

**First Option Bank Ltd - Regulatory Disclosures as at 30 June 2020**

Capital Adequacy		
	Risk Weighted Assets	
	30-Jun-20	31-Mar-20
<b>(a) Capital requirements for Credit Risk (by portfolio)</b>		
Loans - secured by residential mortgage	59,870	57,560
Loans - other	8,016	10,884
Deposits with Banks and other ADIs	19,713	17,081
All Other assets	499	335
<b>Total Credit Risk On-Balance Sheet</b>	<b>88,098</b>	<b>85,860</b>
Loans approved not advanced	576	1,025
Loan redraw facilities	2,870	2,826
Guarantees	194	194
<b>Total Credit Risk Off-Balance Sheet (commitments)</b>	<b>3,640</b>	<b>4,045</b>
<b>(b) Capital requirements for Market Risk</b>	<b>0</b>	<b>0</b>
<b>(c) Capital requirements for Operational Risk</b>	<b>13,089</b>	<b>12,519</b>
<b>Total risk weighted exposures</b>	<b>104,827</b>	<b>102,424</b>
<b>Total Regulatory Capital</b>	<b>14,681</b>	<b>14,564</b>
<b>Capital adequacy ratio:</b>		
CET1 Capital Ratio %	13.57%	13.78%
Tier 1 Capital Ratio %	13.57%	13.78%
Total Capital Ratio %	14.01%	14.22%

Securitisation Arrangements		
The credit union has entered into arrangements for securitised loans to support its liquidity arrangements from time to time		
	<b>Total</b>	<b>Total</b>
	<b>30-Jun-20</b>	<b>31-Mar-20</b>
	<b>\$</b>	<b>\$</b>
<b>On Balance Sheet Securitisation</b>		
Mortgage Loans	-	-
Other Loans / Revolving Credit	-	-
<b>Off Balance Sheet Securitisation</b>		
Mortgage Loans	0	0
Other Loans / Revolving Credit	-	-
<b>Total Securitised Loans</b>	<b>0</b>	<b>0</b>
The recognised gain or loss on securitised arrangements entered into in the past quarter is \$nil		

Credit Risk						
For the 3 month period ended 30 June 2020						
	Gross exposures at the end of the period	Average gross exposures for the period	Impaired facilities	90 days past due	Specific provisions	Charge for specific provisions and write offs
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Deposits with banks, ADIs &amp; other</b>						
Cuscal - rated A1/A+	9,473	13,670				
Banks - rated A1/A+ and above	16,500	19,093				
Banks - rated below A1/A+	18,700	17,950				
Other rated ADIs	7,010	5,510				
Corporates	-	-				
Unrated ADIs	14,577	13,577				
<b>Total</b>	<b>66,260</b>	<b>69,799</b>				
<b>Loans and commitments</b>						
On-balance sheet:						
Secured by residential mortgage	170,206	167,625	-	139	-	-
Other	5,271	6,083	55	-	219	(3)
Commercial	3,435	3,453	-	-	-	-
Off-balance sheet commitments:						
Loans approved not advanced	5,859	5,033				
Loan redraw limits	15,686	15,585				
Irrevocable standby commitments	7,365	7,242				
Revocable undrawn line of credits	4,551	4,330				
Guarantees	388	388				
<b>Total</b>	<b>212,761</b>	<b>209,738</b>	<b>55</b>	<b>139</b>	<b>219</b>	<b>(3)</b>
The general reserve for credit losses at quarterly reporting date is (\$'000):					<u>\$458</u>	

Credit Risk						
For the 3 month period ended 31st March 2020						
	Gross exposures at the end of the period	Average gross exposures for the period	Impaired facilities	90 days past due	Specific provisions	Charge for specific provisions and write offs
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Deposits with banks, ADIs &amp; other</b>						
Cuscal - rated A1/A+	17,866	14,742				
Banks - rated A1/A+ and above	21,685	19,935				
Banks - rated below A1/A+	13,500	15,000				
Other rated ADIs	2,010	2,009				
Unrated ADIs	6,577	7,077				
<b>Total</b>	<b>61,638</b>	<b>58,762</b>				
<b>Loans and commitments</b>						
On-balance sheet:						
Secured by residential mortgage	163,926	165,951	-	1,093	-	-
Other	8,012	7,032	81	-	112	8
Commercial	3,470	3,647	-	-	-	-
Off-balance sheet commitments:						
Loans approved not advanced	4,207	2,896				
Loan redraw limits	15,485	15,455				
Irrevocable standby commitments	7,120	7,171				
Revocable undrawn line of credits	4,109	4,061				
Guarantees	388	388				
<b>Total</b>	<b>206,715</b>	<b>206,601</b>	<b>81</b>	<b>1,093</b>	<b>112</b>	<b>8</b>
The general reserve for credit losses at quarterly reporting date is (\$'000):					<u>\$450</u>	