

Attachment 3 Compliance with Treasury Risk Management

As at 31 December 12

| Total Council Limit Compliance Analysis | Compliant | | | | Compliant | | |
|--|-----------|----|----------|---|-----------|----|----------|
| | Yes | No | actual % | | Yes | No | actual % |
| The fixed net interest rate debt and swaps are to be between 40% and 95% of the total forecasted | ✓ | | 69% | The repricing of liquid financial investments are to occur within the following timebands | | | |
| The maturity of fixed rate debt is within the following timebands | | | | 0 - 1 year 40% - 100% | ✓ | | 100% |
| 1 - 3 years 15% - 60% | ✓ | | 20% | 1 - 3 years 0% - 60% | ✓ | | 0% |
| 3 - 5 years 15% - 60% | ✓ | | 37% | 3 - 5 years 0% - 40% | ✓ | | 0% |
| > 5 years 0% - 60% | ✓ | | 43% | 5 - 10 years 0% - 20% | ✓ | | 0% |
| financial investments to fall within the following timebands | | | | Core Council External Borrowing Limits - Ratios | | | |
| 0 - 3 years 15% - 60% | ✓ | | 50% | Net interest / Total Revenue < 20% | ✓ | | 1.6% |
| 3 - 5 years 15% - 60% | ✓ | | 35% | Net Debt / Total Revenue < 250% | ✓ | | 47.3% |
| > 5 years 10% - 60% | ✓ | | 16% | Net interest / Annual rates and levies < 30% | ✓ | | 3.1% |
| Countreparty credit exposure with New Zealand registered banks which have a credit rating of at least A-, long term, and A2 short term | ✓ | | | Liquidity > 110% | ✓ | | 143% |
| Other countreparty exposure within policy limits | ✓ | | | | | | |
| Maximum countreparty exposure with a NZ registered bank is within \$70 million limit | ✓ | | | Note : Diesel Hedging is not in place | | | |