

Capital Adequacy and Risk Disclosures
Quarterly Update as at 31 March 2010

Police Association Credit Co-operative Limited (Police Credit) is an Authorised Deposit-taking Institution ("ADI") subject to regulation by the Australian Prudential regulation Authority ("APRA") under the authority of the Banking Act 1959.

This update of Police Credit's Capital Adequacy and risk disclosures has been prepared in accordance with APRA prudential standard APS 330

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Credit Risk for the 3 month period ended 31 March 2010

	Gross Exposures at reporting date \$'000	Average Gross Exposures at reporting date \$'000	Impaired facility \$'000	90 days past due \$'000	Specific provisions balance \$'000	Charge for specific provisions & write-offs for the period \$'000
Deposits with ADI's (Inc cash)	125,396	141,568	-	-	-	-
Loans and Advances						
- Secured by Residential Mortgages	645,455	632,517	-	-	-	-
- Other member loans	69,882	70,637	843	-	481	125
General Reserve for Credit Losses	309					

Capital Structure \$'000

Tier 1 capital	
Reserves	15,000
Retained earnings	77,632
Deductions from tier 1 Capital	(3,445)
Total Tier 1 Capital	89,187
Total Tier 2 Capital	-
Total Capital Base	89,187

Capital Adequacy **Risk Weighted Exposure**

Capital requirements for	\$'000
Credit Risk	
Deposits with banks and ADI's	32,058
Loans and advances	
Claims secured by residential mortgage	273,401
Other member loans	70,137
Other assets	744
Operational Risk	51,346
Total Risk Weighted Exposures	427,686
Capital Adequacy Ratio	
On Net Tier 1 Capital	20.85%
On Total Capital Base	20.85%