

**APPENDIX H -- EXAMPLE RBNW REQUIREMENT USING ALTERNATIVE COMPONENTS  
(EXAMPLE CALCULATION IN BOLD)**

<i>Risk portfolio</i>	<i>Standard component</i>	<i>Alternative component</i>	<i>Lower of standard or alternative component</i>
(a) Long-term real estate loans	<b>2.20 %</b>	<b>2.85 %</b>	<b>2.20 %</b>
(b) MBLs outstanding	<b>1.10 %</b>	<b>1.25 %</b>	<b>1.10 %</b>
(c) Investments	<b>1.51 %</b>	<b>1.37 %</b>	<b>1.37 %</b>
(f) Loans sold with recourse	<b>1.20%</b>	<b>1.03%</b>	<b>1.03%</b>
			<b>Standard component</b>
(d) Low-risk assets			<b>0 %</b>
(e) Average-risk assets			<b>1.53 %</b>
(g) Unused MBL commitments			<b>0.15 %</b>
(h) Allowance			<b>(1.02) %</b>
<b>RBNW requirement*</b> Compare to Net Worth Ratio			<b>6.53 %</b>

\* A credit union is "undercapitalized" if its net worth ratio is less than its applicable RBNW requirement