



Heritage and People's Choice Limited

Prudential Standard APS 330 Public Disclosure

For the period ended 31 March 2023

ABN 11 087 651 125

Capital Adequacy

As at 31 March 2023

Risk-weighted Assets	\$m
Capital requirements (in terms of risk-weighted assets) for credit risk (excluding securitisation) by portfolio:	
Claims secured by residential mortgage	6,831.8
Other retail	695.7
Corporate	17.2
Banks and Other ADIs	617.5
Government	-
All other	130.6
Total on balance sheet assets and off balance sheet exposures	8,292.8
Securitisation Risk-weighted Assets	6.8
Market Risk-weighted Assets	-
Operational Risk-weighted Assets	753.6
Total Risk-weighted Assets	9,053.2
Capital Ratios for the Consolidated Group	
Common Equity Tier 1	14.12%
Tier 1	14.12%
Total Capital	15.65%

Credit Risk

As at 31 March 2023

Exposure Type	Gross Credit Exposure	Average Gross Credit Exposure ²
	\$m	\$m
Loans and advances secured by residential mortgage	16,846.5	16,757.3
Other Member Loans	591.3	635.0
Commitments ¹	2,483.0	2,472.7
Derivatives ¹	145.9	142.3
Liquid Assets	3,937.6	3,891.4
Other	314.5	249.5
Total	24,318.8	24,148.2

Exposure Portfolios	Gross Credit Exposure	Average Gross Credit Exposure ²
	\$m	\$m
Claims secured by residential mortgage	18,239.6	18,078.6
Other retail	741.8	761.6
Corporate	22.7	23.9
Banks and Other ADIs	2,397.5	2,451.3
Government	2,736.1	2,649.1
All other	181.1	183.7
Total	24,318.8	24,148.2

¹ Off-balance sheet exposures have been converted to their credit equivalent amounts.

² Heritage Bank Limited and Australian Central Credit Union Ltd merged on 1 March 2023 to form Heritage and People's Choice Limited. The average gross exposure reported includes the gross exposures for both merged entities for the full quarter.

Credit Exposure Type	Non-performing facilities	Provisions against performing exposures ³	Provisions against non-performing exposure	Charges for specific provision & amounts written-off during the period
	\$m	\$m	\$m	\$m
Loans and advances secured by residential mortgage	103.5	12.0	4.9	0.3
Other Member Loans	8.3	5.8	2.3	0.2
Total	111.7	17.8	7.2	0.5

³ Provisions held against performing exposures that represent a purely forward-looking amount for future losses that are presently unidentified.

Securitisation

As at 31 March 2023

	Capital Relief	Funding Only	Self- securitisation	Recognised Gain or Loss on Sale
	\$m	\$m	\$m	\$m
Securitisation Activity for the Quarter				
Residential Mortgage	-	-	-	-
Total Exposures	-	-	-	-

Securitisation Exposure Types	On-Balance Sheet	Off-Balance Sheet	Total Exposures
	\$m	\$m	\$m
Securitisation ⁴	4,484.9	1,161.7	5,646.6
RMBS securities held	3,958.0	-	3,958.0
Redraw facilities	18.8	5.3	24.1
Swap facilities	17.3	27.9	45.2

⁴ Loans and advances secured by residential mortgage.