

## Public Disclosure of Prudential Information as at 31 December 2017

Big Sky Building Society Limited (ABN 30 087 652 079 AFSL 237994) ('Big Sky') is an Authorised Deposit Taking Institution ('ADI') subject to regulation by the Australian Prudential Regulation Authority ('APRA') and is a wholly owned subsidiary of Australian Unity Limited (ABN 23 087 648 888).

This update to Big Sky's capital adequacy and risk disclosures has been prepared in accordance with APRA prudential standard APS330 and uses the post January 2018 common disclosure template.

Big Sky Building Society is fully applying the Basel III regulatory adjustments as implemented by APRA.

Capital Adequacy	Risk Weighted Exposure at 31 December 2017	Risk Weighted Exposure at 30 September 2017
	\$,000	\$,000
<b>Credit Risk</b>		
• Deposits with banks and ADIs	32,250	32,394
• Loans and advances		
○ Claims secured by residential mortgage	195,497	203,190
○ Other members loans	19,268	25,589
○ Commercial	93,117	80,087
○ Government	-	-
○ Commitments for loans and advances		
- Loans approved not advanced	2,352	2,321
- Loan redraw facilities	7,590	7,730
- Guarantees	-	-
○ Interest rate contracts	8	8
<b>Cash and Claims</b>	-	-
<b>Other Assets</b>	2,315	1,942
<b>Operational Risk</b>	47,288	46,505
<b>Other Charges Prescribed by APRA</b>	-	-
<b>Total Risk Weighted Exposures</b>	<b>399,685</b>	<b>399,766</b>
<b>Capital Adequacy Ratio</b>		
• Common Equity Tier 1 ratio	<b>14.23%</b>	<b>14.11%</b>
• Tier 1 ratio	<b>14.23%</b>	<b>14.11%</b>
• Total capital ratio	<b>17.02%</b>	<b>16.68%</b>

<b>Credit Risk Exposure for 3 month period ended 31 December 2017</b>	<b>Gross exposures at reporting date</b>	<b>Average gross exposures for the period</b>	<b>90 days past due</b>	<b>Impaired Facilities</b>	<b>Specific provisions balance</b>	<b>Charge for specific provisions and write- offs for the period</b>
	<b>\$,000</b>	<b>\$,000</b>	<b>\$,000</b>	<b>\$,000</b>	<b>\$,000</b>	<b>\$,000</b>
<b>Deposits with banks or ADIs</b>	<b>112,264</b>	<b>119,684</b>	-	-	-	-
<b>Loans and advances:</b>						
<b>On balance sheet:</b>						
- secured by residential mortgage	540,547	551,297	3,856	2,293	1,601	(1,606)
- other members loans	19,268	17,285	48	73	38	1
- commercial	117,931	116,145	-	-	-	-
- government	-	-	-	-	-	-
<b>Off balance sheet commitments</b>						
- loans approved not advanced	8,627	7,860	-	-	-	-
- loan redraw limits	-	-	-	-	-	-
- revocable line of credits undrawn	23,195	23,612	-	-	-	-
- irrevocable loan drawdowns	41,684	42,657	-	-	-	-
- irrevocable standby commitments	-	-	-	-	-	-
<b>Total loans and advances</b>	<b>751,252</b>	<b>758,856</b>	<b>3,904</b>	<b>2,366</b>	<b>1,640</b>	<b>(1,605)</b>

The general reserve for credit losses at 31 December 2017 is (\$000):

\$11,179

<b>Credit Risk Exposure for 3 month period ended 30 September 2017</b>	<b>Gross exposures at reporting date</b>	<b>Average gross exposures for the period</b>	<b>90 days past due</b>	<b>Impaired Facilities</b>	<b>Specific provisions balance</b>	<b>Charge for specific provisions and write- offs for the period</b>
	<b>\$,000</b>	<b>\$,000</b>	<b>\$,000</b>	<b>\$,000</b>	<b>\$,000</b>	<b>\$,000</b>
<b>Deposits with banks or ADIs</b>	<b>127,104</b>	<b>125,237</b>	-	-	-	-
<b>Loans and advances:</b>						
<b>On balance sheet:</b>						
- secured by residential mortgage	562,047	572,574	4,238	5,897	3,394	2,083
- other members loans	15,302	14,908	77	92	49	8
- commercial	114,359	113,186	-	-	-	-
- government	-	-	-	-	-	-
<b>Off balance sheet commitments</b>						
- loans approved not advanced	7,093	8,388	-	-	-	-
- loan redraw limits	-	-	-	-	-	-
- revocable line of credits undrawn	24,029	24,501	-	-	-	-
- irrevocable loan drawdowns	43,630	44,163	-	-	-	-
- irrevocable standby commitments	-	-	-	-	-	-
<b>Total loans and advances</b>	<b>766,460</b>	<b>777,720</b>	<b>4,315</b>	<b>5,989</b>	<b>3,443</b>	<b>2,091</b>

The general reserve for credit losses at 30 September 2017 is (\$000):

\$10,287