



Disclosure Report

2017

Investec Limited
Basel Pillar III
semi-annual disclosure report



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The 2017 Investec Limited 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 the 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 45);
-  • 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-annual disclosures in this report relate to:

-  • An overview of risk management and risk-weighted assets (RWA) (page 4);
- Credit risk (pages 5 to 11);
- Counterparty credit risk (pages 12 to 19);
- Securitisation risk (pages 10 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)	The 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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01

Revised quantitative
standardised tables
and templates



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

		a	b	c	
		Risk-weighted assets		Minimum capital requirements	Risk-weighted assets
R'million	Notes	30 September 2017	30 June 2017	30 September 2017	31 March 2017
1 Credit risk (excluding counterparty credit risk) (CCR)		255 130	244 093	27 426	235 486
2 Of which standardised approach (SA)		255 130	244 093	27 426	235 486
3 Of which internal ratings-based (IRB) approach		–	–	–	–
4 Counterparty credit risk	N1	7 381	7 116	793	7 161
5 Of which standardised approach for counterparty credit risk (CEM)		7 381	7 116	793	7 161
6 Of which internal model method (IMM)		–	–	–	–
7 Equity positions in banking book under market-based approach		32 903	47 851	3 537	45 583
8 Equity investments in funds – look-through approach		–	–	–	–
9 Equity investments in funds – mandate-based approach		–	–	–	–
10 Equity investments in funds – fall-back approach		–	–	–	–
11 Settlement risk		–	–	–	–
12 Securitisation exposures in banking book		2 540	1 927	273	2 119
13 Of which IRB ratings-based approach (RBA)		–	–	–	–
14 Of which IRB Supervisory Formula Approach (SFA)		–	–	–	–
15 Of which SA/simplified supervisory formula approach (SSFA)		2 540	1 927	273	2 119
16 Market risk	N2	3 925	4 681	422	4 652
17 Of which standardised approach (SA)		756	837	81	1 252
18 Of which internal model approaches (IMM)		3 169	3 844	341	3 401
19 Operational risk	N2	31 687	30 486	3 406	30 486
20 Of which Basic Indicator Approach		–	–	–	–
21 Of which Standardised Approach		31 687	30 486	3 406	30 486
22 Of which Advanced Measurement Approach		–	–	–	–
23 Amounts below the thresholds for deduction (subject to 250% risk weight)	N3	4 185	3 913	450	4 321
24 Floor adjustment		–	–	–	–
25 Total (1+4+7+8+9+10+11+12+16+19+23+24)		337 751	340 067	36 307	329 808

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 group's RWA increased from R329.8 billion in March 2017 to R337.8 billion. Credit risk-weighted assets grew by R19.9 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 R1.2 billion, a function of higher profitability, noting that the calculation is updated twice annually in September and March. Equity risk decreased by R12.7 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

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	3 204	252 557	(1 244)	254 517
1a Loans and advances to customers	3 176	244 196	(1 213)	246 159
1b Own originated loans and advances to customers	–	8 073	(6)	8 067
1c Other loans and advances	28	288	(25)	291
2 Debt securities	–	81 372	–	81 372
2a Non-sovereign and non-bank cash placements	–	10 399	–	10 399
2b Sovereign debt securities	–	50 722	–	50 722
2c Bank debt securities	–	8 083	–	8 083
2d Other non-structured debt securities	–	10 704	–	10 704
2e Other structured debt securities	–	1 464	–	1 464
2f Other securitised assets	–	–	–	–
3 Off-balance sheet exposures	–	66 474	–	66 474
4 Total	3 204	400 403	(1 244)	402 363

	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	3 755	236 098	(1 235)	238 618
1a Loans and advances to customers	3 616	225 140	(1 204)	227 552
1b Own originated loans and advances to customers	–	8 679	(6)	8 673
1c Other loans and advances	139	2 279	(25)	2 393
2 Debt securities	–	76 601	–	76 601
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	–	10 216	–	10 216
2e Other structured debt securities	–	1 812	–	1 812
2f Other securitised assets	–	–	–	–
3 Off-balance sheet exposures	–	68 195	–	68 195
4 Total	3 755	380 894	(1 235)	383 414

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

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	3 755
2 Loans and debt securities that have defaulted since the last reporting period	533
3 Returned to non-defaulted status	(59)
4 Amounts written-off	(527)
5 Other changes	(498)
6 Defaulted loans and debt securities at 30 September 2017	3 204

R'million	a
1 Defaulted loans and debt securities at 31 March 2016	3 261
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	(527)
5 Other changes	(743)
6 Defaulted loans and debt securities at 31 March 2017	3 755

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

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
			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
At 30 September 2017 R'million	Exposures unsecured: carrying amount	Exposures secured by collateral					
1 Loans	193 567	93 489	85 261	7 854	5 812	-	-
2 Debt securities	66 463	9 099	2 763	-	-	-	-
Off-balance sheet	55 574	24 351	23 828	1 361	1 131	-	-
3 Total	315 604	126 939	111 852	9 215	6 943	-	-
4 Of which defaulted	1 879	990	815	-	-	-	-

	a	b	c	d	e	f	g
			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
At 31 March 2017 R'million	Exposures unsecured: carrying amount	Exposures secured by collateral					
1 Loans	190 235	86 535	78 083	9 727	7 347	-	-
2 Debt securities	62 973	8 965	2 830	-	-	-	-
Off-balance sheet	63 493	25 095	22 611	174	173	-	-
3 Total	316 701	120 595	103 524	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 is 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

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.

	a	b	c	d	e	f
	Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
At 30 September 2017 R'million	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	26 774	1 679	26 002	1 693	10 378	37.5%
5 Securities firms	–	1	–	1	1	100.0%
6 Corporates	118 077	40 696	92 225	9 706	99 461	97.6%
7 Regulatory retail portfolios	5 602	7 161	5 248	1 582	5 122	75.0%
8 Secured by residential property	60 643	20 102	64 988	9 321	30 466	41.0%
9 Secured by commercial real estate	81 081	10 292	75 435	2 440	77 744	99.8%
10 Equity	8 250	–	8 250	–	32 903	398.8%
11 Past-due loans	2 925	385	2 284	89	2 856	120.4%
12 Higher-risk categories	–	–	–	–	–	–
13 Other assets	17 736	–	17 736	–	28 948	163.2%
14 Total	382 789	80 917	355 787	25 513	292 218	76.6%

	a	b	c	d	e	f
	Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
At 31 March 2017 R'million	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	5 361	652	1 541	25.6%
3 Multilateral development banks	–	–	–	41	–	0.0%
4 Banks	35 245	3 465	35 634	3 457	11 418	29.2%
5 Securities firms	–	1	–	1	1	100.0%
6 Corporates	110 594	45 866	86 510	11 162	95 337	97.6%
7 Regulatory retail portfolios	5 661	6 843	5 303	1 678	5 237	75.0%
8 Secured by residential property	58 783	18 623	63 362	8 482	29 305	40.8%
9 Secured by commercial real estate	74 415	7 637	69 692	1 897	71 332	99.6%
10 Equity	11 158	–	11 158	–	45 583	408.5%
11 Past-due loans	3 321	3	2 526	1	3 055	120.9%
12 Higher-risk categories	–	–	–	–	–	–
13 Other assets	17 083	–	17 083	–	19 676	115.2%
14 Total	381 382	86 280	358 671	29 328	285 390	73.6%

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 76.6% 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.

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 (E*) is the amount 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

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	–	18 809
5 Securities firms	–	–	–
6 Corporates	–	–	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	56 102	–	24 948
	a	b	c

	0%	10%	20%
At 31 March 2017			
R'million			
Risk weight			
Asset classes			
1 Sovereigns and their central banks	58 740	–	–
2 Non-central government public sector entities (PSEs)	–	–	4 885
3 Multilateral development banks (MDBs)	41	–	–
4 Banks	50	–	27 787
5 Securities firms	–	–	–
6 Corporates	–	–	2 040
7 Regulatory retail portfolios	–	–	–
8 Secured by residential property	–	–	4
9 Secured by commercial real estate	–	–	184
10 Equity	–	–	–
11 Past-due loans	–	–	–
12 Higher-risk categories	–	–	–
13 Other assets	–	–	–
14 Total	58 831	–	34 900

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
	–	4 370	–	4 431	–	–	27 695
	–	–	–	1	–	–	1
	947	741	90	98 555	–	–	101 931
	–	–	6 830	–	–	–	6 830
	66 382	–	2 653	5 065	–	–	74 309
	–	–	525	77 350	–	–	77 875
	–	–	–	–	–	8 250	8 250
	–	178	–	1 050	1 145	–	2 373
	–	–	–	–	–	–	–
	–	–	–	16 062	–	1 674	17 736
	67 329	6 245	10 098	205 509	1 145	9 924	381 300

	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	–	–	–	–	6 013
	–	–	–	–	–	–	41
	–	10 787	–	467	–	–	39 091
	–	–	–	1	–	–	1
	–	1 389	86	94 130	27	–	97 672
	1	–	6 980	–	–	–	6 981
	64 431	–	2 627	4 782	–	–	71 844
	–	–	432	70 973	–	–	71 589
	–	–	–	–	–	11 158	11 158
	–	253	1	963	1 310	–	2 527
	–	–	–	–	–	–	–
	–	–	–	15 355	–	1 728	17 083
	64 432	18 265	10 126	187 222	1 337	12 886	387 999

01

Counterparty credit risk

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

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	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	6 874	5 144
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						5 393

	a	b	c	d	e	f
At 31 March 2017	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	7 149	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 counterparties exposure for derivative instruments. It works by taking the net replacement cost of all derivatives (as per signed netting agreements), 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

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	4 686	1 947
4 Total subject to the CVA capital charge	4 686	1 947

	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	5 794	1 813
4 Total subject to the CVA capital charge	5 794	1 813

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 group'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 – CCR exposures by regulatory portfolio and risk weights

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).

	a	b	c
At 30 September 2017			
R'million	0%	10%	20%
Regulatory portfolio			
Sovereigns	–	–	–
Non-central government public sector entities (PSEs)	4	–	171
Multilateral development banks (MDBs)	–	–	–
Banks	934	–	934
Securities firms	6	–	–
Corporates	611	–	–
Regulatory retail portfolios	–	–	–
Other assets	–	–	–
Total	1 555	–	1 105

	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.

W

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

(continued)

01

Revised quantitative standardised tables and templates

	d	e	f	g	h	i
	50%	75%	100%	150%	Others	Total credit exposure
	–	–	822	–	–	822
	1	–	11	–	–	187
	–	–	–	–	–	–
	980	–	105	–	–	2 953
	–	–	9	–	–	15
	–	–	2 864	–	–	3 475
	–	9	–	–	–	9
	–	–	–	–	–	–
	990	–	3 811	–	–	7 461

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

Counterparty credit risk

CCR5: Composition of collateral for CCR exposure

The following table provides a breakdown of all types of collateral posted or received by the group 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	
	Fair value of collateral received		Fair value of posted collateral		Fair value of collateral received	Fair value of posted collateral
At 30 September 2017 R'million	Segregated	Unsegregated	Segregated	Unsegregated		
Cash – domestic currency	3 854	–	381	–	168	6 309
Cash – other currencies	453	–	4 311	–	1 089	6 013
Domestic sovereign debt	–	–	–	–	5 869	–
Other sovereign debt	–	–	–	–	–	–
Government agency debt	–	–	–	–	187	163
Corporate bonds	–	–	–	–	–	329
Equity securities	–	–	–	–	–	–
Other collateral	–	–	–	–	4 912	–
Total	4 307	–	4 692	–	12 225	12 814

	a	b	c	d	e	f
	Collateral used in derivative transactions				Collateral used in SFTs	
	Fair value of collateral received		Fair value of posted collateral		Fair value of collateral received	Fair value of posted collateral
At 31 March 2017 R'million	Segregated	Unsegregated	Segregated	Unsegregated		
Cash – domestic currency	1 965	–	320	–	668	10 263
Cash – other currencies	2	–	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

Revised quantitative standardised tables and templates

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

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

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

The group 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.

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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)	3 192	41
2	Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which	–	–
3	(i) OTC derivatives	–	–
4	(ii) Exchange-traded derivatives	2 019	40
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	RWA
R'million		(post-CRM)	
1	Exposure to QCCPs (total)	2 013	20
2	Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which		
3	(i) OTC derivatives	-	-
4	(ii) Exchange-traded derivatives	964	19
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

Revised quantitative standardised tables and templates

The following table presents the group'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 group 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 group 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 group has acted as an investor are the investments positions purchased in third party deals.

Asset classes/rows 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			Banks 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			Banks 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

Revised quantitative standardised tables and templates

The following table presents securitisation exposures in the banking book where the group 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 group 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					
SA/SSF A	1 250%	IRB RBA (including IAA)		IRB SFA	SA/SSF A	1 250%	IRB RBA (including IAA)		IRB SFA	SA/SSF A	1 250%
651	-	-	-	-	1 006	-	-	-	-	108	-
651	-	-	-	-	1 006	-	-	-	-	108	-
651	-	-	-	-	1 006	-	-	-	-	108	-
651	-	-	-	-	1 006	-	-	-	-	108	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
651	-	-	-	-	1 006	-	-	-	-	108	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-

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

Securitisation risk is measured on the standardised approach (SA). The group has not applied the internal assessment approach (IAA) to unrated exposures nor has it provided implicit support to any of the SPLs. 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

Revised quantitative standardised tables and templates

The following table present securitisation exposures in the banking book where the group 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 group 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					
SA/SSFA	1 250%	IRB RBA (including IAA)		IRB SFA	SA/SSFA	1 250%	IRB RBA (including IAA)		IRB SFA	SA/SSFA	1 250%
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					
SA/SSFA	1 250%	IRB RBA (including IAA)		IRB SFA	SA/SSFA	1 250%	IRB RBA (including IAA)		IRB SFA	SA/SSFA	1 250%
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

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)
3	Foreign exchange risk
4	Commodity risk
	Options
5	Simplified approach
6	Delta-plus method
7	Scenario approach
8	Securitisation

9 Total

–
756
–
–
–
–
–
–
–
–
756

a

At 31 March 2017
R'million

Risk-weighted assets

Outright products

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

9 Total

315
936
–
–
–
–
–
–
–
1 251

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

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	959	2 348	–	–	–	3 307
2 Movement in risk levels	184	693	–	–	–	877
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	1 143	3 041	–	–	–	4 184

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

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	63
2	Average value	37
3	Minimum value	16
4	Period end	36

Stressed VaR
(10-day 99%)

5	Maximum value	130
6	Average value	44
7	Minimum value	17
8	Period end	29

**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

Basel III common disclosure template to be used during the transition of regulatory adjustments (i.e. from 1 June 2013 to 1 January 2018)

At 30 September 2017 R'million	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	7 491
2 Retained earnings	25 741
3 Accumulated other comprehensive income (and other reserves)	1 308
4 Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies) Public sector capital injections grandfathered until 1 January 2018	–
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	34 540
Common Equity Tier 1 capital: regulatory adjustments	
7 Prudential valuation adjustment	–
8 Goodwill (net of related tax liability)	211
9 Other intangibles other than mortgage-servicing rights (net of related tax liability)	460
10 Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	–
11 Cash flow hedge reserve	(936)
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)	1 153
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	–
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	888
29 Common Equity Tier 1 Capital (CET1)	33 652
Additional Tier 1 capital: instruments	
30 Directly issued Additional Tier 1 instruments plus related stock surplus	550
31 of which: classified as equity under applicable accounting standards	550
32 of which: classified as liabilities under applicable accounting standards	–
33 Directly issued capital instruments subject to phase out from Additional Tier 1	1 592

At 30 September 2017 R'million	Amounts subject to pre-Basel III treatment
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)	775
35 of which: instruments issued by subsidiaries subject to phase out	775
36 Additional Tier 1 capital before regulatory adjustments	2 917
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	–
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)	2 917
45 Tier 1 capital (T1 = CET1 + AT1)	36 569
Tier 2 capital and provisions	
46 Directly issued qualifying Tier 2 instruments plus related stock surplus	625
47 Directly issued capital instruments subject to phase out from Tier 2	–
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)	10 464
49 of which: instruments issued by subsidiaries subject to phase out	2 150
50 Provisions	474
51 Tier 2 capital before regulatory adjustments	11 563
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	–
57 Total regulatory adjustments to Tier 2 capital	–
58 Tier 2 capital (T2)	11 563

Basel III common disclosure template

(continued)

02

Composition of capital Disclosure requirements

Basel III common disclosure template to be used during the transition of regulatory adjustments (i.e. from 1 June 2013 to 1 January 2018) (continued)

At 30 September 2017 R'million	Amounts subject to pre-Basel III treatment
59 Total capital (TC = T1 + T2)	48 132
RISK WEIGHTED ASSETS IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT	337 752
of which: Credit risk including equity exposures	294 759
of which: Counterparty credit risk *	7 381
of which: Market risk	3 925
of which: Operational risk	31 687
60 Total risk weighted assets	337 752
61 Common Equity Tier 1 (as a percentage of risk weighted assets)	10.0%
62 Tier 1 (as a percentage of risk weighted assets)	10.8%
63 Total capital (as a percentage of risk weighted assets)	14.3%
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)	10.0%
National Minima (if different from Basel III)	
69 National Common Equity Tier 1 minimum ratio (if different from Basel III minimum)	7.3%
70 National Tier 1 minimum ratio	8.5%
71 National total capital minimum ratio	10.8%
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	4 539
74 Mortgage servicing rights (net of related tax liability)	–
75 Deferred tax assets arising from temporary differences (net of related tax liability)	615
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	2 978
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)	

* Counterparty credit risk includes credit valuation adjustment risk.

(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	INLV01	INLV02
1	Issuer	Investec Limited	Investec Limited	Investec Limited	Investec Limited
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	ZAE000081949	ZAE000063814	ZAG000118647	ZAG000130634
3	Governing law(s) of the instrument	South Africa	South Africa	South Africa	South Africa
Regulatory treatment					
4	Transitional Basel III rules	CET1	AT1	AT1	Tier 2
5	Post-transitional Basel III rules	CET1	AT1	AT1	Tier 2
6	Eligible at solo/group/group and solo	Group and solo	Group and solo	Group	Group
7	Instrument type (types to be specified by each jurisdiction)	CET1	AT1	AT1	Subordinated unsecured debt
8	Amount recognised in regulatory capital (Currency in million, as of most recent reporting date) ¹	7 491	3 183	550	276
9	Par value of instrument	7 491	3 183	550	276
10	Accounting classification	IFRS: Equity	IFRS: Equity	IFRS: Equity	IFRS: Accrual
11	Original date of issuance	10 December 1925	16 February 2005	12 August 2014	20 October 2015
12	Perpetual or dated	Perpetual	Perpetual	Perpetual	Dated
13	Original maturity date	No maturity	No maturity	No maturity	20 October 2025
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	12 August 2024	20 October 2020
	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	Floating	Floating
18	Coupon rate and any related index	Not applicable	77.77% of Prime Rate	JIBAR + 4.25%	JIBAR + 3.70%
19	Existence of a dividend stopper	No	Yes	Yes	No
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary	Fully discretionary	Mandatory
21	Existence of step up or other incentive to redeem	Not applicable	Not applicable	No	No
22	Non-cumulative or cumulative	Non-cumulative	Non-cumulative	Non-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)

	INLV03	INLV04	IV08	IV09	IV019	IV019A	IV025
	Investec Limited	Investec Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited
	ZAG000133448	ZAG000133455	ZAG000052713	ZAG000052721	ZAG000094442	ZAG000095779	ZAG000099680
	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	Phased out
	Group	Group	Group and solo	Group and solo	Group and solo	Group and solo	Group and solo
	Subordinated unsecured debt	Subordinated unsecured debt	Subordinated unsecured debt	Subordinated unsecured debt	Subordinated debt	Subordinated debt	Subordinated debt
	94	255	200	200	119	366	1 000
	94	255	200	200	64	230	1 000
	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual
	11 February 2016	11 February 2016	30 April 2008	30 April 2008	2 April 2012	28 May 2012	12 September 2012
	Dated	Dated	Perpetual	Perpetual	Dated	Dated	Dated
	11 February 2026	11 February 2026	No maturity	No maturity	31 March 2028	31 March 2028	12 September 2024
	Yes	Yes	Yes	Yes	Yes	Yes	Yes
	11 February 2021	11 February 2021	30 April 2018	30 April 2018	31 March 2023	3 April 2023	12 September 2019
	Yes	Yes	Yes	Yes	Yes	Yes	Yes
	100% of principal plus interest	100% of principal plus interest	100% of principal plus interest	100% of principal plus interest	Inflation adjusted 100% of principal and interest	Inflation adjusted 100% of principal and interest	100% of principal plus 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	Fixed	Fixed	Floating	Floating	Floating	Floating
	JIBAR + 4.35%	12.770%	13.735%	JIBAR + 3.75%	CPI-linked: 2.60%	CPI-linked: 2.60%	JIBAR + 2.5%
	No	No	No	No	No	No	No
	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory
	No	No	Yes	Yes	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		IVO26	IVO30	IVO30A	IVO31
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)	ZAG000100041	ZAG000100553	ZAG000100884	ZAG000103722
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	Phased out	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	750	426	420	500
9	Par value of instrument	750	324	350	500
10	Accounting classification	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual
11	Original date of issuance	27 September 2012	18 October 2012	26 October 2012	11 March 2013
12	Perpetual or dated	Dated	Dated	Dated	Dated
13	Original maturity date	27 September 2024	31 January 2025	31 January 2025	11 March 2025
14	Issuer call subject to prior supervisory approval	Yes	Yes	Yes	Yes
15	Optional call date, contingent call dates and redemption amount	27 September 2019	31 January 2020	31 January 2020	11 March 2020
	Tax and/or regulatory event	Yes	Yes	Yes	Yes
	Redemption amount	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
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	Floating	Floating
18	Coupon rate and any related index	JIBAR + 2.45%	CPI-linked: 2.00%	CPI-linked: 2.00%	JIBAR + 2.95%
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)

	IV032	IV033	IV034	IV035	IV036	IV037
	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited
	ZAG000108051	ZAG00013342	ZAG000133430	ZAG000134610	ZAG000135526	Unlisted
	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
	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
	810	159	101	1 468	32	1 302
	810	159	101	1 468	32	1 724
	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual
	14 August 2013	11 February 2016	11 February 2016	17 March 2016	22 April 2016	19 October 2016
	Dated	Dated	Dated	Dated	Dated	Dated
	14 August 2023	11 February 2026	11 February 2026	7 April 2027	22 July 2026	19 October 2026
	Yes	Yes	Yes	Yes	Yes	Yes
	14 August 2018	11 February 2021	11 February 2021	7 April 2022	22 July 2021	19 October 2021
	Yes	Yes	Yes	Yes	Yes	Yes
	100% of principal and interest	100% of principal and interest	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
	Floating	Floating	Fixed	Floating	Floating	Mixed Rate
	JIBAR + 2.95%	JIBAR + 4.25%	12,47%	JIBAR + 4.65%	JIBAR + 4.25%	LIBOR + 5.5%
	No	No	No	No	No	No
	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory
	No	No	No	No	No	No
	Cumulative	Cumulative	Cumulative	Cumulative	Cumulative	Cumulative

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	INLV01	INLV02
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	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)	Not applicable	Not applicable	PONV as defined by regulator	PONV as defined by regulator
32	If write-down, full or partial	Not applicable	Not applicable	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator
33	If write-down, permanent or temporary	Not applicable	Not applicable	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)	Additional Tier 1 instruments	Tier 2 instruments	Tier 1 instruments	Any amounts due and payable to Senior Creditors st INL
36	Non-compliant transitioned features	Not applicable	Yes	No	No
37	If yes, specify non-compliant features	Not applicable	Excludes loss absorbency requirements	Not applicable	Not applicable

	INLV03	INLV04	IV08	IV09	IV019	IV019A
	Non-convertible	Non-convertible	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
	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
	PONV as defined by regulator	PONV as defined by regulator	Not applicable	Not applicable	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
	Permanent as per G7/2013	Permanent as per G7/2013	Not applicable	Not applicable	Not applicable	Not applicable
	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable
	Any amounts due and payable to Senior Creditors st INL	Any amounts due and payable to Senior Creditors st INL	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
	Not applicable	Not applicable	Incentive to redeem	Incentive to redeem	Not applicable	Not applicable

Main features disclosure template

(continued)

Disclosure template for main features of regulatory capital instruments (continued)

At 30 September 2017		IVO25	IVO26	IVO30	IVO30A
23	Convertible or non-convertible	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
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	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)	Not applicable	Not applicable	PONV as defined by regulator	PONV as defined by regulator
32	If write-down, full or partial	Not applicable	Not applicable	Partial or full, as deemed required by regulator	Partial or full, as deemed required by regulator
33	If write-down, permanent or temporary	Not applicable	Not applicable	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	Yes	Yes	No	No
37	If yes, specify non-compliant features	No PONV in contract	No PONV in contract	Not applicable	Not applicable

Main features disclosure template

(continued)

	IV031	IV032	IV033	IV034	IV035	IV036	IV037
	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

Main features disclosure template

(continued)

Disclosure template for main features of regulatory capital instruments (continued)

At 30 September 2017	IVO38	IVO39	IVO40	IVO41
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)	ZAG000139593	ZAG000139700	ZAG000139718	ZAG000139726
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	350	161	589	190
9 Par value of instrument	350	119	589	190
10 Accounting classification	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual
11 Original date of issuance	23 September 2016	29 September 2016	29 September 2016	29 September 2016
12 Perpetual or dated	Dated	Dated	Dated	Dated
13 Original maturity date	23 September 2026	31 January 2027	29 September 2026	29 September 2026
14 Issuer call subject to prior supervisory approval	Yes	Yes	Yes	Yes
15 Optional call date, contingent call dates and redemption amount	23 September 2021	31 January 2022	29 September 2021	29 September 2021
Tax and/or regulatory event	Yes	Yes	Yes	Yes
Redemption amount	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
Coupons/dividends				
17 Fixed or floating dividend coupon	Floating	Mixed Rate	Floating	Mixed Rate
18 Coupon rate and any related index	JIBAR + 4.25%	CPI-linked: 2.75%	J + 4.25%	11.97%
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)

	IVO42	IVO43	IVO44	IVO45	IVO46	IVO47
	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited	Investec Bank Limited
	ZAG000140708	ZAG000140765	ZAG000141797	ZAG000141805	ZAG000144585	Unlisted
	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
	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
	50	150	240	1 557	1 200	1 184
	50	150	240	1 160	1 200	1 517
	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual	IFRS: Accrual
	18 November 2016	21 November 2016	31 January 2017	31 January 2017	21 June 2017	30 June 2017
	Dated	Dated	Dated	Dated	Dated	Dated
	18 November 2026	21 November 2026	31 January 2027	31 January 2027	21 June 2027	30 June 2022
	Yes	Yes	Yes	Yes	Yes	Yes
	18 November 2021	21 November 2021	31 January 2022	31 January 2022	21 June 2022	30 June 2027
	Yes	Yes	Yes	Yes	Yes	Yes
	100% of principal and interest	100% of principal and interest	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
	Floating	Mixed Rate	Floating	Mixed Rate	Floating	Mixed Rate
	J + 4.25%	12,50%	J + 4.15%	CPI-linked: 2.75%	J + 3.90%	Libor + 4.5%
	No	No	No	No	No	No
	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory	Mandatory
	No	No	No	No	No	No
	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	IVO38	IVO39	IVO40	IVO41
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)

	IVO42	IVO43	IVO44	IVO45	IVO46	IVO47
	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
	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
	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
	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
	No	No	No	No	No	No
	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable

