

Investec Bank Limited additional quarterly disclosures as at 30 June 2018**Investec Bank Limited LR1: Summary comparison of accounting assets vs leverage ratio exposure measure (January 2014 standard)**

	a
R'm	30 June 2018
1 Total consolidated assets as per published financial statements	442,890
2 Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	-
3 Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-
4 Adjustments for derivative financial instruments	1,260
5 Adjustments for securities financing transactions (ie repos and similar secured lending)	(1,092)
6 Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	33,784
7 Other adjustments	(4,054)
8 Leverage ratio exposure measure	472,789

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Investec Bank Limited LR2: Leverage ratio common disclosure template (January 2014 standard)

		a	b
		30 June 2018	31 March 2018
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	416,963	412,461
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	(4,861)	(4,149)
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 and 2)	412,102	408,312
Derivative exposures			
4	Replacement cost associated with all derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	7,502	8,270
5	Add-on amounts for PFE associated with all derivatives transactions	4,748	4,235
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	-	-
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-	-
8	(Exempted CCP leg of client-cleared trade exposures)	(1,471)	(1,668)
9	Adjusted effective notional amount of written credit derivatives	-	-
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-	-
11	Total derivative exposures (sum of rows 4 to 10)	10,779	10,837
Securities financing transaction exposures			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	14,536	15,376
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-	-
14	CCR exposure for SFT assets	1,588	1,311
15	Agent transaction exposures	-	-
16	Total securities financing transaction exposures (sum of rows 12 to 15)	16,124	16,687
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	88,200	82,996
18	(Adjustments for conversion to credit equivalent amounts)	(54,416)	(51,986)
19	Off-balance sheet items (sum of rows 17 and 18)	33,784	31,010
Capital and total exposures			
20	Tier 1 capital	35,416	35,792
21	Total exposures (sum of rows 3, 11, 16 and 19)	472,789	466,846
Leverage ratio			
22	Basel III leverage ratio	7.5	7.7

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Investec Bank Limited KM1: Key metrics

R'm	a	b	c	d	e	
	30 June 2018	31 March 2018	31 December 2017	30 September 2017	30 June 2017	
Available capital (amounts)						
1	Common Equity Tier 1 (CET1)	34,452	34,829	34,167	34,161	34,465
1a	Fully loaded ECL accounting model	34,070	-	-	-	-
2	Tier 1	35,415	35,792	34,935	34,928	35,232
2a	Fully loaded ECL accounting model Tier 1	35,033	-	-	-	-
3	Total capital	49,646	49,801	48,932	48,927	50,639
3a	Fully loaded ECL accounting model total capital	49,515	-	-	-	-
Risk-weighted assets (amounts)						
4	Total risk-weighted assets (RWA)	325,051	320,607	320,929	322,619	324,047
Risk-based capital ratios as a percentage of RWA						
5	Common Equity Tier 1 (%)	10.6	10.9	10.6	10.6	10.6
5a	Fully loaded ECL accounting model Common Equity Tier 1	10.5	-	-	-	-
6	Tier 1 ratio (%)	10.9	11.2	10.9	10.8	10.9
6a	Fully loaded ECL accounting model Tier 1 (%)	10.8	-	-	-	-
7	Total capital ratio (%)	15.3	15.5	15.2	15.2	15.6
7a	Fully loaded ECL accounting model total capital ratio (%)	15.3	-	-	-	-
Additional CET1 buffer requirements as a percentage of RWA						
8	Capital conservation buffer requirement (2.5% from 2019) (%)	1.9	1.9	1.3	1.3	1.3
9	Countercyclical buffer requirement (%)	-	-	-	-	-
10	Bank G-SIB and/or D_SIB additional requirements (%)	-	-	-	-	-
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)	1.9	1.9	1.3	1.3	1.3
12	CET1 available after meeting the bank's minimum capital requirements (%)	3.2	3.5	3.4	3.3	3.4
Basel III leverage ratio						
13	Total Basel III leverage ratio exposure measure	472,789	466,846	461,387	450,723	445,879
14	Basel III leverage ratio (%) (row 2 / row 13)	7.5	7.7	7.6	7.7	7.9
14a	Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2a / row 13)	7.4	-	-	-	-
Liquidity Coverage Ratio						
15	Total HQLA	84,969	80,106	76,144	73,239	69,101
16	Total net cash outflow	62,573	60,179	53,265	52,186	47,833
17	LCR ratio (%)	136.1	133.2	130.4	124.9	127.4
Net Stable Funding Ratio						
18	Total available stable funding	277,513	281,049	-	-	-
19	Total required stable funding	255,580	256,344	-	-	-
20	NSFR ratio	108.6	109.6	-	-	-

Total RWA is inclusive of countercyclical buffer (CCyB) reciprocity of RWA add-on requirements

Minimum requirements are disclosed excluding and D-SIB or Pillar 2B requirements as specified in the Banks Act Circular 5 of 2014

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OV1: Overview of risk weighted assets

R'm	a	b	c	
	Risk-weighted assets		Minimum capital requirements	
	30 June 2018	31 March 2018	30 June 2018	
1	Credit risk (excluding counterparty credit risk) (CCR)	255,825	246,522	28,461
2	Of which standardised approach (SA)	255,825	246,522	28,461
3	Of which internal rating-based (IRB) approach	-	-	-
4	Counterparty credit risk	7,418	12,155	825
5	Of which standardised approach for counterparty credit risk (CEM-CCR)	7,418	12,155	825
6	Of which internal model method (IMM)	-	-	-
7	Equity positions in banking book under market-based approach	23,422	22,663	2,606
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	2,603	2,282	290
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)	2,603	2,282	290
16	Market risk	2,694	4,515	300
17	Of which standardised approach (SA)	496	251	9
18	Of which internal model approaches (IMM)	2,198	4,264	290
19	Operational risk	21,779	21,779	2,423
20	Of which Basic Indicator Approach	-	-	-
21	Of which Standardised Approach	21,779	21,779	2,423
22	Of which Advanced Measurement Approach	-	-	-
23	Amounts below the thresholds for deduction (subject to 250% risk weight)	11,259	10,639	1,253
24	Floor adjustment	-	-	-
25	Total (1+4+7+8+9+10+11+12+16+19+23+24)	324,999	320,555	36,156

The total risk-weighted assets (RWA) excludes the countercyclical buffer RWA add-on.

The increase in credit risk-weighted assets was mainly driven by lending activity and growth in the balance sheet.

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 movement 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 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.

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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	1,947	2,317	0	0	0	4,264
2	Movement in risk levels	-1080	-986	0	0	0	-2066
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	867	1,331	0	0	0	2,198

Market risk capital has decreased over the quarter due to lower VaR and sVaR figures over the period. This was due to a general decrease in exposure across all trading desks during the quarter.