

TABLE 2 -- §702.104 RISK PORTFOLIOS DEFINED

| <i>Risk portfolio</i> | <i>Assets, liabilities or contingent liabilities</i> |
|---------------------------------|--|
| (a) Long-term real estate loans | Total real estate loans and real estate lines of credit (excluding MBLs) with a maturity (and next rate adjustment period if variable rate) greater than 5 years |
| (b) MBLs outstanding | Member business loans outstanding |
| (c) Investments | As defined by federal regulation or applicable State law. |
| (d) Low-risk assets | Cash on hand and NCUSIF deposit. |
| (e) Average-risk assets | 100% of total assets minus sum of risk portfolios above |
| (f) Loans sold with recourse | Outstanding balance of loans sold or swapped with recourse, except for loans sold to the secondary mortgage market with a recourse period of 1 year or less. |
| (g) Unused MBL commitments | Unused commitments for MBLs |
| (h) Allowance | Allowance for Loan and Lease Losses limited to equivalent of 1.50 percent of total loans |