

OV1: Overview of RWA

		a	b	c	
		Risk –weighted assets		Minimum capital requirements	
		31 Dec 2020	30 Sep 2020	31 Dec 2020	
R' 000					
Notes					
1	Credit risk (excluding counterparty credit risk)	N1	11,467,328	17,683,726	1,204,069
2	Of which: standardised approach (SA)		11,467,328	17,683,726	1,204,069
3	Of which: foundation internal ratings-based (F-IRB) approach		-	-	-
4	Of which: supervisory slotting approach		-	-	-
5	Of which: advanced internal ratings-based (A-IRB) approach		-	-	-
6	Counterparty credit risk (CCR)		690,121	348,698	72,463
7	Of which: standardised approach for counterparty credit risk		690,121	348,698	72,463
8	Of which: Internal Model Method (IMM)		-	-	-
9	Of which: other CCR		-	-	-
10	Credit valuation adjustment (CVA)		392,108	198,106	41,171
11	Equity positions under the simple risk weight approach		-	-	-
12	Equity investments in funds - look-through approach		-	-	-
13	Equity investments in funds - mandate-based approach		-	-	-
14	Equity investments in funds - fall-back approach		-	-	-
15	Settlement risk		-	-	-
16	Securitisation exposures in the banking book		-	-	-
17	Of which: securitisation internal ratings-based approach (SEC-IRBA)		-	-	-
18	Of which: securitisation external ratings-based approach (SEC-ERBA), including internal assessment approach		-	-	-
19	Of which: securitisation standardised approach (SEC-SA)		-	-	-
20	Market risk		5,115	3,376	537
21	Of which: standardised approach (SA)		5,115	3,376	537
22	Of which: internal model approaches (IMA)		-	-	-
23	Capital charge for switch between trading book and banking book		-	-	-
24	Operational risk	N2	1,214,608	1,063,070	127,534
25	Amounts below thresholds for deduction (subject to 250% risk weight)		175,693	164,484	18,448
26	Floor adjustment		-	-	-
27	Total (1+6+10+11+12+13+14+15+16+20+23+24+25+26)		13,944,973	19,461,460	1,464,222

Notes

N1: Credit risk: The decrease in credit risk is as a result of early repayments of loans

N2: Operational risk: The increase in operational risk is as a result of updates in gross income for the current year

N2: Minimum capital requirements: South African base minima (8%) + conservation buffer (2.5%)

KM1: Key Metrics

R'000		Notes	a	b	c	d	e
			31 December 2020	30 September 2020	30 June 2020	31 March 2020	31 December 2019
Available capital (amounts)							
1	Common Equity Tier 1 (CET1)		5,329,190	5,212,428	5,116,864	5,074,238	4,997,026
1a	Fully loaded ECL accounting model		5,329,190	5,212,428	5,116,864	5,074,238	4,997,026
2	Tier 1		5,329,190	5,212,428	5,116,864	5,074,238	4,997,026
2a	Fully loaded accounting model Tier 1		5,329,190	5,212,428	5,116,864	5,074,238	4,997,026
3	Total capital		5,478,905	5,374,370	5,267,965	5,164,314	5,063,620
3a	Fully loaded ECL accounting model total capital		5,478,905	5,374,370	5,267,965	5,164,314	5,063,620
Risk-weighted assets (amounts)							
4	Total risk-weighted assets (RWA)	N1	13,944,972	19,461,460	18,359,243	20,682,024	17,560,711
Risk-based capital ratios as a percentage of RWA							
5	Common Equity Tier 1 ratio (%)		38.22%	26.78%	27.87%	24.53%	28.46%
5a	Fully loaded ECL accounting model CET1 (%)		38.22%	26.78%	27.87%	24.53%	28.46%
6	Tier 1 ratio (%)		38.22%	26.78%	27.87%	24.53%	28.46%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)		38.22%	26.78%	27.87%	24.53%	28.46%
7	Total capital ratio (%)		39.29%	27.62%	28.69%	24.97%	28.83%
7a	Fully loaded ECL accounting model total capital ratio (%)	N2	39.29%	27.62%	28.69%	24.97%	28.83%
Additional CET1 buffer requirements as a percentage of RWA							
8	Capital conservation buffer requirement (2.5% from 2019) (%)		2.50%	2.50%	2.50%	2.50%	2.50%
9	Countercyclical buffer requirement (%)		0%	0%	0%	0%	0%
10	Bank D-SIB additional requirements (%)		0%	0%	0%	0%	0%
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)		2.50%	2.50%	2.50%	2.50%	2.50%
12	CET1 available after meeting the bank's minimum capital requirements (%)	N3	30.84%	19.41%	20.50%	16.66%	20.58%
Basel III Leverage Ratio							
13	Total Basel III leverage ratio measure		40,397,262	39,985,195	41,635,660	45,920,416	39,268,748
14	Basel III leverage ratio (%) (row 2/row 13)		13.19%	13.04%	12.29%	11.05%	12.73%
14a	Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2A/row 13)	N4	13.19%	13.04%	12.29%	11.05%	12.73%
Liquidity Coverage Ratio							
15	Total HQLA		4,743,726	5,866,193	8,252,160	8,568,815	10,599,948
16	Total net cash outflow	N5	2,075,432	2,348,350	3,363,472	4,768,725	8,373,295
17	LCR ratio (%)		228.57%	249.80%	245.35%	179.69%	126.59%
Net Stable Funding Ratio							
18	Total available stable funding		23,369,437	23,905,590	22,179,578	24,024,980	19,354,456
19	Total required stable funding		12,891,470	16,674,517	16,158,541	19,781,777	16,035,800
20	NSFR ratio (%)	N6	181.28%	143.37%	137.26%	121.45%	120.70%

Notes

N1: Risk weighted assets: Please refer to OV1

N2: Risk based capital ratio: The increase is as a result of decreases in credit risk please refer to OV1

N3: Additional CET1 buffer: The increase in CET 1 is as a result of decreases in credit risk

N4: Basel III Leverage ratio: Please refer to LR1

N5: Liquidity coverage ratio: Please refer to LIQ1

N6: Net stable finding ratio: The increase in in NSFR is as result of decreases in required stable funding following early repayment of loans

LR1: Summary comparison of accounting assets vs leverage ratio exposure method

R'000 At 31 December 2020			a
Notes			
1	Total consolidated assets as per published financial statements		40,050,645
2	Adjustments for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation		-
3	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure		-
4	Adjustments for derivative financial instruments	N1	781,083
5	Adjustment for securities financing transactions (i.e. repos and similar secured lending)		-
6	Adjustments for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	N2	112,199
7	Other adjustments	N3	-546,665
8	Leverage ratio exposure measure		40,397,262

Notes

- N1: Derivative instruments: The increase is as a result of fair value movements in currency swaps
- N2: Off-balance sheet items: The decrease is as a result of an increase in the utilisation of committed facilities
- N3: Other adjustments: The adjustments relates to fluctuations in derivative instruments
- N4: Please note that KM1 above contains the comparatives of the Leverage Ratio Exposure measure in aggregate, reference should be made to that disclosure. *general note*

LR2: Summary comparison of accounting assets vs leverage ratio exposure method

R'000		Notes	a	b
			31 Dec 2020	30 Sep 2020
On-balance sheet exposures				
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)		39,518,866	39,254,003
2	(Asset amounts deducted in determining Basel III Tier 1 capital)		-14,886	-9,713
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of row 1 and 2)		39,503,980	39,244,290
4	Replacement cost associated with <i>all</i> derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)		531,779	189,498
5	Add-on amounts for PFE associated with <i>all</i> derivatives transactions		249,304	180,187
6	Gross-up for derivatives collateral provide where deducted from the balance sheet assets pursuant to the operative accounting framework		-	-
7	(Deductions of receivable assets for cash variation margin provided in derivatives transactions)		-	-
8	(Exempted CCP leg of client-cleared trade exposures)		-	-
9	Adjusted effective notional amount of written credit derivatives		-	-
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)		-	-
11	Total derivative exposures (sum of rows 4 to 10)	N1	781,083	369,685
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions		-	-
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)		-	-
14	CCR exposure for SFT assets		-	-
15	Agent transaction exposures		-	-
16	Total securities financing transaction exposures (sum of rows 12 to 15)		-	-
Other off-balance sheet exposures				
17	Off-balance sheet exposure at gross notional amount		224,399	743,339
18	(Adjustments for conversion to credit equivalent amounts)		-112,200	-372,119
19	Off-balance sheet items (sum of rows 17 and 18)	N2	112,199	371,220
Capital and total exposures				
20	Tier 1 capital		5,329,190	5,212,428
21	Total exposures (sum of rows 3, 11, 16 and 19)		40,397,262	39,985,195
22	Basel III leverage ratio	N3	13.19%	13.04%

Notes

- N1: Derivative exposures: The increase is as a result of fair value movements in currency swaps
- N2: Other off-balance sheet exposures: The decrease is as a result of an increase in the utilisation of committed facilities
- N3: Leverage ratio: Please refer to LR1

LIQ1: LIQUIDITY COVERAGE RATIO (LCR)

R'000		Notes	a	b
At 31 December 2020			Total unweighted value (average)	Total weighted value (average)
High-Quality Liquid Assets				
1	Total HQLA			15,423,875
2	Retail deposits and deposits from small business customers, of which:		25,173	2,517
3	Stable deposits		-	-
4	Less stable deposits		25,173	2,517
5	Unsecured wholesale funding, of which:		8,622,893	5,770,242
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks		-	-
7	Non-operational deposits (all counterparties)		8,622,893	5,770,242
8	Unsecured debt		-	-
9	Secured wholesale funding			-
10	Additional requirements, of which:		850,310	699,975
11	Outflows related to derivative exposures and other collateral requirements		481,395	481,395
12	Outflows related to loss of funding of debt products		-	-
13	Credit and liquidity facilities		368,915	218,580
14	Other contractual funding obligations		13,064	645
15	Other contingent funding obligations		-	-
16	TOTAL CASH OUTFLOWS			6,473,380
17	Secured lending (e.g. reverse repo)		-	-
18	Inflows from fully performing exposures		7,091,965	6,957,246
19	Other cash inflows		369,257	369,257
20	TOTAL CASH INFLOWS		7,461,222	7,326,502
21	Total HQLA			15,423,875
22	Total net cash outflows			1,618,345
23	Liquidity coverage ratio	N1		953%

Notes

N1: CCBJHB has completed LIQ1 based on the requirements of BCBS 400 - "Pillar 3 disclosure requirements - consolidated and enhanced framework", which prescribes that this return must be presented on a simple daily average over the quarter.

As a result there has been a significant increase in the ratio compared to that of the prior quarter where a quarter end calculation of the LCR as at 30 September was disclosed. This is due to the fact that the daily calculation of LCR performed by the Bank does not take include the limitations on HQLA as per Banks Act Circular 5/2016 whereas the monthly calculation does take into account the limitations per Circular 5/2016.

For reference the LCR ratio as at 31 December 2020 (based on the monthly calculation including the limitations) is 229%.

The number of data points used in the daily calculation is 92 days.

Note: the following tables as per Directive 1 of 2019 have not been included in the present disclosure and the reasons are states as per the below:

Explanation	Directive 1 of 2019: Quarterly Disclosure required tables per Annex 1
CCBJHB does not make use of the IMA and VaR estimates	MR2, MR3
CCB-JHB does not make use of the IRB approach for measuring Credit Risk	CR8
CCB-JHB does not make use of the IMM for measuring Counterparty Credit Risk	CCR7