

APS 330 Capital Adequacy: Market Exposure
Latvian Australian Credit Co-operative Society Ltd
Disclosure of risk management practices and capital adequacy
Latvian Australian Credit Co-operative Society Ltd and its subsidiaries

Table 1
Capital structure
as at 31 March 2009

	\$
Tier 1 capital	
General reserves	1,900,000
Retained and current years earnings	49,916
Less deductions from tier 1 capital	
- Non subsidiary entities	5,247
Tier 1 capital (net of deductions)	1,944,669
Tier 2 capital	
Tier 2 capital (net of deductions)	89,941
Total capital base	2,034,610

Table 2
Capital Adequacy
as at 31 March 2009

	Risk weighted exposure \$
Capital requirements - for credit risk	
Claims on banks and ADIs (deposits, bank bills)	4,358,738
Loans and advances - Claims secured by residential mortgage	2,272,479
Past Due claims	120,272
Claims on private sector counterparties	332,829
Investment in Premises, plant and equipment	382,655
Other assets	28,567
Guarantees	99,900
Commitments for loans and advances	
- Loans approved not advanced	0
- Loan redraw facilities	135,654
for operational risk	914,789
Total risk weighted exposures	8,645,883
Capital adequacy ratio	
- on net tier 1 capital	22.49%
- on total capital base	23.53%

Table 3
Credit risk
For the three month period ended 31 March 2009

	Gross exposures at reporting date	Average gross exposures for the period	Impaired facilities	90 days past due	Specific provisions balance	Charge for specific provisions and write-offs for the period
	\$	\$	\$	\$	\$	\$
Claims on banks or ADIs	10,292,526	9,918,032	-	-	-	-
Loans and advances						
On balance sheet:						
-secured by residential mortgage	5,507,005	5,573,493	-	-	-	-
- other retail	167,440	172,311	-	-	-	-
- commercial	165,389	166,927	-	-	-	-
Off balance sheet commitments						
- loans approved not advanced	-	-	-	-	-	-
- loan redraw limits	271,307	271,564	-	-	-	-
Total loans and advances	5,839,834	5,912,731	-	-	-	-

The general reserve for credit losses is \$75,000 at reporting date.