Investec Limited additional quarterly disclosures as at 30 June 2016

Overview of risk management and risk weighted assets

OV1: Overview of RWA

		a	b	c
		RWA		Minimum capital requirements
		30 June 2016	31 March 2016	31 March 2016
1	Credit risk (excluding counterparty credit risk) (CCR)	**224,651**	**224,423**	23,308
2	Of which standardised approach (SA)	224,651	224,423	23,308
3	Of which internal rating-based (IRB) approach			0
4	Counterparty credit risk	**7,352**	**7,269**	763
5	Of which standardised approach for counterparty credit risk (SA-CCR)	7,352	7,269	763
6	Of which internal model method (IMM)			0
7	Equity positions in banking book under market-based approach	40,696	39,560	4,222
8	Equity investments in funds – look-through approach			0
9	Equity investments in funds – mandate-based approach			0
10	Equity investments in funds – fall-back approach			0
11	Settlement risk			0
12	Securitisation exposures in banking book	3,377	3,893	350
13	Of which IRB ratings-based approach (RBA)			0
14	Of which IRB Supervisory Formula Approach (SFA)			0
15	Of which SA/simplified supervisory formula approach (SSFA)	3,377	3,893	350
16	Market risk	4,120	4,825	427
17	Of which standardised approach (SA)	1,214	641	126
18	Of which internal model approaches (IMM)	2,906	4,184	301
19	Operational risk	26,285	**26,285**	2,727
20	Of which Basic Indicator Approach	0	0	0
21	Of which Standardised Approach	26,285	26,285	2,727
22	Of which Advanced Measurement Approach	0	0	0
23	Amounts below the thresholds for deduction (subject to 250% risk weight)	2,673	2,796	277
24	Floor adjustment	0	0	0
25	**Total (1+4+7+8+9+10+11+12+16+19+23+24)**	309,154	309,053	32,075

Credit risk-weighted assets increased marginally between March 2016 and June 2016. Credit-risk weighted assets was mainly driven by increased lending activity during the period offset by large repayments and currency movements on foreign denominated assets.

The risk weight attributable to equity investments is relatively high, with listed equities attracting an effective 318% and unlisted equities 424%. The impact of this is proportionately much larger increase in RWA than the associated balance sheet equity value.
Operational risk is a semi-annual calculation, required to be updated every September and March and therefore unchanged for the current reporting quarter.

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MR2: Risk weighted assets flow statements of market risk exposures under an IMA

		a	b	c	d	e	f
		VaR	Stressed VaR	IRC	CRM	Other	Total RWA
1	RWA at previous quarter end	1,143	3,041	0	0	0	4,184
2	Movement in risk levels	-212	-1,065	0	0	0	-1,278
3	Model updates/changes	0	0	0	0	0	0
4	Methodology and policy	0	0	0	0	0	0
5	Acquisitions and disposals	0	0	0	0	0	0
6	Foreign exchange movements	0	0	0	0	0	0
7	Other	0	0	0	0	0	0
8	RWA at end of reporting period	931	1,975	0	0	0	2,906

Market Risk capital has been steadily decreasing over the quarter. The main driver of the decrease was the FX sVaR contribution. In addition, a decrease in VaR on the ED desk has contributed to a lower VaR capital contribution over the quarter.