAPITAL INSTRUMENTS

Disclosure for the main features of regulatory capital instruments.

The regulatory Capital is limited to

- Retained Earnings
- General Reserve for Credit Losses
- Asset Revaluation Reserves
- Preference Shares (Tier 1)
- Subordinated Debt (Tier 2)

Table 2: Capital Instruments

		Tier 2
1	Issuer	Australian Mutual Investment Trust
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	
3	Governing law(s) of the instrument	NSW Australia
	Regulatory Treatment	
4	Transitional Basel III rules	Tier 2
5	Post-transitional Basel III rules	Ineligible
6	Eligible at solo/ group/ group & solo	N/A
7	Instrument type (ordinary shares/preference shares/subordinated notes/other)	Subordinated Debt
8	Amount recognised in Regulatory Capital (Currency in \$m, as of most recent reporting date)	\$5.0m
9	Par value of instrument	\$10.0m
10	Accounting classification	Liability - Amortised Cost
11	Original date of issuance	9-Nov-12
12	Perpetual or dated	Dated
13	Original maturity date	9-Nov-22
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date, contingent call dates and redemption amount	On any Interest payment date following the 5th anniversary. Redemption of all, or some of the debt with a minimum and multiples of \$100,000
16	Subsequent call dates, if applicable	As outlined above

		Tier 2
	Coupons/dividends	
17	Fixed or floating dividend/coupon	Floating
18	Coupon rate and any related index	90 Day BBSW + 593 bps
19	Existence of a dividend stopper	No
20	Fully discretionary, partially discretionary or mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	N/A
23	Convertible or non-convertible	Non Convertible
24	If convertible, conversion trigger (s)	N/A
25	If convertible, fully or partially	N/A
26	If convertible, conversion rate	N/A
27	If convertible, mandatory or optional conversion	N/A
28	If convertible, specify instrument type convertible into	N/A
29	If convertible, specify issuer of instrument it converts into	N/A
30	Write-down feature	No
31	If write-down, write-down trigger(s)	N/A
32	If write-down, full or partial	N/A
33	If write-down, permanent or temporary	N/A
34	If temporary write-down, description of write-up mechanism	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Only Ranks ahead of Tier 1
36	Non-compliant transitioned features	Yes
37	If yes, specify non-compliant features	No write down No convertibility

CAPITAL REQUIREMENTS

The capital requirement for Unity Bank Limited is determined by the Risk weights of the relevant assets held. Unity Bank Limited's policy is to maintain a capital target minimum of 12.5%. The current level of capital as at 31 March 2017 is 17.00%.

The risk weighted assets for each asset grouping as set out in the table below is determined by APRA Prudential Standard APS 112 Capital Adequacy: Standardised Approach to Credit Risk. These are prescribed risk weights to measure the level of risk based on the nature and level of security supporting the assets recovery.

The risk weighted assets held as at the quarter ended 31 March 2017 is as follows:

Table 3: Capital Adequacy

	Prescribed RWA	
	31-Mar-17 \$'000	30-Dec-16 \$'000
(a) Capital requirements (in terms of risk-weighted assets) for credit risk (excluding securitisation) by portfolio		
Cash	0	0
Loans - secured by residential mortgage	232,135	227,648
Loans - other retail	40,756	41,948
Loans - corporate	14,442	13,334
Liquid Investments	72,457	78,762
All other assets	21,093	16,215
Total credit risk on balance sheet	380,883	377,907
Total credit risk off balance sheet (commitments)	15,461	23,342
Undrawn financial commitments (overdrafts, credit cards, line of credit, Loans approved not advanced, guarantees)	15,461	23,342
(a) Capital requirements for securitisation	N/A	N/A
(b) Capital requirements for market risk.	N/A	N/A
(c) Capital requirements for operational risk.	52,592	52,592
Total Risk Weighted assets (Sum above components)	448,936	453,841

CAPITAL HELD

The capital held by Unity Bank Limited exceeds the policy and minimum capital prescribed by the APRA Prudential standards. This excess facilitates future growth within Unity Bank Limited. The capital ratio is the amount of capital described in Table 1 divided by the risk weighted assets.

	Capital (\$'000)		Capital Ratio	
	31-Mar 17	31-Dec-16	31-Mar-17	31-Dec-16
Common Equity Tier 1	69,539	67,535	15.49%	15.17%
Tier 1	69,336	67,333	15.44%	15.13%
Total Capital	76,376	75,373	17.00%	16.90%

CREDIT RISK

CREDIT RISK – INVESTMENTS

Surplus cash not invested in loans to members is held in high quality liquid assets. This includes the funds required to be held to meet withdrawal of deposits by members of Unity Bank Limited.

Unity Bank Limited uses the ratings of reputable ratings agencies to assess the credit quality of all investment exposure, where applicable, using the credit quality assessment scale in APRA prudential Guidance in APS112. The credit quality assessment scale within this standard has been complied with.

Table 4 below excludes the equities and securitisation exposures. Securitisation exposures are set out in Table 5 which follows. The exposure values associated with each credit quality step are as follows in Table 4.

Table 4: Credit Risk (Investments)

31 March 2017

Investments with banks and other ADI's	Average gross exposure in quarter \$'000	Carrying value on balance sheet at 31 Mar 17 \$'000	Past due Facilities \$'000	Impaired Facilities \$'000	Specific Provision as at end of quarter \$'000	Increase in specific provision and write offs in quarter \$'000
CUSCAL - Rated A	18,176	15,936	0	0	0	0
Banks - Rated AA and Above	0	0	0	0	0	0
Banks – Rated Below AA	148,032	149,735	0	0	0	0
Credit Unions Rated Below AA	1,995	2,989	0	0	0	0
Unrated institutions – Credit Unions	18,000	13,000	0	0	0	0
Total	186,203	181,660	0	0	0	0

31 December 2016

Investments with banks and other ADI's	Average gross exposure in quarter	Carrying value on balance sheet at 31 Dec 16	Past due Facilities	Impaired Facilities	Specific Provision as at end of quarter	Increase in specific provision and write offs in quarter
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
CUSCAL - Rated A	18,224	20,415	0	0	0	0
Banks - Rated AA and Above	0		0	0	0	0
Banks - Rated below AA	147,977	146,330	0	0	0	0
Credit Unions - Rated below AA	2,000	1,000	0	0	0	0
Unrated institutions – Credit Unions	24,500	23,000	0	0	0	0
Total	192,701	190,745	0	0	0	0

CREDIT RISK – LOANS

The classes of loans entered into by Unity Bank Limited are limited to loans, commitments and other non-market off-balance sheet exposures. Unity Bank Limited does not enter into debt securities and over-the-counter derivatives.

Impairment details

The level of impaired loans by class of loan is set out below. In the note below:

- Carrying Value is the amount of the balance sheet gross of provision (net of deferred fees)
- Past due loans is the 'on balance sheet' loan balances which are behind in repayments past by 90 days more.
- Impaired loans are the 'on balance sheet' loan balances which are at risk of not meeting all principal and interest repayments over time.
- Provision for impairment is the amount of the impairment provision allocated to the class of impaired loans.
- The losses in the period equate to the additional provisions set aside for impaired loans and bad debts written off in excess of previous provision allowances.

The impaired loans are generally not secured against residential property. Some impaired loans are secured by bill of sale over motor vehicles or other assets of varying value. It is not practicable to determine the fair value of all collateral as at the balance date due to the variety of assets and their condition.

The analysis of Unity Bank Limited's loans by class, is as follows in Table 4.

Table 4: Credit Risk (Loans)

31 March 2017

Loans Portfolio	Gross exposure value - Average for the period	Gross exposure value on balance sheet for the period	Commitments - redraws, overdraft facilities undrawn	Past due Facilities	Impaired Facilities	Specific Provision as at end of quarter	Increase/ (Decrease) in specific provision and write offs in quarter
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Mortgage Secured	667,443	619,459	52,004	0	2,708	170	108
Personal	38,531	34,414	5,743	77	693	468	56
Overdrafts & Credit Cards	33,833	10,797	17,844	11	87	164	(94)
Corporate Borrowers	25,343	21,836	3,838	0	1	2	1
Total	765,159	686,506	79,429	88	3,489	804	71

31 December 2016

Loans Portfolio	Gross exposure value - Average for the period	Gross exposure value on balance sheet for the period	Commitments - redraws, overdraft facilities undrawn	Past due Facilities	Impaired Facilities	Specific Provision as at end of quarter	Increase/ (Decrease) in specific provision and write offs in quarter
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Mortgage Secured	656,741	608,384	55,039	0	1,741	62	(256)
Personal	37,953	34,758	2,147	61	671	384	51
Overdrafts & Credit Cards	39,128	11,470	27,554	9	85	254	103
Corporate Borrowers	22,772	20,673	4,339	0	1	1	0
Total	756,594	675,285	89,079	70	2,498	701	(102)

GENERAL RESERVE FOR CREDIT LOSSES

This reserve is set aside to quantify the estimate for potential future losses in the loans and investments.

In addition to the provision for impairment, the board has recognised the need to make an allocation from retained earnings to ensure there is adequate protection for members against the prospect that some members will experience loan repayment difficulties in the future.

The reserve has been determined on the basis of the past experience with the loan delinquency and amounts written off.

The value of the reserve is amended to reflect the changes in economic conditions, and the relevant concentrations in specific regions and industries of employment within the loan book.

	31 March 2017	31 December 2016
	\$	\$
Balance	2,039,437	2,039,437

SECURITISATION ARRANGEMENTS

Unity Bank Limited has entered into arrangements for securitised loans to support its liquidity requirements from time to time. The table below states the current value of securitised loans managed by Unity Bank Limited and the amount securitised in the past quarter ended 31 March 2017.

Table 5: Securitised Exposures

31 March 2017	Loans Securitised in Current qtr, by type of securitisation	Securitised Loans On balance sheet exposure Aggregate Amount	Securitised Loans Off balance sheet exposure Aggregate Amount
	\$'000	\$'000	\$'000
Mortgage loans	0	125,284	190
Personal loans	N/A	N/A	N/A
Credit cards	N/A	N/A	N/A
Total		125,284	190

31 December 2016	Loans Securitised in Current qtr, by type of securitisation	Securitised Loans On balance sheet exposure Aggregate Amount	Securitised Loans Off balance sheet exposure Aggregate Amount
	\$'000	\$'000	\$'000
Mortgage loans	0	137,129	200
Personal loans	N/A	N/A	N/A
Credit cards	N/A	N/A	N/A
Total	116,935	137,129	200

The recognised gain or loss on securitised arrangements entered into in the past quarter is \$Nil.

REGULATORY CAPITAL RECONCILIATION TO BALANCE SHEET

Statement of Financial Year Position as at 30 June 2016

ASSETS	Item No. Per Table 1	30-Jun-16 \$	30-Jun-15 \$
Cash		9,379,019	12,825,186
Liquid Investments		182,804,954	182,128,636
Receivables		1,868,531	1,839,580
Prepayments		979,529	468,268
Loans to members		663,159,977	608,603,460
Other Loans in unlisted companies		2,820,897	0
Available for sale equity investments		3,103,146	1,419,733
<i>Available for sale equity investments:</i>			
Shares in unlisted companies at cost - Cuscal	Item 18	1,478,823	1,366,582
Shares in unlisted companies at cost - Transaction Solutions Pty Ltd	Item 26g	1,624,323	53,151
Property, plant and equipment		5,768,301	5,866,734
Taxation assets	Item 10	2,192,952	1,691,135
Loans to capital investors			
Intangible assets and capitalised costs	Item 26f	468,418	528,728
Total Assets		872,545,724	815,371,011
LIABILITIES			
Short term borrowings			
Deposits from other institutions		13,000,000	0
Deposits from members		762,814,412	719,044,301
Creditor accruals and settlement accounts		7,183,499	8,893,948
Taxation liabilities		33,781	250,567
Provisions		4,209,440	2,890,394
Deferred tax liabilities	Item 10	13,938	13,460
Long term borrowings		10,000,000	10,000,000
Balance at the beginning of the year	Item 47	10,000,000	10,000,000
Increase due to debt issued	Item 47		
Amortisation of capitalised debt raising costs	Item 26f (part)	0	0
Total Liabilities		797,255,070	741,092,670
NET ASSETS		75,290,654	74,278,341
Members' equity			
Share capital preference shares		0	5,917,930
Share capital preference shares:			

<i>Additional Tier 1 Capital Instruments</i>	<i>Item 33</i>	0	6,800,000
<i>Less Prescribed Deduction: Cost of Capital Raising</i>	<i>Item 41c (part)</i>	(202,070)	(202,070)
		30-Jun-16	30-Jun-15
<i>Less Prescribed Deduction: Loss Reserve</i>	<i>Item 26j</i>	(680,000)	(680,000)
<i>Capital reserve account</i>	<i>Item 3</i>	356,604	338,136
<i>Asset revaluation reserve</i>	<i>Item 3</i>	350,276	350,276
<i>General reserve for credit losses</i>	<i>Item 50</i>	2,039,437	1,789,540
<i>General reserve</i>	<i>Item 3</i>	2,378,249	2,378,249
<i>Retained earnings</i>	<i>Item 2</i>	71,048,158	63,504,210
<i>Total Members' Equity</i>		75,290,654	74,278,341