

OV1: Overview of RWA

R' 000		Notes	a	b	c
			Risk –weighted assets		Minimum capital requirements
			30 September 2019	30 June 2019	30 September 2019
1	Credit risk (excluding counterparty credit risk)	N1	16,343,904	13,831,756	2,002,128
2	Of which: standardised approach (SA)		16,343,904	13,831,756	2,002,128
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)	N2	196,767	526,014	24,104
7	Of which: standardised approach for counterparty credit risk		196,767	526,014	24,104
8	Of which: Internal Model Method (IMM)		-	-	-
9	Of which: other CCR		-	-	-
10	Credit valuation adjustment (CVA)		80,978	256,976	9,920
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		2,695	1,344	330
21	Of which: standardised approach (SA)		2,695	1,344	330
22	Of which: internal model approaches (IMA)		-	-	-
23	Capital charge for switch between trading book and banking book		-	-	-
24	Operational risk		972,169	890,850	119,091
25	Amounts below thresholds for deduction (subject to 250% risk weight)		98,620	97,858	12,081
26	Floor adjustment		-	-	-
27	Total (1+6+10+11+12+13+14+15+16+20+23+24+25+26)	N3	17,695,132	15,604,798	2,167,654

Notes

N1: The increase in credit risk is as a result of new credit extended to clients.

N2: The decrease is as a result of fair value movements in currency swaps resulting from exchange rate fluctuations.

N3: The increase in total risk weighted assets is as a result of new credit extended to clients.

KM1: Key Metrics

R'000		Notes	a	b	c	d	e
			30 September 2019	30 June 2019	31 March 2019	31 December 2018	30 September 2018
Available capital (amounts)							
1	Common Equity Tier 1 (CET1)		4,874,500	4,809,425	4,779,226	4,739,887	4,684,611
1a	Fully loaded ECL accounting model		4,874,500	4,809,425	4,779,226	4,739,887	4,684,611
2	Tier 1		4,874,500	4,809,425	4,779,226	4,739,887	4,684,611
2a	Fully loaded accounting model Tier 1		4,874,500	4,809,425	4,779,226	4,739,887	4,684,611
3	Total capital		4,917,105	4,854,417	4,830,102	4,785,531	4,743,690
3a	Fully loaded ECL accounting model total capital		4,917,105	4,854,417	4,830,102	4,785,531	4,743,690
Risk-weighted assets (amounts)							
4	Total risk-weighted assets (RWA)	N1	17,695,132	15,604,799	14,029,338	14,636,197	15,988,917
Risk-based capital ratios as a percentage of RWA							
5	Common Equity Tier 1 ratio (%)		27.55%	30.82%	34.07%	32.38%	29.30%
5a	Fully loaded ECL accounting model CET1 (%)		27.55%	30.82%	34.07%	32.38%	29.30%
6	Tier 1 ratio (%)		27.55%	30.82%	34.07%	32.38%	29.30%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	N2	27.55%	30.82%	34.07%	32.38%	29.30%
7	Total capital ratio (%)		27.79%	31.11%	34.43%	32.70%	29.67%
7a	Fully loaded ECL accounting model total capital ratio (%)		27.79%	31.11%	34.43%	32.70%	29.67%
Additional CET1 buffer requirements as a percentage of RWA							
8	Capital conservation buffer requirement (2.5% from 2019) (%)		2.50%	2.50%	2.50%	1.88%	1.88%
9	Countercyclical buffer requirement (%)		-	-	-	-	-
10	Bank D-SIB additional requirements (%)		-	-	-	-	-
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9+ row 10)		2.50%	2.50%	2.50%	1.88%	1.88%
12	CET1 available after meeting the bank's minimum capital requirements (%)	N3	19.67%	22.95%	26.19%	24.63%	21.55%
Basel III Leverage Ratio							
13	Total Basel III leverage ratio measure		32,806,007	35,782,393	35,852,423	39,370,643	35,159,335
14	Basel III leverage ratio (%) (row 2/row 13)		14.86%	13.45%	13.33%	12.04%	13.32%
14a	Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2A/row 13)		14.86%	13.45%	13.33%	12.04%	13.32%
Liquidity Coverage Ratio							
15	Total HQLA		6,080,430	7,615,788	8,195,536	9,552,622	9,418,731
16	Total net cash outflow		3,703,791	1,996,412	6,492,842	6,861,158	8,323,182
17	LCR ratio (%)	N4	164.17%	381.47%	126.22%	139.23%	113.16%
Net Stable Funding Ratio							
18	Total available stable funding		18,987,629	19,953,366	19,997,010	18,799,868	19,349,124
19	Total required stable funding		15,131,834	13,982,566	13,297,272	12,546,318	13,026,493
20	NSFR ratio (%)		125.48%	142.70%	150.38%	149.84%	148.54%

Notes

N1: Please refer to Notes under OV1.

N2: The decrease is as a result of the increase in risk-weighted assets (please refer to OV1).

N3: The decrease is as a result of the increase in risk-weighted assets (please refer to OV1).

N4: Please refer to Notes under LIQ1.

LR1: Summary comparison of accounting assets vs leverage ratio exposure method (January 2014 standard)

R'000 At 30 September 2019			a
		Notes	
1	Total consolidated assets as per published financial statements		32,463,618
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	230,394
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	147,233
7	Other adjustments	N3	-35,238
8	Leverage ratio exposure measure		32,806,007

Notes

- N1: The movement is as a result of fair value movements in currency swaps resulting from exchange rate fluctuations
- N2: The movement is as a result of increases in unutilised committed facilities
- N3: The adjustments relate to fluctuations in derivative instruments.

LR2: Summary comparison of accounting assets vs leverage ratio exposure method (January 2014 standard)

R'000			a	b
		Notes	30 September 2019	30 June 2019
On-balance sheet exposures				
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)		32,435,519	35,075,023
2	(Asset amounts deducted in determining Basel III Tier 1 capital)		-7,139	-7,383
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of row 1 and 2)		32,428,380	35,067,640
Derivative exposures				
4	Replacement cost associated with <i>all</i> derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)		77,633	455,500
5	Add-on amounts for PFE associated with <i>all</i> derivatives transactions		152,761	142,218
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	230,394	597,718
Securities financing transactions				
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		458 777	424 144
18	(Adjustments for conversion to credit equivalent amounts)		-311 544	-307 108
19	Off-balance sheet items (sum of rows 17 and 18)	N2	147 233	117 035
Capital and total exposures				
20	Tier 1 capital		4,874,500	4,809,425
21	Total exposures (sum of rows 3, 11, 16 and 19)		32,806,007	35,782,393
Leverage ratio				
22	Basel III leverage ratio		14.86%	13.45%

Notes

N1: The decrease is as a result of fair value movements in currency swaps resulting from exchange rate fluctuations.

N2: The increase is as a result of increases in unutilised committed facilities.

LIQ1: LIQUIDITY COVERAGE RATIO (LCR)

R'000		Notes	a	b
At 30 September 2019			Total unweighted value (average)	Total weighted value (average)
High-Quality Liquid Assets				
1	Total HQLA	N1		6,080,430
Cash outflows				
2	Retail deposits and deposits from small business customers, of which:		9,577	958
3	Stable deposits		-	-
4	Less stable deposits		9,577	958
5	Unsecured wholesale funding, of which:		6,690,747	5,250,442
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks		-	-
7	Non-operational deposits (all counterparties)		-	-
8	Unsecured debt		6,690,747	5,250,442
9	Secured wholesale funding			240,746
10	Additional requirements, of which:		544,354	240,746
11	Outflows related to derivative exposures and other collateral requirements		141,471	141,471
12	Outflows related to loss of funding of debt products		-	-
13	Credit and liquidity facilities		402,882	99,275
14	Other contractual funding obligations		54,768	1,832
15	Other contingent funding obligations		-	-
16	TOTAL CASH OUTFLOWS	N2		5,493,978
Cash inflows				
17	Secured lending (e.g. reverse repo)		-	-
18	Inflows from fully performing exposures		1,862,407	1,790,187
19	Other cash inflows		-	-
20	TOTAL CASH INFLOWS	N3	1,862,407	1,790,187
			Total Adjusted Value	
21	Total HQLA			6,080,430
22	Total net cash outflows			3,703,791
23	Liquidity coverage ratio	N4		164%

Notes

N1: The fluctuation in HQLA is as a result of restriction on foreign currency denominated HQLA in terms of Circular 2/2016.

N2: The movement in cash outflows is as a result of a decrease in call deposits. Majority of these deposits were placed on fixed term greater than 30 days.

N3: The movement in cash inflows is as a result of a decrease in short term interbank placements.

N4: The movement in LCR is as a result of a decrease in net cash outflows.