

## Capital Structure

General reserves	119.5m
Retained earnings	7m
<b>Gross Tier 1 Capital</b>	<b>126.5m</b>
<b>Deductions from Tier 1 Capital</b>	
Deferred tax assets	4.2m
Fair value of effective cash flow hedges	(0.1)m
Goodwill	2.6m
Intangibles	0.1m
Equity investments in other ADI's	1.7m
Equity investments from non consolidated subsidiaries	0.5m
<b>Total deductions from Tier 1 Capital</b>	<b>9.0m</b>
<b>Net Tier 1 Capital</b>	<b>117.5m</b>
Tier 2 (net of deductions)	2.2m
<b>Total Capital Base</b>	<b>119.6m</b>

As at 30 June 2010

## Credit Risk Exposure

	Loans and advances	Commitments and off balance sheet exposures	Total
Gross credit risk exposure	1,361.5m	201.8m	<b>1,563.3m</b>
Quarterly average gross exposure	1,344.2m	203.9m	<b>1,548.1m</b>
Amount impaired	5.6m	-	<b>5.6m</b>
Amount past due	3.6m	-	<b>3.6m</b>
Specific provision	2.3m	1.1m	<b>3.5m</b>
Charges written off during the period	0.8m	-	<b>0.8m</b>
General reserve for credit losses			<b>2.6m</b>

As at 30 June 2010

## Capital Adequacy Requirements

Credit risk capital requirements (risk weighted assets)

<b>On balance sheet</b>	
Deposits with banks and other ADI's	57.0m
Claims against eligible residential mortgages	549.3m
Other assets	121.4m
<b>Off balance sheet</b>	
Commitments and guarantees	28.3m
<b>Total credit risk weighted assets</b>	<b>756.0m</b>
Market risk	-
Operational risk	103.4m
<b>Total risk weighted assets</b>	<b>859.4m</b>
<b>Total Capital Ratio - Consolidated Group</b>	<b>14.50%</b>
<b>Tier 1 Capital Ratio - Consolidated Group</b>	<b>14.50%</b>

As at 30 June 2010