

ADF Capital Adequacy & Liquidity:**Capital Adequacy (4.4.2):** (Target > 10% of Risk Weighted Assets)

Assets		Weighting	Asset Value	RWA
A	Cash (Govt. Securities, A Rated Aust. Banks)	10%	\$ 30,000,000	\$ 3,000,000
B	Cash (Other Aust. Banks, ADI's)			
	Rating AAA to AA-	20%	\$ 5,000,000	\$ 1,000,000
	Rating A+ to BBB-	50%	\$ 2,000,000	\$ 1,000,000
	Rating BB+ to B-	100%	\$ 1,000,000	\$ 1,000,000
	Rating CCC to D	200%	\$ 1,000,000	\$ 2,000,000
	Unrated	400%	\$ 500,000	\$ 2,000,000
C	Internal Loans - Unsecured	100%	\$ 20,000	\$ 20,000
D	Internal Loans			
	Secured Commercial	75%	\$ 50,000,000	\$ 37,500,000
	Secured Residential	50%	\$ 10,000,000	\$ 5,000,000
E	External Loans - Secured Residential Property	75%	\$ 1,000,000	\$ 750,000
F	External Loans - Secured Commercial property	125%	\$ 15,000,000	\$ 18,750,000
G	Other Investments (excluding Equities) with claims on Australian and International counter parties:			\$ -
	Rating AAA to AA-	20%	\$ 2,000,000	\$ 400,000
	Rating A+ to BBB-	50%	\$ 1,000,000	\$ 500,000
	Rating BB+ to B-	100%	\$ 1,000,000	\$ 1,000,000
	Rating CCC to D	200%	\$ 500,000	\$ 1,000,000
	Unrated	400%	\$ 500,000	\$ 2,000,000
J	Other Investments/assets and Equities	400%	\$ 500,000	\$ 2,000,000
	Total Assets		121,020,000	\$ 78,920,000
Risk Concentration:				
J	To the extent an External loans exceeds 5% of Total Assets			
		Total Assets:	Limit Amount:	
	Limit 5%	\$ 121,020,000	\$ 6,051,000	
	Loans > 5% of TA		\$ 7,000,000	400% \$ 949,000 \$ 3,796,000
				\$ -
	To the extent an Internal loans exceeds 30% of Total Assets			
		Total Assets:	Limit Amount:	
	Limit 30%	\$ 121,020,000	\$ 36,306,000	
	Loans > 30% of TA		\$ 40,000,000	200% \$ 3,694,000 \$ 7,388,000
			Total Risk Weighted Assets	\$ 82,716,000
			8% of risk weighted assets	\$ 6,617,280
			+ 2% Buffer	\$ 1,654,320
			Required Capital 10%	\$ 8,271,600
	Equity:			
			Accumulated Funds	\$ 7,000,000
			Asset Reserves	\$ 1,500,000
			Total Equity	\$ 8,500,000
			"Surplus" Capital	\$ 228,400
			Actual Capital Adequacy ratio	10.28%
Comments should actual Capital Adequacy ratio be < 10%				

Liquidity (4.1): (> 10% of Total Assets):

Total Assets:		\$ 121,020,000	
Minimum Liquidity requirement	10%		\$ 12,102,000
Actual position:			
Cash		\$ 39,500,000	
Undrawn Bank OD Facility		\$ 2,000,000	
Total Actual Liquidity			\$ 41,500,000
"Surplus" Liquidity			\$ 29,398,000
Actual Liquidity Ratio			34.3%
Comments should actual Liquidity ratio be < 10%			

4.3 Depositors in excess of 5% of Liabilities

Total depositors in excess of 5% of Liabilities		\$ 11,000,000	9.8%
Total liabilities		\$ 112,520,000	
Comments on large depositors			

NOTE: Please complete all cells highlighted in grey, putting "0" if not applicable.

Signed by Chairman of ADDF's Governance Body _____

Date _____