

CREDIT RISK STATEMENT

WHAT IS UNITY CREDIT UNION'S CREDIT RISK?

Deposits have risks. A key risk is that Unity Credit Union (trading as Unity) does not meet its commitment to repay you or to pay you any interest that is due (credit risk).

A credit rating is an independent opinion of the capability and willingness of an entity to repay its debts (in other words, its creditworthiness). It is not a guarantee that the financial product being offered is a safe investment. A credit rating should be considered alongside all other relevant information when making an investment decision.

The Credit Union has been rated by Fitch Ratings. Fitch Ratings gives ratings from AAA through to D.

We have a local and foreign currency long-term issuer credit rating of **B** with a negative outlook, and a short-term issuer credit rating of **B** affirmed most recently on 20 November 2025.

Summary of the opinions reflected by Fitch Ratings Rating

Rating	AAA	AA	A	BBB	BB	B	CCC	CC	D
Strength	Extremely strong	Very strong	Strong	Adequate	Less Vulnerable	More vulnerable	Currently vulnerable	Currently highly vulnerable	Default imminent or inevitable
Historic likelihood of default over 5 years ¹	1 in 600	1 in 300	1 in 150	1 in 30	1 in 10	1 in 5	1 in 2	1 in 2	

Ratings from 'AA' to 'B' may be modified by the addition of a plus (+) or minus (-) sign to show relative standing within the major rating categories. A Fitch Ratings rating may also include an 'Outlook' assessment. An Outlook assessment considers the potential direction of a long-term credit rating over the intermediate term (one to two years) but does not mean the rating will change. The principal Outlook definitions include: Positive – the rating may be raised; Negative – the rating may be lowered; and Stable – the rating is not likely to change.

Further information about the credit risk of Unity Credit Union is provided in the Product Disclosure Statement dated 27 November 2025 and on the Offer Register at disclose-register.companiesoffice.govt.nz. A copy of the Product Disclosure Statement and other information regarding Unity Credit Union can be found on the Offer Register, the Credit Union's website (unitymoney.co.nz) or free of charge on request at any Unity Credit Union Branch Office.

¹ Reserve Bank of New Zealand publication 'Know your credit ratings', dated March 2010, <https://rbnz.govt.nz/research-and-publications/fact-sheets-and-guides/factsheet-know-your-credit-ratings>.