

**GREATER BUILDING SOCIETY LTD**  
**3 MONTHS ENDING 30 SEPTEMBER 2011**

**Capital Structure**

	\$000's
<i>Tier 1 Capital</i>	
Reserves	15,881
Retained Earnings	288,231
Minority Interests	999
Deductions from Tier 1 Capital	(14,504)
<i>Total Tier 1 Capital</i>	<u>290,607</u>
<i>Tier 2 Capital</i>	
Reserves	7,827
Deductions from Tier 2 Capital	(961)
<i>Total tier 2 Capital</i>	<u>6,866</u>
<i>TOTAL CAPITAL BASE</i>	<u><u>297,473</u></u>

**Capital Adequacy**

	\$000's
<i>Capital Requirement (in terms of risk weighted assets)</i>	
Claims Secured by Residential Mortgages	1,243,320
Other Retail	110,058
Investment in ADI's	121,096
Securitisation	46,379
Other	93,571
	<u>1,614,424</u>
<i>Capital Requirement for Operational Risk</i>	236,987
<i>TOTAL CAPITAL REQUIREMENT</i>	<u><u>1,851,411</u></u>
Tier 1 Capital Ratio	15.70%
Total capital Ratio	16.07%

At 30 September 2011 Greater Building Society held \$87,401,519 in securities guaranteed by the Australian Government that were risk weighted at 0%.

**Credit Exposures by Portfolio and Major types of Credit Exposure**

	Gross Credit Risk Exposures \$000's	Average Gross Credit Risk Exposures - over the period \$000's
<u>Loans and advances</u>		
Claims Secured by Residential Mortgages	3,372,196	3,322,791
Other Loans	110,058	111,180
<u>Other</u>		
Liquidity Investments (including cash)	655,745	642,400
Other On-balance Sheet Assets	60,628	64,408
Off-balance Sheet Assets	72,671	70,726
Total Credit Risk Exposures (excluding equities and securitisation)	<u>4,271,298</u>	<u>4,211,505</u>

	Outstanding Balance \$000's	Specific Provision \$000's
Impaired Facilities		
- Loans and advances	2,437	1,854
- Other	-	-
Past Due Facilities		
- Loans and advances	1,881	-
- Other	-	-

Expense  
\$000's

*Bad & Doubtful Debt Expense*

Net movement in Specific Provision	
- Loans and advances	(1,334)
- Other	-
Bad Debt write offs directly to profit and loss	
- Loans and advances	26
- Other	-

*Total Bad & Doubtful Debt Expense for the Period*

(1,308)

\$000's

General Reserve for Credit Losses 6,162