

# LIBERTY FINANCIAL LIMITED

As at 31 December 2023



## KEY RATIOS

	EXPOSURE \$'000	RISK WEIGHTED ASSETS \$'000
<b>Capital Ratio</b>		
Credit risk		
Cash and cash equivalents	9,239	1,848
Loan assets	58,801	26,203
Other assets	410	973
	<b>68,450</b>	<b>29,023</b>
Operational risk		8,529
Total risk weighted assets		<b>37,552 A</b>
Gross capital		10,973
less capital deductions		(132)
Total capital		<b>10,841 B</b>
Capital ratio		28.87% (B/A)
Minimum capital ratio under the Trust Deed if the issuer has a credit rating		9%
Minimum capital ratio that must be set out in the Trust Deed under the Deposit Takers (Credit Ratings, Capital Ratios and Related Party Exposures) Regulations 2010		8%

The capital ratio is a measure of the extent to which Liberty Financial is able to absorb losses without becoming insolvent. The lower the capital ratio, the fewer financial assets Liberty Financial has to absorb unexpected losses arising out of its business activities.

## Related Party Ratio

Aggregate exposure to related parties as a percentage of capital	0%
Maximum limit on aggregate exposures to related parties under the Trust Deed	15%
Maximum limit on aggregate exposures to related parties that must be set out in the Trust Deed under the Regulations	15%

Related party exposures are financial exposures that Liberty Financial has to related parties. A related party is an entity that is related to Liberty Financial through common control or some other connection that may give the party influence over Liberty Financial (or Liberty Financial over the related party). These related parties include Mike Pero Group Limited.

## Liquidity Tests

	\$'000
Surplus of liquid assets to meet liabilities due in the subsequent month	8,977
Surplus of liquid assets to meet liabilities due in the next subsequent month	8,531
Surplus of liquid assets to meet liabilities due in the second subsequent month	7,274
Minimum Liquidity Requirement for 1-3 months	Positive Surplus

Under the Trust Deed Liberty Financial is required to maintain a positive liquidity position. Liquidity requirements help to ensure that Liberty Financial has sufficient realisable assets on hand to pay its debts as they become due in the ordinary course of business. Failure to comply with liquidity requirements may mean that Liberty Financial is unable to repay investors on time, and may indicate other financial problems in its business.

## SELECTED FINANCIAL INFORMATION

	\$'000
Total assets*	68,450
Total liabilities*	(57,477)
Net profit/(loss) after tax*	759
Cash and cash equivalents*	9,239
Capital**	10,973
Net cash flows provided by/(used in) operating activities*	1,829

\*As determined in accordance with NZ GAAP

\*\*As determined in accordance with the Deposit Takers (Credit Ratings, Capital Ratios, and Related Party Exposures) Regulations 2010