



Disclosure Report

2017

Investec Bank Limited
Basel Pillar III
semi-annual disclosure report



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Pillar III report covers the period 1 April 2017 to 30 September 2017

On 28 January 2015 the Basel Committee on Banking Supervision (BCBS) issued revised Pillar III disclosure requirements (the revised Pillar III disclosures). The revised Pillar III disclosures incorporate standardised templates and supersede the existing Pillar III disclosure requirements in regulation 43 of the Regulations relating to banks (the Regulations) and/or previously issued Banks Act (2007) (the Act) directives, except for the following existing disclosures that will remain in place:

- Remuneration (July 2011) disclosed annually;
- Composition of capital disclosure requirements (June 2012) (pages 30 to 43);
- Liquidity coverage ratio disclosure standards (January 2014) (pages 56 and 57 of the Investec Bank Limited salient financial information 30 September 2017; and
- Leverage ratio framework and disclosure requirements (January 2014) (page 22 of the Investec Limited silo financial information 30 September 2017).

• The revised Pillar III disclosure requirements are legislated by the Banks Act directive 11 of 2015 that includes revised qualitative and quantitative tables to be disclosed. The revised semi-annually Pillar III disclosures in this report relate to:

- An overview risk-weighted assets (RWA) (page 4);
- Credit risk (pages 5 to 11);
- Counterparty credit risk (pages 12 to 19);
- Securitisation risk (pages 20 to 25); and
- Market risk (pages 26 to 29).

The table below provides details of the regulatory risk measurement approaches applied per relevant risk type to calculate capital demand:

Risk type	Risk measurement approach
Credit risk (including securitisation risk)	Standardised approach (TSA)
Market risk	Combination of the Standardised (TSA) and Internal model method (IMM) approaches
Operational risk	Standardised approach (TSA)
Equity risk in the banking book	Market based approach – Simple risk weight method (MSRM)
Counterparty credit risk	Current exposure method (CEM)

Tables and disclosures related to risk measurement approaches other than those listed above were therefore not applicable and excluded from this report.

The BCBS has consulted further on Pillar III in a document titled: Pillar III disclosure requirements – consolidated and enhanced framework – (March 2017). This standard represents the second phase of the committee’s review of the Pillar III disclosure framework and builds on the revisions to the Pillar III disclosure published by the committee in January 2015. The standard incorporates feedback from Pillar III preparers and users collected during the public consultation conducted in March 2016. The implementation date for existing disclosure requirements consolidated under the standard will be end 2017. For disclosure requirements which are new and/or depend on the implementation of another policy framework, the implementation date has been aligned with the implementation date of that framework. We will adopt these proposed requirements for future Pillar III publications when the disclosures become effective in South Africa.

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Revised quantitative
standardised tables
and templates



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The following section provide an overview of total RWA forming the denominator of the risk-based capital requirements.

R'million	Notes	a	b	c	
		Risk-weighted assets	Minimum capital requirements	Risk-weighted assets	
		30 September 2017	30 June 2017	30 September 2017	31 March 2017
1		255 303	243 561	27 445	234 435
2		255 303	243 561	27 445	234 435
3		–	–	–	–
4		7 440	7 180	800	7 183
5		7 440	7 180	800	7 183
6		–	–	–	–
7		31 172	46 045	3 351	44 007
8		–	–	–	–
9		–	–	–	–
10		–	–	–	–
11		–	–	–	–
12		2 540	1 927	273	2 119
13		–	–	–	–
14		–	–	–	–
15		2 540	1 927	273	2 119
16		3 315	4 291	356	3 847
17		146	447	16	446
18		3 169	3 844	341	3 401
19		22 207	20 499	2 387	20 499
20		–	–	–	–
21		22 207	20 499	2 387	20 499
22		–	–	–	–
23		674	543	72	920
24		–	–	–	–
25		322 651	324 046	34 684	313 010

The minimum capital requirements in column (c) are determined based on the SARB minimum capital requirements of 10.75% and excludes Investec's DSIB and Pillar II add-on in line with Banks Act circular 5/2013. The commentary for the movement in risk-weighted assets is based on comparisons between columns (a) and (d).

Movement in risk-weighted assets (RWA)

The Bank's RWA increased from R313 billion in March 2017 to R322.7 billion. Credit risk-weighted assets grew by R21 billion (including securitisation and deferred tax) of which R9 billion is associated with book growth in the period. The downgrade of South Africa's credit rating to sub-investment and associated rating of South African exposures resulted in a further increase in RWA of R3 billion. Our regulatory treatment of certain investments were adjusted to that of an investment holding vehicle resulting in an increase in other assets risk weights (included in credit) of R8.8 billion.

Operational risk grew by R1.7 billion, it is calculated using the standardised approach and is driven by the levels of income over a three-year average period, applying specific factors applicable to the nature of the business generating the income. Equity risk decreased by R12.8 billion, mainly influenced by the change in regulatory treatment noted above in credit risk and a portion of exposure being treated as a capital deduction. Market risk RWA's are calculated using the Value at Risk (VaR) approach and has shown a marginal decrease, mainly as a result of lower levels of risk across all trading desks.

Notes:

N1: The group applied the current exposure method (CEM) to calculate required capital for over the counter (OTC) exposures and the standardised approach (TSA) for security finance transactions (SFT). Counterparty credit risk RWA is the sum of OTC and SFT (reported in subsequent CCR tables). Central counterparty and our default fund contribution exposure, although immaterial to the overall CCR RWA, is reported in CCR8.

N2: Market risk and operational risk RWA reported is derived by multiplying required capital with 12.5.

N3: Amounts relate to deferred tax exposures (below the specified 10% threshold) risk-weighted at 250%.

Credit risk

CR1: Credit quality of assets

01

(continued)

Revised quantitative standardised tables and templates

The following table provide a breakdown of the credit quality of on and off balance sheet assets (gross and net of impairments) and reconciles to the amount reported in the financial statements.

	a	b	c	d
	Gross carrying values of			
At 30 September 2017 R'million	Defaulted exposures	Non-defaulted exposures	Allowances/impairments	Net values (a+b-c)
1 Loans	3 202	249 334	(1 244)	251 292
1a Loans and advances to customers	3 174	241 809	(1 213)	243 770
1b Own originated loans and advances to customers	–	7 237	(6)	7 231
1c Other loans and advances	28	288	(25)	291
2 Debt securities	–	81 333	–	81 333
2a Non-sovereign and non-bank cash placements	–	10 399	–	10 399
2b Sovereign debt securities	–	50 722	–	50 722
2c Bank debt securities	–	8 156	–	8 156
2d Other non-structured debt securities	–	10 593	–	10 593
2e Other structured debt securities	–	1 463	–	1 463
2f Other securitised assets	–	–	–	–
3 Off-balance sheet exposures	–	66 132	–	66 132
4 Total	3 202	396 799	(1 244)	398 757

	a	b	c	d
	Gross carrying values of			
At 31 March 2017 R'million	Defaulted exposures	Non-defaulted exposures	Allowances/impairments	Net values (a+b-c)
1 Loans	3 753	233 320	(1 235)	235 838
1a Loans and advances to customers	3 614	223 259	(1 204)	225 669
1b Own originated loans and advances to customers	–	7 781	(6)	7 775
1c Other loans and advances	139	2 280	(25)	2 394
2 Debt securities	–	76 518	–	76 518
2a Non-sovereign and non-bank cash placements	–	8 993	–	8 993
2b Sovereign debt securities	–	47 822	–	47 822
2c Bank debt securities	–	7 758	–	7 758
2d Other non-structured debt securities	–	10 133	–	10 133
2e Other structured debt securities	–	1 812	–	1 812
2f Other securitised assets	–	–	–	–
3 Off-balance sheet exposures	–	67 837	–	67 837
4 Total	3 753	377 675	(1 235)	380 193

Net values reported in CR1 column (d) above are reported as the carrying accounting values per the financial statements whereas values in CR3 represent the exposure at default (EAD) measured for regulatory purposes.

The group applies a consistent definition to default for regulatory and accounting purposes.

Off-balance sheet exposures are reported gross of CRM and CCF and exclude revocable commitments.

01

Credit risk

CR2: Changes in stock of defaulted loans and debt securities

(continued)

Revised quantitative standardised tables and templates

The table below depicts the changes in a bank's stock of defaulted exposures, the flows between non-defaulted and defaulted exposure categories and reductions in the stock of defaulted exposures due to write-offs.

R'million	a
1 Defaulted loans and debt securities at 31 March 2017	3 753
2 Loans and debt securities that have defaulted since the last reporting period	532
3 Returned to non-defaulted status	(59)
4 Amounts written-off	(527)
5 Other changes	(497)
6 Defaulted loans and debt securities at 30 September 2017	3 202

R'million	a
1 Defaulted loans and debt securities at 31 March 2016	3 253
2 Loans and debt securities that have defaulted since the last reporting period	1 857
3 Returned to non-defaulted status	(93)
4 Amounts written-off	(525)
5 Other changes	(739)
6 Defaulted loans and debt securities at 31 March 2017	3 753

Prior period exposures are as at 31 March 2017 and are reported net of write-offs and gross of impairments.

Other changes relate to settlements received from clients during the period.

Credit risk

CR3: Credit risk mitigation techniques – overview

01

(continued)

Revised quantitative standardised tables and templates

The following table reports the extent of use of CRM techniques used to reduce capital requirements as well as the extent of exposures secured by collateral and/or guarantees utilised by bank.

	a	b	c	d	e	f	g
At 30 September 2017 R'million	Exposures unsecured: carrying amount	Exposures secured by collateral	Exposures secured by collateral, of which: secured amount	Exposures secured by financial guarantees	Exposures secured by financial guarantees, of which: secured amount	Exposures secured by credit derivatives	Exposures secured by credit derivatives, of which: secured amount
1 Loans	199 535	91 049	82 820	7 854	5 812	–	–
2 Debt securities	66 463	9 099	2 763	–	–	–	–
Off-balance sheet	55 579	24 354	23 830	1 361	1 131	–	–
3 Total	321 577	124 502	109 413	9 215	6 943	–	–
4 Of which defaulted	1 879	990	815	–	–	–	–

	a	b	c	d	e	f	g
At 31 March 2017 R'million	Exposures unsecured: carrying amount	Exposures secured by collateral	Exposures secured by collateral, of which: secured amount	Exposures secured by financial guarantees	Exposures secured by financial guarantees, of which: secured amount	Exposures secured by credit derivatives	Exposures secured by credit derivatives, of which: secured amount
1 Loans	199 228	83 740	75 501	9 727	7 347	–	–
2 Debt securities	62 898	8 965	2 830	–	–	–	–
Off-balance sheet	63 504	25 095	22 611	174	173	–	–
3 Total	325 630	117 800	100 942	9 901	7 520	–	–
4 Of which defaulted	1 676	1 174	873	–	–	–	–

Secured exposure values in columns (b) and (d) are reported as the EAD balance, after the application of CCFs but before the application of any CRM. Columns (c) and (e) relates to the portion of the EAD balance, secured by eligible collateral as measured post any haircuts and include cash, debt securities, listed shares and shares traded on a main index as defined by Basel. Eligible collateral excluded exposures secured by residential and commercial property and are disclosed as unsecured for regulatory purposes.

All exposures not secured by either eligible collateral or guarantees are regarded as unsecured for purposes of this table and a regulatory perspective.

Where an exposure is secured by both eligible collateral and/or a qualifying guarantee, the relevant secured EAD is duplicated in columns (b) to (e).

The group does not make use of any credit derivative instruments for purposes of reducing capital requirements. We have credit linked notes (CLNs) that serve as protection against credit exposures, however since these CLNs are fully funded, they function as cash collateral and are reported as such in the table.

01

Credit risk

CR4: Standardised approach – credit risk exposure and credit risk mitigation (CRM) effects

(continued)

Revised quantitative standardised tables and templates

The table below illustrates the effect of eligible collateral (measured on the comprehensive approach) as defined in the standardised approach for credit risk.

At 30 September 2017 R'million	a		b		c		d		e		f	
	Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density							
	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density						
Asset classes												
1 Sovereigns and their central banks	53 009	135	57 403	444	2 320	4.0%						
2 Non-central government public sector entities	8 147	466	5 671	178	2 019	34.5%						
3 Multilateral development banks	545	–	545	59	–	–						
4 Banks	24 120	1 679	23 349	1 693	9 804	39.2%						
5 Securities firms	–	1	–	1	1	100.0%						
6 Corporates	124 226	40 704	100 699	9 465	105 671	95.9%						
7 Regulatory retail portfolios	5 556	7 127	5 248	1 582	5 122	75.0%						
8 Secured by residential property	60 675	20 102	65 167	9 788	30 478	40.7%						
9 Secured by commercial real estate	81 126	10 327	75 435	2 440	77 744	99.8%						
10 Equity	7 816	–	7 816	–	31 172	398.8%						
11 Past-due loans	2 925	385	2 284	89	2 856	120.4%						
12 Higher risk categories	–	–	–	–	–	–						
13 Other assets	14 219	–	14 219	–	19 962	140.4%						
14 Total	382 364	80 926	357 836	25 739	287 149	74.9%						

At 31 March 2017 R'million	a		b		c		d		e		f	
	Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density							
	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density						
Asset classes												
1 Sovereigns and their central banks	57 571	1 944	62 042	1 957	2 905	4.5%						
2 Non-central government public sector entities	7 551	1 898	5 545	652	1 578	25.5%						
3 Multilateral development banks	–	–	–	41	–	–						
4 Banks	33 866	3 465	34 255	3 457	11 102	29.4%						
5 Securities firms	–	1	–	1	1	100.0%						
6 Corporates	118 286	45 876	96 784	11 167	100 842	93.4%						
7 Regulatory retail portfolios	5 661	6 843	5 303	1 678	5 237	75.0%						
8 Secured by residential property	58 806	18 623	63 385	8 483	29 326	40.8%						
9 Secured by commercial real estate	74 415	7 637	69 507	1 897	71 296	99.8%						
10 Equity	10 745	–	10 745	–	44 007	409.6%						
11 Past-due loans	3 321	3	2 526	1	3 055	120.9%						
12 Higher risk categories	–	–	–	–	–	–						
13 Other assets	9 462	–	9 462	–	10 014	105.8%						
14 Total	379 684	86 290	359 554	29 334	279 363	71.8%						

RWA is largely driven by exposures to corporates (34%), commercial real estate (27%) and equity (11%)

At an aggregate exposure to RWA level, the group applied a 74.9% average risk weight to all credit and equity exposures.

Credit risk

CR4: Standardised approach – credit risk exposure and credit risk mitigation (CRM) effects

01

(continued)

Revised quantitative standardised tables and templates

The following is further relevant to the table:

The primary asset class, as defined for regulatory purposes, except where an eligible guarantee/direct credit substitute are in place where we used the substituted asset class, formed the basis to disclose asset classes. As an example, exposures secured by property that are transacted with corporates were disclosed as corporate exposures

Past due assets are disclosed separately independent of asset class.

RWA density provides a synthetic metric on riskiness of each portfolio and is derived by dividing RWA in column (e) with the sum of columns (c) and (d).

Equity exposures are calculated based on the market based approach (simple risk weight method) after the application of a 1.06 scaling factor as required by SARB. Listed equity are risk-weighted at 318% and unlisted equity at 424%.

The on-balance sheet exposures in column (a) are reported gross of impairment, CCF and CRM. Off-balance sheet exposures in column (b) include revocable facilities.

Credit exposure post-CCF and post-CRM in columns (c) and (d) are the amounts to which risk-weighted assets are applied to.

Past due loans reported follows the same definition of default as applied in table CR1 but includes revocable facilities and average balances where relevant as measured under the regulations.

01

Credit risk

CR5: Standardised approach – exposures by asset classes and risk weights

(continued)

Revised quantitative standardised tables and templates

The table below presents the breakdown of credit risk exposures under the standardised approach and equity exposures under the market-based approach by asset class and risk weight, corresponding to the RW% as reflected in columns (a) to (i).

	a	b	c
At 30 September 2017			
R'million	0%	10%	20%
Risk weight*			
Asset classes			
1 Sovereigns and their central banks	55 413	–	–
2 Non-central government public sector entities (PSEs)	–	–	4 332
3 Multilateral development banks (MDBs)	604	–	–
4 Banks	85	–	16 299
5 Securities firms	–	–	–
6 Corporates	2 411	–	1 598
7 Regulatory retail portfolios	–	–	–
8 Secured by residential property	–	–	209
9 Secured by commercial real estate	–	–	–
10 Equity	–	–	–
11 Past-due loans	–	–	–
12 Higher risk categories	–	–	–
13 Other assets	–	–	–
14 Total	58 513	–	22 438
	a	b	c

	a	b	c
At 31 March 2017			
R'million	0%	10%	20%
Risk weight			
Asset classes			
1 Sovereigns and their central banks	58 740	–	–
2 Non-central government public sector entities (PSEs)	–	–	5 069
3 Multilateral development banks (MDBs)	41	–	–
4 Banks	50	–	26 541
5 Securities firms	–	–	–
6 Corporates	4 775	–	2 040
7 Regulatory retail portfolios	–	–	–
8 Secured by residential property	–	–	4
9 Secured by commercial real estate	–	–	–
10 Equity	–	–	–
11 Past-due loans	–	–	–
12 Higher risk categories	–	–	–
13 Other assets	–	–	–
14 Total	63 606	–	33 654
	a	b	c

Exposure values reported in table CR5 reconcile to the aggregate exposure of columns (c) and (d) in table CR4 allocated across specified risk weight bands.

Credit risk

CR5: Standardised approach – exposures by asset classes and risk weights

01

(continued)

Revised quantitative standardised tables and templates

d	e	f	g	h	i	j
35%	50%	75%	100%	150%	Others	Total credit exposures amount (post-CCF and post-CRM)
–	228	–	2 206	–	–	57 847
–	728	–	789	–	–	5 849
–	–	–	–	–	–	604
–	4 227	–	4 431	–	–	25 042
–	–	–	1	–	–	1
559	741	90	104 765	–	–	110 164
–	–	6 830	–	–	–	6 830
67 018	–	2 657	5 071	–	–	74 955
–	–	525	77 350	–	–	77 875
–	–	–	–	–	7 816	7 816
–	178	–	1 050	1 145	–	2 373
–	–	–	–	–	–	–
–	–	–	10 390	–	3 829	14 219
67 577	6 102	10 102	206 053	1 145	11 645	383 575

d	e	f	g	h	i	j
35%	50%	75%	100%	150%	Others	Total credit exposures amount (post-CCF and post-CRM)
–	4 708	–	551	–	–	63 999
–	1 128	–	–	–	–	6 197
–	–	–	–	–	–	41
–	10 654	–	467	–	–	37 712
–	–	–	1	–	–	1
–	1 389	86	99 634	27	–	107 951
1	–	6 980	–	–	–	6 981
64 432	–	2 628	4 804	–	–	71 868
–	–	431	70 973	–	–	71 404
–	–	–	–	–	10 745	10 745
–	253	1	963	1 310	–	2 527
–	–	–	–	–	–	–
–	–	–	9 094	–	368	9 462
64 433	18 132	10 126	186 487	1 337	11 113	388 888

01

Counterparty credit risk

CCR1: Analysis of counterparty credit risk (CCR) exposure by approach

(continued)

Revised quantitative standardised tables and templates

The following table provides a summary of the methods used to calculate counterparty credit risk regulatory requirements and the main parameters used within each method.

	a	b	c	d	e	f
At 30 September 2017 R'million	Replacement cost	Potential future exposure	EEPE	Alpha used for computing regulatory EAD	EAD post-CRM	RWA
1 CEM-CCR (for derivatives)	8 478	3 292	–	1	6 912	5 182
2 Internal Model Method (for derivatives and SFTs)	–	–	–	–	–	–
3 Simple Approach for credit risk mitigation (for SFTs)	–	–	–	–	–	–
4 Comprehensive Approach for credit risk mitigation (for SFTs)	–	–	–	–	588	249
5 VaR for SFTs	–	–	–	–	–	–
6 Total						5 431

	a	b	c	d	e	f
At 31 March 2017 R'million	Replacement cost	Potential future exposure	EEPE	Alpha used for computing regulatory EAD	EAD post-CRM	RWA
1 CEM-CCR (for derivatives)	8 369	3 471	–	1	7 148	4 704
2 Internal Model Method (for derivatives and SFTs)	–	–	–	–	–	–
3 Simple Approach for credit risk mitigation (for SFTs)	–	–	–	–	–	–
4 Comprehensive Approach for credit risk mitigation (for SFTs)	–	–	–	–	1 467	625
5 VaR for SFTs	–	–	–	–	–	–
6 Total						5 329

Counterparty credit risk RWA in table OV1 on page 4 of R7.38 billion (including CCR, CVA and CCPs), represent 2.2% of the total group RWA as at 30 September 2017.

CEM is the regulator-prescribed method for calculating the counterparty exposure for derivative instruments. It works by taking the net replacement cost of all derivatives (as per signed netting agreements when relevant), adding a potential future exposure (PFE) component (based on the notional and underlying type referred to as "Anet") and then subtracting any eligible collateral.

Counterparty credit risk exposures reported above include OTC derivative exposures and exclude CVA charges or exposures cleared through a CCP.

Replacement cost in column (a) is reported as the net replacement amount that includes the effect of exposures transacted through bilateral ISDA agreements.

SA-CCR will replace the CEM-CCR methodology to calculate capital requirements for OTC of which implementation date is subject to the regulator and industry consultation.

Counterparty credit risk CCR2: Credit valuation adjustment (CVA) capital charge

01

(continued)

Revised quantitative standardised tables and templates

The following table provides a summary of the CVA regulatory calculation under the standardised approach.

	a	b
At 30 September 2017		
R'million	EAD post-CRM	RWA
Total portfolios subject to the advanced CVA capital charge	–	–
1 (i) VaR component (including the 3×multiplier)	–	–
2 (ii) Stressed VaR component (including the 3×multiplier)	–	–
3 All portfolios subject to the standardised CVA capital charge	4 896	1 986
4 Total subject to the CVA capital charge	4 896	1 986

	a	b
At 31 March 2017		
R'million	EAD post-CRM	RWA
Total portfolios subject to the advanced CVA capital charge		
1 (i) VaR component (including the 3×multiplier)	–	–
2 (ii) Stressed VaR component (including the 3×multiplier)	–	–
3 All portfolios subject to the standardised CVA capital charge	5 959	1 843
4 Total subject to the CVA capital charge	5 959	1 843

Credit valuation adjustment (CVA) in the regulatory context is a capital charge to take into account possible volatility in the value of derivative instruments due to changes in the credit quality of the bank's counterparty. Exchange traded and centrally cleared derivatives are exempt from the CVA capital charge due to the fact that the exchange or clearing house takes on the credit risk of the transaction and as such there should be no volatility.

01

Counterparty credit risk

CCR3: Standardised approach of CCR exposures by regulatory portfolio and risk weights

(continued)

Revised quantitative standardised tables and templates

The following table provides a breakdown of counterparty credit risk exposures calculated according to the standardised approach: by portfolio (type of counterparties) and by risk weight (riskiness attributed according to standardised approach).

	Risk weight		
	a	b	c
At 30 September 2017			
R'million	0%	10%	20%
Risk weight*,**			
Regulatory portfolio*			
Sovereigns	–	–	–
Non-central government public sector entities (PSEs)	4	–	171
Multilateral development banks (MDBs)	–	–	–
Banks	934	–	934
Securities firms	6	–	–
Corporates	613	–	–
Regulatory retail portfolios	0	–	–
Other assets	–	–	–
Total	1 557	–	1 105

	Risk weight		
	a	b	c
At 31 March 2017			
R'million	0%	10%	20%
Regulatory portfolio			
Sovereigns	–	–	–
Non-central government public sector entities	–	–	197
Multilateral development banks	–	–	–
Banks	124	–	1 941
Securities firms	–	–	–
Corporates	114	–	243
Regulatory retail portfolios	–	–	–
Other assets	–	–	–
Total	238	–	2 381

The table above excludes all CVA exposures that are reported in CCR2, as well as exposures to central counterparties which is reported in CCR8.

Counterparty credit risk CCR3: Standardised approach of CCR exposures by regulatory portfolio and risk weights

01

(continued)

Revised quantitative standardised tables and templates

Risk weight						Total credit exposure
d	e	f	g	h	i	
50%	75%	100%	150%	Others		
–	–	822	–	–	–	822
1	–	11	–	–	–	187
–	–	–	–	–	–	–
980	–	105	–	–	–	2 953
–	–	9	–	–	–	15
–	–	2 901	–	–	–	3 514
–	9	–	–	–	–	9
–	–	–	–	–	–	–
981	9	3 848	–	–	–	7 500

Risk weight						Total credit exposure
d	e	f	g	h	i	
50%	75%	100%	150%	Others		
40	–	–	–	–	–	40
57	–	–	–	–	–	254
–	–	–	–	–	–	–
2 047	–	–	–	–	–	4 112
–	–	–	–	–	–	–
144	–	3 705	–	–	–	4 206
–	4	–	–	–	–	4
–	–	–	–	–	–	–
2 288	4	3 705	–	–	–	8 616

01

Counterparty credit risk

CCR5: Composition of collateral for CCR exposure

(continued)

Revised quantitative standardised tables and templates

The following table provides a breakdown of all types of collateral posted or received by the bank to support or reduce the counterparty credit risk exposures related to derivative transactions or to SFTs.

	a	b	c	d	e	f
	Collateral used in derivative transactions				Collateral used in SFTs	
At 30 September 2017 R'million	Fair value of collateral received		Fair value of posted collateral		Fair value of collateral received	Fair value of posted collateral
	Segregated	Unsegregated	Segregated	Unsegregated		
Cash – domestic currency	3 854	–	381	–	168	6 309
Cash – other currencies	453	–	4 311	–	298	6 013
Domestic sovereign debt	–	–	–	–	5 869	–
Other sovereign debt	–	–	–	–	791	–
Government agency debt	–	–	–	–	187	163
Corporate bonds	–	–	–	–	–	–
Equity securities	–	–	–	–	–	–
Other collateral	23	–	–	–	4 912	329
Total	4 330	–	4 692	–	12 225	12 814

	a	b	c	d	e	f
	Collateral used in derivative transactions				Collateral used in SFTs	
At 31 March 2017 R'million	Fair value of collateral received		Fair value of posted collateral		Fair value of collateral received	Fair value of posted collateral
	Segregated	Unsegregated	Segregated	Unsegregated		
Cash – domestic currency	1 653	–	320	–	668	10 263
Cash – other currencies	314	–	4 748	–	395	11 198
Domestic sovereign debt	–	–	–	–	9 062	–
Other sovereign debt	–	–	–	–	502	–
Government agency debt	–	–	–	–	566	50
Corporate bonds	–	–	–	–	5 060	–
Equity securities	–	–	–	–	–	–
Other collateral	23	–	–	–	4 859	1 067
Total	1 990	–	5 068	–	21 112	22 578

Segregated refers to collateral which is held in a bankruptcy-remote manner.

Counterparty credit risk

CCR6: Credit derivatives exposures

01

(continued)

Revised quantitative standardised tables and templates

The following table summarises the extent of the bank's exposures to credit derivative transactions broken down between derivatives bought or sold.

	a	b
At 30 September 2017		
R'million	Protection bought	Protection sold
Notionals		
Single-name credit default swaps	1 147	540
Index credit default swaps	–	–
Other credit derivatives	–	–
Total notionals	1 147	540
Fair values		
Positive fair value (asset)	1 271	86
Negative fair value (liability)	–	–

	a	b
At 31 March 2017		
R'million	Protection bought	Protection sold
Notionals		
Single-name credit default swaps	201	47
Index credit default swaps	373	143
Total return swaps	574	190
Fair values		
Positive fair value (asset)	16	298
Negative fair value (liability)	(17)	(1)

The bank does not make use of any credit derivative instruments for the purpose of reducing capital requirements. The table above displays our exposure to traded credit derivative instruments.

01

Counterparty credit risk

CCR8: Exposures to central counterparties

Revised quantitative standardised tables and templates

		a	b
At 30 September 2017		EAD	
R'million		(post-CRM)	RWA
1	Exposure to QCCPs (total)	2 255	22
2	Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which	–	–
3	(i) OTC derivatives	–	–
4	(ii) Exchange-traded derivatives	1 082	22
5	(iii) Securities financing transactions	–	–
6	(iv) Netting sets where cross-product netting has been approved	–	–
7	Segregated initial margin	1 163	–
8	Non-segregated initial margin	–	–
9	Pre-funded default fund contributions	10	–
10	Unfunded default fund contributions	–	–
11	Exposure to non-QCCPs (total)	–	–
12	Exposures for trades at non-QCCPs (excluding initial margin and default fund contributions); of which	–	–
13	(i) OTC derivatives	–	–
14	(ii) Exchange-traded derivatives	–	–
15	(iii) Securities financing transactions	–	–
16	(iv) Netting sets where cross-product netting has been approved	–	–
17	Segregated initial margin	–	–
18	Non-segregated initial margin	–	–
19	Pre-funded default fund contributions	–	–
20	Unfunded default fund contributions	–	–

Counterparty credit risk

CCR8: Exposures to central counterparties

01

(continued)

		a	b
At 31 March 2017		EAD	
R'million		(post-CRM)	RWA
1	Exposure to QCCPs (total)	1 578	12
2	Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which	–	–
3	(i) OTC derivatives	–	–
4	(ii) Exchange-traded derivatives	529	11
5	(iii) Securities financing transactions	–	–
6	(iv) Netting sets where cross-product netting has been approved	–	–
7	Segregated initial margin	1 038	–
8	Non-segregated initial margin	–	–
9	Pre-funded default fund contributions	11	1
10	Unfunded default fund contributions	–	–
11	Exposure to non-QCCPs (total)	–	–
12	Exposures for trades at non-QCCPs (excluding initial margin and default fund contributions); of which		
13	(i) OTC derivatives	–	–
14	(ii) Exchange-traded derivatives	–	–
15	(iii) Securities financing transactions	–	–
16	(iv) Netting sets where cross-product netting has been approved	–	–
17	Segregated initial margin	–	–
18	Non-segregated initial margin	–	–
19	Pre-funded default fund contributions	–	–
20	Unfunded default fund contributions	–	–

Revised quantitative standardised tables and templates

01

Securitisation

SEC1: Securitisation exposures in the banking book

(continued)

Revised quantitative standardised tables and templates

The following table presents the bank's securitisation exposures in its banking book split between vehicles where we have acted as an originator and/or investor.

a	b	c
Bank acts as originator		

At 30 September 2017
R'million

	Traditional	Synthetic	Sub-total
1 Retail (total) – of which	651	–	651
2 residential mortgage	651	–	651
3 credit card	–	–	–
4 other retail exposures	–	–	–
5 resecuritisation	–	–	–
6 Wholesale (total) – of which	–	–	–
7 loans to corporates	–	–	–
8 commercial mortgage	–	–	–
9 lease and receivables	–	–	–
10 other wholesale	–	–	–
11 resecuritisation	–	–	–

a	b	c
Bank acts as originator		

At 31 March 2017
R'million

	Traditional	Synthetic	Sub-total
1 Retail (total) – of which	379	–	379
2 residential mortgage	379	–	379
3 credit card	–	–	–
4 other retail exposures	–	–	–
5 resecuritisation	–	–	–
6 Wholesale (total) – of which	–	–	–
7 loans to corporates	–	–	–
8 commercial mortgage	–	–	–
9 lease and receivables	–	–	–
10 other wholesale	–	–	–
11 resecuritisation	–	–	–

The bank has only been involved in traditional securitisation schemes and none of the underlying assets or exposures relates to resecuritised assets. Exposures related to Fox Street 4 and 5 special purposes institution (SPI) structures issued for purposes of the credit liquidity facility (CLF), are reported via the look-through approach as part of credit assets per the requirements of Banks Act guidance note 5 of 2015.

Exposures where the bank has acted as the originator relates to retained positions of issued notes and first loss positions provided to the SPI structures.

Securitisation exposures where the bank has acted as an investor are the investments positions purchased in third party deals.

Asset classes/rows reported above are classified based on the underlying exposure or security type.

Securitisation

SEC1: Securitisation exposures in the banking book

(continued)

01

Revised quantitative standardised tables and templates

e	f	g	i	j	k
Bank acts as sponsor			Bank acts as investor		

	Traditional	Synthetic	Sub-total	Traditional	Synthetic	Sub-total
	-	-	-	2 142	-	2 142
	-	-	-	2 142	-	2 142
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	127	-	127
	-	-	-	127	-	127
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-

e	f	g	i	j	k
Bank acts as sponsor			Bank acts as investor		

	Traditional	Synthetic	Sub-total	Traditional	Synthetic	Sub-total
	-	-	-	2 472	-	2 472
	-	-	-	2 472	-	2 472
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	25	-	25
	-	-	-	25	-	25
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-

01

Securitisation risk SEC3: Securitisation exposures in the banking book and associated regulatory capital requirements – bank acting as originator or as sponsor

(continued)

Revised quantitative standardised tables and templates

The following table presents securitisation exposures in the banking book where the bank acted as an originator and the associated capital requirements

		a	b	c	d	e	f	g
		Exposure values (by RW bands)					Exposure values (by regulatory approach)	
At 30 September 2017 R'million		≤ 20% RW	> 20% to 50% RW	> 50% to 100% RW	> 100% to < 1 250% RW	1 250% RW	IRB RBA (including IAA)	IRB SFA
1	Total exposures	-	651	-	-	-	-	-
2	Traditional securitisation	-	651	-	-	-	-	-
3	Of which securitisation	-	651	-	-	-	-	-
4	Of which retail underlying	-	651	-	-	-	-	-
5	Of which wholesale	-	-	-	-	-	-	-
6	Of which resecuritisation	-	-	-	-	-	-	-
7	Of which senior	-	651	-	-	-	-	-
8	Of which non-senior	-	-	-	-	-	-	-
9	Synthetic securitisation	-	-	-	-	-	-	-
10	Of which securitisation	-	-	-	-	-	-	-
11	Of which retail underlying	-	-	-	-	-	-	-
12	Of which wholesale	-	-	-	-	-	-	-
13	Of which resecuritisation	-	-	-	-	-	-	-
14	Of which senior	-	-	-	-	-	-	-
15	Of which non-senior	-	-	-	-	-	-	-

		a	b	c	d	e	f	g
		Exposure values (by RW bands)					Exposure values (by regulatory approach)	
At 31 March 2017 R'million		≤ 20% RW	> 20% to 50% RW	> 50% to 100% RW	> 100% to < 1 250% RW	1 250% RW	IRB RBA (including IAA)	IRB SFA
1	Total exposures	-	379	-	-	-	-	-
2	Traditional securitisation	-	379	-	-	-	-	-
3	Of which securitisation	-	379	-	-	-	-	-
4	Of which retail underlying	-	379	-	-	-	-	-
5	Of which wholesale	-	-	-	-	-	-	-
6	Of which resecuritisation	-	-	-	-	-	-	-
7	Of which senior	-	379	-	-	-	-	-
8	Of which non-senior	-	-	-	-	-	-	-
9	Synthetic securitisation	-	-	-	-	-	-	-
10	Of which securitisation	-	-	-	-	-	-	-
11	Of which retail underlying	-	-	-	-	-	-	-
12	Of which wholesale	-	-	-	-	-	-	-
13	Of which resecuritisation	-	-	-	-	-	-	-
14	Of which senior	-	-	-	-	-	-	-
15	Of which non-senior	-	-	-	-	-	-	-

Columns (a) to (e) are defined in relation to regulatory risk weights applied to retained exposures. The bank applied the look-through approach by applying capital requirements to the underlying assets in the scheme under the standardised approach for senior residential mortgage exposures.

Securitisation risk SEC3: Securitisation exposures in the banking book and associated regulatory capital requirements – bank acting as originator or as sponsor

01

(continued)

Revised quantitative standardised tables and templates

h		i		j		k		l		m		n		o		p		q	
Exposure values (by regulatory approach)		RWA (by regulatory approach)						Capital charge after cap											
		IRB RBA (including IAA)			IRB SFA					IRB RBA (including IAA)			IRB SFA						
SA/SSFA	1 250%				SA/SSFA	1 250%				SA/SSFA	1 250%				SA/SSFA	1 250%			
651	-	-	-	-	1 006	-	-	-	-	108	-	-	-	-	108	-	-	-	
651	-	-	-	-	1 006	-	-	-	-	108	-	-	-	-	108	-	-	-	
651	-	-	-	-	1 006	-	-	-	-	108	-	-	-	-	108	-	-	-	
651	-	-	-	-	1 006	-	-	-	-	108	-	-	-	-	108	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
651	-	-	-	-	1 006	-	-	-	-	108	-	-	-	-	108	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	

h		i		j		k		l		m		n		o		p		q	
Exposure values (by regulatory approach)		RWA (by regulatory approach)						Capital charge after cap											
		IRB RBA (including IAA)			IRB SFA					IRB RBA (including IAA)			IRB SFA						
SA/SSFA	1 250%				SA/SSFA	1 250%				SA/SSFA	1 250%				SA/SSFA	1 250%			
379	-	-	-	-	444	-	-	-	-	48	-	-	-	-	48	-	-	-	
379	-	-	-	-	444	-	-	-	-	48	-	-	-	-	48	-	-	-	
379	-	-	-	-	444	-	-	-	-	48	-	-	-	-	48	-	-	-	
379	-	-	-	-	444	-	-	-	-	48	-	-	-	-	48	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
379	-	-	-	-	444	-	-	-	-	48	-	-	-	-	48	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	

Securitisation risk is measured on the standardised approach (TSA). The bank has not applied the internal assessment approach (IAA) to unrated exposures nor has it provided implicit support to any of the SPIs. The capital charge is calculated at 10.75%.

01

Securitisation risk

SEC4: Securitisation exposures in the banking book and associated capital requirements – bank acting as investor

(continued)

Revised quantitative standardised tables and templates

The following table presents securitisation exposures in the banking book where the bank acted as an investor and the associated capital requirements.

		a	b	c	d	e	f	g
		Exposure values (by RW bands)					Exposure values (by regulatory approach)	
At 30 September 2017 R'million		≤ 20% RW	> 20% to 50% RW	> 50% to 100% RW	> 100% to < 1 250% RW	1 250% RW	IRB RBA (including IAA)	IRB SFA
1	Total exposures	278	1 168	753	70	-	-	-
2	Traditional securitisation	278	1 168	753	70	-	-	-
3	Of which securitisation	278	1 168	753	70	-	-	-
4	Of which retail underlying	278	1 168	697	-	-	-	-
5	Of which wholesale	-	-	56	70	-	-	-
6	Of which resecuritisation	-	-	-	-	-	-	-
7	Of which senior	278	1 168	753	70	-	-	-
8	Of which non-senior	-	-	-	-	-	-	-
9	Synthetic securitisation	-	-	-	-	-	-	-
10	Of which securitisation	-	-	-	-	-	-	-
11	Of which retail underlying	-	-	-	-	-	-	-
12	Of which wholesale	-	-	-	-	-	-	-
13	Of which resecuritisation	-	-	-	-	-	-	-
14	Of which senior	-	-	-	-	-	-	-
15	Of which non-senior	-	-	-	-	-	-	-

		a	b	c	d	e	f	g
		Exposure values (by RW bands)					Exposure values (by regulatory approach)	
At 31 March 2017 R'million		≤ 20% RW	> 20% to 50% RW	> 50% to 100% RW	> 100% to < 1 250% RW	1 250% RW	IRB RBA (including IAA)	IRB SFA
1	Total exposures	463	1 356	531	147	-	-	-
2	Traditional securitisation	463	1 356	531	147	-	-	-
3	Of which securitisation	463	1 356	531	147	-	-	-
4	Of which retail underlying	463	1 356	506	147	-	-	-
5	Of which wholesale	-	-	25	-	-	-	-
6	Of which resecuritisation	-	-	-	-	-	-	-
7	Of which senior	463	1 356	531	147	-	-	-
8	Of which non-senior	-	-	-	-	-	-	-
9	Synthetic securitisation	-	-	-	-	-	-	-
10	Of which securitisation	-	-	-	-	-	-	-
11	Of which retail underlying	-	-	-	-	-	-	-
12	Of which wholesale	-	-	-	-	-	-	-
13	Of which resecuritisation	-	-	-	-	-	-	-
14	Of which senior	-	-	-	-	-	-	-
15	Of which non-senior	-	-	-	-	-	-	-

Columns (a) to (e) include to the investments positions purchased in third party SPI exposures.

The bank applied the look-through approach to calculate RWA under the standardised approach (TSA) for senior investment exposures.

Securitisation risk

SEC4: Securitisation exposures in the banking book and associated capital requirements – bank acting as investor

01

(continued)

Revised quantitative standardised tables and templates

h	i	j	k	l	m	n	o	p	q
Exposure values (by regulatory approach)		RWA (by regulatory approach)				Capital charge after cap			
		IRB RBA (including IAA)		IRB RBA (including IAA)		IRB RBA (including IAA)			
SA/SSFA	1 250%	IRB SFA	SA/SSFA	1 250%	IRB SFA	SA/SSFA	1 250%	IRB SFA	SA/SSFA
2 269	-	-	1 535	-	-	165	-	-	-
2 269	-	-	1 535	-	-	165	-	-	-
2 269	-	-	1 535	-	-	165	-	-	-
2 142	-	-	1 180	-	-	127	-	-	-
127	-	-	355	-	-	38	-	-	-
-	-	-	-	-	-	-	-	-	-
2 269	-	-	1 535	-	-	165	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-

h	i	j	k	l	m	n	o	p	q
Exposure values (by regulatory approach)		RWA (by regulatory approach)				Capital charge after cap			
		IRB RBA (including IAA)		IRB RBA (including IAA)		IRB RBA (including IAA)			
SA/SSFA	1 250%	IRB SFA	SA/SSFA	1 250%	IRB SFA	SA/SSFA	1 250%	IRB SFA	SA/SSFA
2 497	-	-	1 675	-	-	180	-	-	-
2 497	-	-	1 675	-	-	180	-	-	-
2 497	-	-	1 675	-	-	180	-	-	-
2 472	-	-	1 650	-	-	177	-	-	-
25	-	-	25	-	-	3	-	-	-
-	-	-	-	-	-	-	-	-	-
2 497	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-

01

Market risk

MR1: Market risk under standardised approach

(continued)

Revised quantitative standardised tables and templates

a

At 30 September 2017
R'million

Risk-weighted assets

Outright products	
1 Interest rate risk (general and specific)	–
2 Equity risk (general and specific)	146
3 Foreign exchange risk	–
4 Commodity risk	–
Options	–
5 Simplified approach	–
6 Delta-plus method	–
7 Scenario approach	–
8 Securitisation	–
9 Total	146

a

At 31 March 2017
R'million

Risk-weighted assets

Outright products	
1 Interest rate risk (general and specific)	315
2 Equity risk (general and specific)	131
3 Foreign exchange risk	–
4 Commodity risk	–
Options	–
5 Simplified approach	–
6 Delta-plus method	–
7 Scenario approach	–
8 Securitisation	–
9 Total	446

The interest rate general and specific risk is attributed to the credit trading desk, which does not currently have internal model approval for regulatory capital. The Equity general and specific risk relates to certain products on the desk which have not be incorporated into the internal VaR model. These positions are small relative to the total book. RWA in this table is derived by multiplying the capital required by 12.5.

Market risk

MR2: RWA flow statements of market risk exposures under an IMA

01

(continued)

Revised quantitative standardised tables and templates

The table below presents a flow statement explaining variations in the market RWA determined under an internal model approach.

		a	b	c	d	e	f
At 30 September 2017			Stressed				
R'million		VaR	VaR	IRC	CRM	Other	Total RWA
1	RWA at previous quarter end	1 548	2 296	–	–	–	3 844
2	Movement in risk levels	(158)	(517)	–	–	–	(675)
3	Model updates/changes	–	–	–	–	–	–
4	Methodology and policy	–	–	–	–	–	–
5	Acquisitions and disposals	–	–	–	–	–	–
6	Foreign exchange movements	–	–	–	–	–	–
7	Other	–	–	–	–	–	–
8	RWA at the end of the reporting period	1 390	1 779	–	–	–	3 169

		a	b	c	d	e	f
At 31 March 2017			Stressed				
R'million		VaR	VaR	IRC	CRM	Other	Total RWA
1	RWA at previous quarter end	1 377	2 782	–	–	–	4 159
2	Movement in risk levels	(223)	(535)	–	–	–	(758)
3	Model updates/changes	–	–	–	–	–	–
4	Methodology and policy	–	–	–	–	–	–
5	Acquisitions and disposals	–	–	–	–	–	–
6	Foreign exchange movements	–	–	–	–	–	–
7	Other	–	–	–	–	–	–
8	RWA at the end of the reporting period	1 154	2 247	–	–	–	3 401

The decrease in risk-weighted assets is mainly due to a decrease in VaR and stressed VaR exposures across all trading desks.

RWA in this table is derived by multiplying the capital required by 12.5.

01

Market risk

MR3: IMA values for trading portfolios

(continued)

Revised quantitative standardised tables and templates

The table below displays the values (maximum, minimum, average and period ending for the reporting period) resulting from the different types of models used for computing the regulatory capital charge at the group level, before any additional capital charge is applied by the jurisdiction.

a

At 30 September 2017
R'million

VaR
(10-day 99%)

1	Maximum value	60
2	Average value	32
3	Minimum value	15
4	Period end	25

Stressed VaR
(10-day 99%)

5	Maximum value	136
6	Average value	44
7	Minimum value	19
8	Period end	25

Incremental risk charge (99.9%)

9	Maximum value	–
10	Average value	–
11	Minimum value	–
12	Period end	–

Comprehensive risk capital charge (99.9%)

13	Maximum value	–
14	Average value	–
15	Minimum value	–
16	Period end	–
17	Floor (standardised measurement method)	–

Summary statistics were calculated on the 10-day VaR and sVaR figures as at 30 September 2017. The 10-day figures were obtained by multiplying the one-day figures by SQRT(10).

Market risk

MR3: IMA values for trading portfolios

(continued)

01

Revised quantitative standardised tables and templates

a

At 31 March 2017
R'million

	VaR (10-day 99%)
1 Maximum value	46
2 Average value	23
3 Minimum value	12
4 Period end	23
	Stressed VaR (10-day 99%)
5 Maximum value	73
6 Average value	45
7 Minimum value	21
8 Period end	31
	Incremental risk charge (99.9%)
9 Maximum value	–
10 Average value	–
11 Minimum value	–
12 Period end	–
	Comprehensive risk capital charge (99.9%)
13 Maximum value	–
14 Average value	–
15 Minimum value	–
16 Period end	–
17 Floor (standardised measurement method)	–

02

Composition of capital
disclosure requirements



Basel III common disclosure template

02

Composition of capital Disclosure requirements

At 30 September 2017		Amounts subject to pre-Basel III treatment
Common Equity Tier 1 capital: instruments and reserves		
1	Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus	13 397
2	Retained earnings	20 814
3	Accumulated other comprehensive income (and other reserves)	1 077
4	Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies) <i>Public sector capital injections grandfathered until 1 January 2018</i>	
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	
6	Common Equity Tier 1 capital before regulatory adjustments	35 288
Common Equity Tier 1 capital: regulatory adjustments		
7	Prudential valuation adjustment	171
8	Goodwill (net of related tax liability)	460
9	Other intangibles other than mortgage-servicing rights (net of related tax liability)	–
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	(932)
11	Cash flow hedge reserve	–
12	Shortfall of provisions to expected losses	–
13	Securitisation gain on sale	–
14	Gains and losses due to changes in own credit risk on fair valued liabilities	–
15	Defined benefit pension fund	–
16	Investments in own shares (if not already netted off paid-in capital on reported balance sheet)	–
17	Reciprocal cross-holdings in common equity	–
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	–
19	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)	1 114
20	Mortgage servicing rights (amount above 10% threshold)	–
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	–
22	Amount exceeding 15% threshold	–
23	of which: significant investments in the common stock of financials	–
24	of which: mortgage servicing rights	–
25	of which: deferred tax assets arising from temporary differences	–
26	National specific regulatory adjustments	–
	REGULATORY ADJUSTMENTS APPLIED TO COMMON EQUITY TIER 1 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT	–
	OF WHICH: [INSERT NAME OF ADJUSTMENT]	–
	OF WHICH: [INSERT NAME OF ADJUSTMENT]	–
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	–
28	Total regulatory adjustments to Common Equity Tier 1	813
29	Common Equity Tier 1 Capital (CET1) (line 6 less line 28)	34 475

(continued)

At 30 September 2017		Amounts subject to pre-Basel III treatment
Additional Tier 1 capital: instruments		
30	Directly issues Additional Tier 1 instruments plus related stock surplus	–
31	of which: classified as equity under applicable accounting standards	–
32	of which: classified as liabilities under applicable accounting standards	–
33	Directly issued capital instruments subject to phase out from Additional Tier 1	767
34	Additional Tier 1 instruments (and CET1 instruments not included in line 5) issued by subsidiaries and held by third parties (amount allowed in group AT1)	–
35	of which: instruments issued by subsidiaries subject to phase out	–
36	Additional Tier 1 capital before regulatory adjustments	767
Additional Tier 1 capital: regulatory adjustments		
37	Instruments in own Additional Tier 1 instruments	–
38	Reciprocal cross-holdings in Additional Tier 1 instruments	–
39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	–
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	–
41	National specific regulatory adjustments	–
	REGULATORY ADJUSTMENTS APPLIED TO COMMON EQUITY TIER 1 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT	–
	OF WHICH: [INSERT NAME OF ADJUSTMENT]	–
	OF WHICH: [INSERT NAME OF ADJUSTMENT]	–
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	–
43	Total regulatory adjustments to Additional Tier 1 capital	–
44	Additional Tier 1 capital (AT1)	767
45	Tier 1 capital (T1 = CET1 + AT1)	35 244
Tier 2 capital and provisions		
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	13 524
47	Directly issued capital instruments subject to phase out from Tier 2	2 150
48	Tier 2 instruments (and CET1 and AT1 instruments not included in lines 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	–
49	of which: instruments issued by subsidiaries subject to phase out	–
50	Provisions	474
51	Tier 2 capital before regulatory adjustments	13 998
Tier 2 capital: regulatory adjustments		
52	Investments in own Tier 2 instruments	–
53	Reciprocal cross-holdings in Tier 2 instruments	–
54	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	–
55	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	–
56	National specific regulatory adjustments	–
	REGULATORY ADJUSTMENTS APPLIED TO COMMON EQUITY TIER 2 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT	–
	OF WHICH: [INSERT NAME OF ADJUSTMENT]	–
	OF WHICH: [INSERT NAME OF ADJUSTMENT]	–
57	Total regulatory adjustments to Tier 2 capital	–

Basel III common disclosure template

(continued)

02

Composition of capital Disclosure requirements

At 30 September 2017		Amounts subject to pre-Basel III treatment
58	Tier 2 capital (T2)	13 998
59	Total capital (TC = T1 + T2)	49 242
	RISK-WEIGHTED ASSETS IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT	322 651
	of which: Credit risk including equity exposures	289 689
	of which: Counterparty credit risk	7 440
	of which: Market risk	3 315
	of which: Operational risk	22 207
60	Total risk-weighted assets	322 651
61	Common Equity Tier 1 (as a percentage of risk-weighted assets)	10.7%
62	Tier 1 (as a percentage of risk-weighted assets)	10.9%
63	Total capital (as a percentage of risk-weighted assets)	15.3%
64	Institution specific buffer requirement (minimum CET1 requirements plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB buffer requirement expressed as a percentage of risk-weighted assets)	7.3%
65	of which: capital conservation buffer requirement	–
66	of which: bank specific countercyclical buffer requirement	–
67	of which: G-SIB buffer requirement	–
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk-weighted assets)	10.7%
National Minima (if different from Basel III)		
69	National Common Equity Tier 1 minimum ratio (if different from Basel III minimum)	7.25%
70	National Tier 1 minimum ratio	8.50%
71	National total capital minimum ratio	10.75%
Amounts below the threshold for deductions (before risk weighting)		
72	Non-significant investments in the capital of other financials	–
73	Significant investments in the common stock of financials	3 559
74	Mortgage servicing rights (net of related tax liability)	–
75	Deferred tax assets arising from temporary differences (net of related tax liability)	270
Applicable caps on the inclusion of provisions in Tier 2		
76	Provisions eligible for inclusion in Tier 2 in respect of exposure subject to standardised approach (prior to application of cap)	474
77	Cap on inclusion of provisions in Tier 2 under standardised approach	3 050
78	Provisions eligible for inclusion in Tier 2 in respect of exposure subject to internal ratings-based approach (prior to application of cap)	–
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	–
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)		
80	Current cap on CET1 instruments subject to phase out arrangements	
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	
82	Current cap on AT1 instruments subject to phase out arrangements	
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	
84	Current cap on T2 instruments subject to phase out arrangements	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	

Main features disclosure template

(continued)

Disclosure template for main features of regulatory capital instruments

At 30 September 2017		Ordinary share capital and premium	Non-redeemable, non-cumulative, non-participating preference shares	IV08	IV09
1	Issuer	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	Unlisted	ZAE000048393	ZAG000052713	ZAG000052721
3	Governing law(s) of the instrument	South Africa	South Africa	South Africa	South Africa
Regulatory treatment					
4	Transitional Basel III rules	CET1	AT1	Tier 2	Tier 2
5	Post-transitional Basel III rules	CET1	AT1	Phased out	Phased out
6	Eligible at solo/group/group and solo	Group and solo	Group and solo	Group and solo	Group and solo
7	Instrument type (types to be specified by each jurisdiction)	CET1	AT1	Subordinated unsecured debt	Subordinated unsecured debt
8	Amount recognised in regulatory capital (Currency in million, as of most recent reporting date) ¹ (R'million)	13 398	1 534	200	200
9	Par value of instrument (R'million)	13 398	1 534	200	200
10	Accounting classification	IFRS: Equity	IFRS: Equity	IFRS: Accrual	IFRS: Accrual
11	Original date of issuance	31 March 1969	17 July 2003	30 April 2008	30 April 2008
12	Perpetual or dated	Perpetual	Perpetual	Perpetual	Perpetual
13	Original maturity date	No maturity	No maturity	No maturity	No maturity
14	Issuer call subject to prior supervisory approval	No	No	Yes	Yes
15	Optional call date, contingent call dates and redemption amount	Not applicable	Not applicable	30 April 2018	30 April 2018
	Tax and/or regulatory event	Not applicable	Not applicable	Yes	Yes
	Redemption amount	Not applicable	Not applicable	100% of principal plus interest	100% of principal plus interest
16	Subsequent call date, if applicable	Not applicable	Not applicable	Every reset date thereafter	Every reset date thereafter
Coupons/dividends					
17	Fixed or floating dividend coupon	Floating	Floating	Fixed	Floating
18	Coupon rate and any related index	Not applicable	83.33% of Prime Rate	13.735%	Jibar + 3.75%
19	Existence of a dividend stopper	No	Yes	No	No
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary	Mandatory	Mandatory
21	Existence of step up or other incentive to redeem	Not applicable	Not applicable	Yes	Yes
22	Non-cumulative or cumulative	Non-cumulative	Non-cumulative	Cumulative	Cumulative

¹ Amount recognised in regulatory capital pre phasing out of non-qualifying instruments which is not allocated per instrument.

Main features disclosure template

(continued)

IV019	IV019A	IV025	IV026	IV030	IV030A	IV031
Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited
ZAG000094442	ZAG000095779	ZAG000099680	ZAG000100041	ZAG000100553	ZAG000100884	ZAG000103722
South Africa	South Africa	South Africa	South Africa	South Africa	South Africa	South Africa
Tier 2	Tier 2	Tier 2	Tier 2	Tier 2	Tier 2	Tier 2
Tier 2	Tier 2	Phased out	Phased out	Tier 2	Tier 2	Tier 2
Group and solo	Group and solo	Group and solo	Group and solo	Group and solo	Group and solo	Group and solo
Subordinated debt	Subordinated debt	Subordinated debt	Subordinated debt	Subordinated debt	Subordinated debt	Subordinated debt
119	366	1 000	750	426	420	500
64	230	1 000	750	324	350	500
IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual
2 April 2012	28 May 2012	12 September 2012	27 September 2012	18 October 2012	26 October 2012	11 March 2013
Dated	Dated	Dated	Dated	Dated	Dated	Dated
31 March 2028	31 March 2028	12 September 2024	27 September 2024	31 January 2025	31 January 2025	11 March 2025
Yes	Yes	Yes	Yes	Yes	Yes	Yes
31 March 2023	3 April 2023	12 September 2019	27 September 2019	31 January 2020	31 January 2020	11 March 2020
Yes	Yes	Yes	Yes	Yes	Yes	Yes
Inflation adjusted 100% of principal and interest	Inflation adjusted 100% of principal and interest	100% of principal plus interest	100% of principal plus interest	Investment amount plus interest plus change in price of replicated bond	Investment amount plus interest plus change in price of replicated bond	100% of principal and interest
Every reset date thereafter	Every reset date thereafter	Every reset date thereafter	Every reset date thereafter	Every reset date thereafter	Every reset date thereafter	Every reset date thereafter
Floating	Floating	Floating	Floating	Floating	Floating	Floating
CPI-linked: 2.60%	CPI-linked: 2.60%	Jibar + 2.5%	Jibar + 2.45%	CPI-linked: 2.00%	CPI-linked: 2.00%	Jibar + 2.95%
No	No	No	No	No	No	No
Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory
No	No	No	No	No	No	No
Cumulative	Cumulative	Cumulative	Cumulative	Cumulative	Cumulative	Cumulative

(continued)

Disclosure template for main features of regulatory capital instruments

(continued)

At 30 September 2017		IVO32	IVO33	IVO34	IVO35
1	Issuer	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	ZAG000108051	ZAG00013342	ZAG000133430	ZAG000134610
3	Governing law(s) of the instrument	South Africa	South Africa	South Africa	South Africa
Regulatory treatment					
4	Transitional Basel III rules	Tier 2	Tier 2	Tier 2	Tier 2
5	Post-transitional Basel III rules	Tier 2	Tier 2	Tier 2	Tier 2
6	Eligible at solo/group/group and solo	Group and solo	Group and solo	Group and solo	Group and solo
7	Instrument type (types to be specified by each jurisdiction)	Subordinated debt	Subordinated debt	Subordinated debt	Subordinated debt
8	Amount recognised in regulatory capital (Currency in million, as of most recent reporting date) ¹ (R'million)	810	159	101	1 468
9	Par value of instrument (R'million)	810	159	101	1 468
10	Accounting classification	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual
11	Original date of issuance	14 August 2013	11 February 2016	11 February 2016	17 March 2016
12	Perpetual or dated	Dated	Dated	Dated	Dated
13	Original maturity date	14 August 2023	11 February 2026	11 February 2026	7 April 2027
14	Issuer call subject to prior supervisory approval	Yes	Yes	Yes	Yes
15	Optional call date, contingent call dates and redemption amount	14 August 2018	11 February 2021	11 February 2021	7 April 2022
	Tax and/or regulatory event	Yes	Yes	Yes	Yes
	Redemption amount	100% of principal and interest	100% of principal and interest	100% of principal and interest	100% of principal and interest
16	Subsequent call date, if applicable	Every reset date thereafter	Every reset date thereafter	Every reset date thereafter	Every reset date thereafter
Coupons/dividends					
17	Fixed or floating dividend coupon	Floating	Floating	Fixed	Floating
18	Coupon rate and any related index	Jibar + 2.95%	Jibar + 4.25%	12,47%	Jibar + 4.65%
19	Existence of a dividend stopper	No	No	No	No
20	Fully discretionary, partially discretionary or mandatory	Mandatory	Mandatory	Mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No	No	No	No
22	Non-cumulative or cumulative	Cumulative	Cumulative	Cumulative	Cumulative

¹ Amount recognised in regulatory capital pre phasing out of non-qualifying instruments which is not allocated per instrument.

Main features disclosure template

(continued)

IV036	IV037	IV038	IV039	IV040	IV041	IV042
Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited
ZAG000135526	Unlisted	ZAG000139593	ZAG000139700	ZAG000139718	ZAG000139726	ZAG000140708
South Africa	South Africa	South Africa	South Africa	South Africa	South Africa	South Africa
Tier 2	Tier 2	Tier 2	Tier 2	Tier 2	Tier 2	Tier 2
Tier 2	Tier 2	Tier 2	Tier 2	Tier 2	Tier 2	Tier 2
Group and solo	Group and solo	Group and solo	Group and solo	Group and solo	Group and solo	Group and solo
Subordinated debt	Subordinated debt	Subordinated debt	Subordinated debt	Subordinated debt	Subordinated debt	Subordinated debt
32	1 302	350	161	589	190	50
32	1 724	350	119	589	190	50
IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual
22 April 2016	19 October 2016	23 September 2016	29 September 2016	29 September 2016	29 September 2016	18 November 2016
Dated	Dated	Dated	Dated	Dated	Dated	Dated
22 July 2026	19 October 2026	23 September 2026	31 January 2027	29 September 2026	29 September 2026	18 November 2026
Yes	Yes	Yes	Yes	Yes	Yes	Yes
22 July 2021	19 October 2021	23 September 2021	31 January 2022	29 September 2021	29 September 2021	18 November 2021
Yes	Yes	Yes	Yes	Yes	Yes	Yes
100% of principal and interest	100% of principal and interest	100% of principal and interest	Inflation adjusted 100% of principal and interest	100% of principal and interest	100% of principal and interest	100% of principal and interest
Every reset date thereafter	Every reset date thereafter	Every reset date thereafter	Every reset date thereafter	Every reset date thereafter	Every reset date thereafter	Every reset date thereafter
Floating	Mixed Rate	Floating	Mixed Rate	Floating	Mixed Rate	Floating
Jibar + 4.25%	Libor + 5.5%	Jibar + 4.25%	CPI-linked: 2.75%	J + 4.25%	11,97%	J + 4.25%
No	No	No	No	No	No	No
Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory
No	No	No	No	No	No	No
Cumulative	Cumulative	Cumulative	Cumulative	Cumulative	Cumulative	Cumulative

Main features disclosure template

(continued)

Disclosure template for main features of regulatory capital instruments

(continued)

At 30 September 2017		Ordinary share capital and premium	Non-redeemable, non-cumulative, non-participating preference shares	IV08	IV09
23	Convertible or non-convertible	Not applicable	Not applicable	Non-convertible	Non-convertible
24	if convertible, conversion trigger(s)	Not applicable	Not applicable	Not applicable	Not applicable
25	if convertible, fully or partially	Not applicable	Not applicable	Not applicable	Not applicable
26	if convertible, conversion rate	Not applicable	Not applicable	Not applicable	Not applicable
27	if convertible, mandatory or optional conversion	Not applicable	Not applicable	Not applicable	Not applicable
28	if convertible, specify instrument type convertible into	Not applicable	Not applicable	Not applicable	Not applicable
29	if convertible, specify issuer of instrument it converts into	Not applicable	Not applicable	Not applicable	Not applicable
30	Write-down feature	Not applicable	Not applicable	Not applicable	Not applicable
31	If write-down, write-down trigger(s)	Not applicable	Not applicable	Not applicable	Not applicable
32	If write-down, full or partial	Not applicable	Not applicable	Not applicable	Not applicable
33	If write-down, permanent or temporary	Not applicable	Not applicable	Not applicable	Not applicable
34	If write-down, description of write-up mechanism	Not applicable	Not applicable	Not applicable	Not applicable
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Additional Tier 1 instruments	Tier 2 instruments	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors
36	Non-compliant transitioned features	Not applicable	Yes	Yes	Yes
37	If yes, specify non-compliant features	Not applicable	Excludes loss absorbency requirements	Incentive to redeem	Incentive to redeem

Main features disclosure template

(continued)

IV019	IV019A	IV025	IV026	IV030	IV030A	IV031
Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator	Non-convertible	Non-convertible	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator
Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator	Not applicable	Not applicable	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator
PONV as defined by regulator	PONV as defined by regulator	Not applicable	Not applicable	PONV as defined by regulator	PONV as defined by regulator	PONV as defined by regulator
Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator	Not applicable	Not applicable	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator
Not applicable	Not applicable	Not applicable	Not applicable	Permanent as per G7/2013	Permanent as per G7/2013	Permanent as per G7/2013
Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors
No	No	Yes	Yes	No	No	No
Not applicable	Not applicable	No PONV in contract	No PONV in contract	Not applicable	Not applicable	Not applicable

Main features disclosure template

(continued)

Disclosure template for main features of regulatory capital instruments

(continued)

At 30 September 2017

	IVO32	IVO33	IVO34	IVO35
23 Convertible or non-convertible	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator
24 if convertible, conversion trigger(s)	Not applicable	Not applicable	Not applicable	Not applicable
25 if convertible, fully or partially	Not applicable	Not applicable	Not applicable	Not applicable
26 if convertible, conversion rate	Not applicable	Not applicable	Not applicable	Not applicable
27 if convertible, mandatory or optional conversion	Not applicable	Not applicable	Not applicable	Not applicable
28 if convertible, specify instrument type convertible into	Not applicable	Not applicable	Not applicable	Not applicable
29 if convertible, specify issuer of instrument it converts into	Not applicable	Not applicable	Not applicable	Not applicable
30 Write-down feature	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator
31 If write-down, write-down trigger(s)	PONV as defined by regulator	PONV as defined by regulator	PONV as defined by regulator	PONV as defined by regulator
32 If write-down, full or partial	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator
33 If write-down, permanent or temporary	Permanent as per G7/2013	Permanent as per G7/2013	Permanent as per G7/2013	Permanent as per G7/2013
34 If write-down, description of write-up mechanism	Not applicable	Not applicable	Not applicable	Not applicable
35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors
36 Non-compliant transitioned features	No	No	No	No
37 If yes, specify non-compliant features	Not applicable	Not applicable	Not applicable	Not applicable

Main features disclosure template

(continued)

	IV036	IV037	IV038	IV039	IV040	IV041	IV042
	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator
	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator
	PONV as defined by regulator	PONV as defined by regulator	PONV as defined by regulator	PONV as defined by regulator	PONV as defined by regulator	PONV as defined by regulator	PONV as defined by regulator
	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator
	Permanent as per G7/2013	Permanent as per G7/2013	Permanent as per G7/2013	Permanent as per G7/2013	Permanent as per G7/2013	Permanent as per G7/2013	Permanent as per G7/2013
	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors
	No	No	No	No	No	No	No
	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable

Disclosure template for main features of regulatory capital instruments

(continued)

At 30 September 2017		IV043	IV044	IV045	IV046	IV047
1	Issuer	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	ZAG000140765	ZAG000141797	ZAG000141805	ZAG000144585	Unlisted
3	Governing law(s) of the instrument	South Africa	South Africa	South Africa	South Africa	South Africa
Regulatory treatment						
4	Transitional Basel III rules	Tier 2	Tier 2	Tier 2	Tier 2	Tier 2
5	Post-transitional Basel III rules	Tier 2	Tier 2	Tier 2	Tier 2	Tier 2
6	Eligible at solo/group/group and solo	Group and solo	Group and solo	Group and solo	Group and solo	Group and solo
7	Instrument type (types to be specified by each jurisdiction)	Subordinated debt	Subordinated debt	Subordinated debt	Subordinated debt	Subordinated debt
8	Amount recognised in regulatory capital (Currency in million, as of most recent reporting date) ¹ (R'million)	150	240	1 557	1 200	1 184
9	Par value of instrument (R'million)	150	240	1 160	1 200	1 517
10	Accounting classification	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual
11	Original date of issuance	21 November 2016	31 January 2017	31 January 2017	21 June 2017	30 June 2017
12	Perpetual or dated	Dated	Dated	Dated	Dated	Dated
13	Original maturity date	21 November 2026	31 January 2027	31 January 2027	21 June 2027	30 June 2022
14	Issuer call subject to prior supervisory approval	Yes	Yes	Yes	Yes	Yes
15	Optional call date, contingent call dates and redemption amount	21 November 2021	31 January 2022	31 January 2022	21 June 2022	30 June 2027
	Tax and/or regulatory event	Yes	Yes	Yes	Yes	Yes
	Redemption amount	100% of principal and interest	100% of principal and interest	Inflation adjusted 100% of principal and interest	100% of principal and interest	100% of principal and interest
16	Subsequent call date, if applicable	Every reset date thereafter	Every reset date thereafter	Every reset date thereafter	Every reset date thereafter	Every reset date thereafter
Coupons/dividends						
17	Fixed or floating dividend coupon	Mixed Rate	Floating	Mixed Rate	Floating	Mixed Rate
18	Coupon rate and any related index	12.50%	J + 4.15%	CPI-linked: 2.75%	J + 3.90%	Libor + 4.5%
19	Existence of a dividend stopper	No	No	No	No	No
20	Fully discretionary, partially discretionary or mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No	No	No	No	No
22	Non-cumulative or cumulative	Cumulative	Cumulative	Cumulative	Cumulative	Cumulative

¹ Amount recognised in regulatory capital pre phasing out of non-qualifying instruments which is not allocated per instrument.

Main features disclosure template

(continued)

At 30 September 2017		IV043	IV044	IV045	IV046	IV047
23	Convertible or non-convertible	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator	Convertible or write-off as per regulation, at option of regulator
24	if convertible, conversion trigger(s)	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
25	if convertible, fully or partially	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
26	if convertible, conversion rate	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
27	if convertible, mandatory or optional conversion	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
28	if convertible, specify instrument type convertible into	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
29	if convertible, specify issuer of instrument it converts into	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
30	Write-down feature	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator	Partial or full write-off as per regulation, at option of regulator
31	If write-down, write-down trigger(s)	PONV as defined by regulator	PONV as defined by regulator	PONV as defined by regulator	PONV as defined by regulator	PONV as defined by regulator
32	If write-down, full or partial	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator
33	If write-down, permanent or temporary	Permanent as per G7/2013	Permanent as per G7/2013	Permanent as per G7/2013	Permanent as per G7/2013	Permanent as per G7/2013
34	If write-down, description of write-up mechanism	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors	Any amounts due and payable to Senior Creditors
36	Non-compliant transitioned features	No	No	No	No	No
37	If yes, specify non-compliant features	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable

