

**First Option Bank Ltd - Regulatory Disclosures as at 31 December 2020**

Capital Adequacy		
	Risk Weighted Assets	
	31-Dec-20	30-Sep-20
<b>(a) Capital requirements for Credit Risk (by portfolio)</b>		
Loans - secured by residential mortgage	63,731	61,626
Loans - other	7,089	7,358
Deposits with Banks and other ADIs	17,110	17,549
All Other assets	496	606
<b>Total Credit Risk On-Balance Sheet</b>	<b>88,426</b>	<b>87,139</b>
Loans approved not advanced	509	47
Loan redraw facilities	2,934	3,023
Guarantees	182	194
<b>Total Credit Risk Off-Balance Sheet (commitments)</b>	<b>3,625</b>	<b>3,264</b>
<b>(b) Capital requirements for Market Risk</b>	<b>0</b>	<b>0</b>
<b>(c) Capital requirements for Operational Risk</b>	<b>13,138</b>	<b>13,089</b>
<b>Total risk weighted exposures</b>	<b>105,189</b>	<b>103,492</b>
<b>Total Regulatory Capital</b>	<b>14,897</b>	<b>14,764</b>
<b>Capital adequacy ratio:</b>		
CET1 Capital Ratio %	13.57%	13.82%
Tier 1 Capital Ratio %	13.57%	13.82%
Total Capital Ratio %	14.16%	14.27%

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>31-Dec-20</b>	<b>30-Sep-20</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 31 December 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+	10,970	9,578				
Banks - rated A1/A+ and above	10,500	16,750				
Banks - rated below A1/A+	25,700	19,700				
Other rated ADIs	1,012	2,011				
Unrated ADIs	12,577	13,827				
<b>Total</b>	<b>60,759</b>	<b>61,866</b>				
<b>Loans and commitments</b>						
On-balance sheet:						
Secured by residential mortgage	181,506	178,495	-	951	-	-
Other	4,404	4,512	48	-	227	6
Commercial	3,303	3,344	-	-	-	-
Off-balance sheet commitments:						
Loans approved not advanced	4,316	6,318				
Loan redraw limits	15,990	16,290				
Irrevocable standby commitments	7,508	7,457				
Revocable undrawn line of credits	4,464	4,658				
Guarantees	363	376				
<b>Total</b>	<b>221,853</b>	<b>221,450</b>	<b>48</b>	<b>951</b>	<b>227</b>	<b>6</b>
The general reserve for credit losses at quarterly reporting date is (\$'000):					<u>\$458</u>	

Credit Risk						
For the 3 month period ended 30 September 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+	8,186	8,829				
Banks - rated A1/A+ and above	23,000	19,750				
Banks - rated below A1/A+	14,700	16,700				
Other rated ADIs	3,011	5,011				
Unrated ADIs	14,077	14,327				
<b>Total</b>	<b>62,973</b>	<b>64,617</b>				
<b>Loans and commitments</b>						
On-balance sheet:						
Secured by residential mortgage	175,485	172,811	-	-	-	-
Other	4,620	4,980	36	-	221	2
Commercial	3,386	3,411	-	-	-	-
Off-balance sheet commitments:						
Loans approved not advanced	8,320	7,090				
Loan redraw limits	16,591	16,138				
Irrevocable standby commitments	7,406	7,386				
Revocable undrawn line of credits	4,852	4,701				
Guarantees	388	388				
<b>Total</b>	<b>221,048</b>	<b>216,904</b>	<b>36</b>	<b>-</b>	<b>221</b>	<b>2</b>
The general reserve for credit losses at quarterly reporting date is (\$'000):					<u>\$458</u>	