

Out of the Ordinary®

 **Investec**

Specialist Bank and
Asset Manager

Investec plc

Transitional own funds disclosure template
and capital instruments' main features template

31 March 2015



Transitional Own Funds Disclosure template

See below transitional own funds disclosure template at 31 March 2015 in line with article 437 of the Capital Requirements Regulation.
The disclosure is completed on an Investec plc consolidated basis.

		Investec plc			
		£'million		£'million	
Common Equity Tier 1 capital: instruments and reserves		AMOUNT AT 31 MARCH 2015	AMOUNTS SUBJECT TO PRE- REGULATION (EU) NO 575/2013 TREATMENT OR PRESCRIBED RESIDUAL AMOUNT OF REGULATION (EU) NO 575/2013	AMOUNT AT 31 MARCH 2014*	AMOUNTS SUBJECT TO PRE- REGULATION (EU) NO 575/2013 TREATMENT OR PRESCRIBED RESIDUAL AMOUNT OF REGULATION (EU) NO 575/2013
1	Capital instruments and the related share premium accounts	1 022	-	997	-
	of which: Ordinary shares	1 022	-	997	-
2	Retained earnings	715	-	555	-
3	Accumulated other comprehensive income (and other reserves, to include unrealised gains and losses under the applicable accounting standards)	1	-	315	-
3a	Funds for general banking risk	-	-	-	-
4	Amount of qualifying items referred to in Article 484 (3) and the related share premium accounts subject to phase out from CET1	-	-	-	-
	Public sector capital injections grandfathered until 1 January 2018	-	-	-	-
5	Minority Interests (amount allowed in consolidated CET1)	8	-	4	-
5a	Independently reviewed interim profits net of any foreseeable charge or dividend	(57)	-	(27)	-
6	Common Equity Tier 1 (CET1) capital before regulatory adjustments	1 689	-	1 844	-
Common Equity Tier 1 (CET1) capital: regulatory adjustments					
7	Additional value adjustments (negative amount)	(15)	-	(12)	-
8	Intangible assets (net of related tax liability) (negative amount)	(473)	-	(558)	-
9	Empty Set in the EU	-	-	-	-
	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)	(8)	-	(38)	-
10	Fair value reserves related to gains or losses on cash flow hedges	-	-	7	-
11	Negative amounts resulting from the calculation of expected loss amounts	-	-	-	-
12	Any increase in equity that results from securitised assets (negative amount)	-	-	-	-
13	Gains or losses on liabilities valued at fair value resulting from changes in own credit standing	-	-	-	-
14	Defined-benefit pension fund assets (negative amount)	(29)	-	(20)	-
15	Direct and indirect holdings by an institution of own CET1 instruments (negative amount)	(38)	-	(58)	-
16	Holdings of the CET1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)	-	-	-	-
17	Direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above the 10% threshold and net of eligible short positions) (negative amount)	-	-	-	-
18	Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-	-	-	-
19	Empty Set in the EU	-	-	-	-
20	Exposure amount of the following items which qualify for a RW of 1250%, where the institution opts for the deduction alternative	-	-	-	-
20a	of which: qualifying holdings outside the financial sector (negative amount)	(4)	-	(4)	-
20b	of which: securitisation positions (negative amount)	-	-	-	-
20c	of which: free deliveries (negative amount)	(4)	-	(4)	-
20d	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability where the conditions in 38 (3) are met) (negative amount)	-	-	-	-
21	Amount exceeding the 15% threshold (negative amount)	-	-	-	-
22	of which: direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities	-	-	-	-
23	Empty Set in the EU	-	-	-	-
24	of which: deferred tax assets arising from temporary differences	-	-	-	-
25a	Losses for the current financial year (negative amount)	-	-	-	-
25b	Foreseeable tax charges relating to CET1 items (negative amount)	-	-	-	-
26	Regulatory adjustments applied to Common Equity Tier 1 in respect of amounts subject to pre-CRR treatment	-	-	-	-
26a	Regulatory adjustments relating to unrealised gains and losses pursuant to Articles 467 and 468	-	-	(7)	-
	Of which: Filter for unrealised gains on available-for-sale equities	-	-	(7)	-
26b	Amount to be deducted from or added to Common Equity Tier 1 capital with regard to additional filters and deductions required pre CRR	-	-	(8)	-
	Of which: Connected funding of a capital nature	-	-	(8)	-
27	Qualifying AT1 deductions that exceed the AT1 capital of the institution (negative amount)	-	-	-	-
28	Total regulatory adjustments to Common equity Tier 1 (CET1)	(567)	-	(698)	-
29	Common Equity Tier 1 (CET1) capital	1 122	-	1 146	-
Additional Tier 1 (AT1) capital: instruments					
30	Capital instruments and the related share premium accounts	-	-	-	-
31	of which: classified as equity under applicable accounting standards	-	-	-	-
32	of which: classified as liabilities under applicable accounting standards	-	-	-	-
33	Amount of qualifying items referred to in Article 484 (4) and the related share premium accounts subject to phase out from AT1	205	(205)	234	(234)
	Public sector capital injections grandfathered until 1 January 2018	-	-	-	-
34	Qualifying Tier 1 capital included in consolidated AT1 capital (including minority interests not included in row 5) issued by subsidiaries and held by third parties	-	-	-	-
35	of which: instruments issued by subsidiaries subject to phase out	-	-	-	-
36	Additional Tier 1 (AT1) capital before regulatory adjustments	205	(205)	234	(234)
Additional Tier 1 (AT1) capital: regulatory adjustments					
37	Direct and indirect holdings by an institution of own AT1 Instruments (negative amount)	-	-	-	-
38	Holdings of the AT1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)	-	-	-	-
39	Direct and indirect holdings of the AT1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above the 10% threshold and net of eligible short positions) (negative amount)	-	-	-	-
40	Direct and indirect holdings by the institution of the AT1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above the 10% threshold net of eligible short positions) (negative amount)	-	-	-	-
41	Regulatory adjustments applied to additional tier 1 in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase out as prescribed in Regulation (EU) No 575/2013 (i.e. CRR residual amounts)	-	-	-	-
41a	Residual amounts deducted from Additional Tier 1 capital with regard to deduction from Common Equity Tier 1 capital during the transitional period pursuant to article 472 of Regulation (EU) No 575/2013	-	-	-	-
41b	Residual amounts deducted from Additional Tier 1 capital with regard to deduction from Tier 2 capital during the transitional period pursuant to article 475 of Regulation (EU) No 575/2013	-	-	-	-
41c	Amount to be deducted from or added to Additional Tier 1 capital with regard to additional filters and deductions required pre- CRR	-	-	-	-
42	Qualifying T2 deductions that exceed the T2 capital of the institution (negative amount)	-	-	-	-
43	Total regulatory adjustments to Additional Tier 1 (AT1) capital	-	-	-	-
44	Additional Tier 1 (AT1) capital	205	(205)	234	(234)
45	Tier 1 capital (T1 = CET1 + AT1)	1 327	(205)	1 380	(234)

Tier 2 (T2) capital: instruments and provisions					
46	Capital instruments and the related share premium accounts	20	-	20	-
47	Amount of qualifying items referred to in Article 484 (5) and the related share premium accounts subject to phase out from T2	-	-	-	-
	Public sector capital injections grandfathered until 1 January 2018	-	-	-	-
48	Qualifying own funds instruments included in consolidated T2 capital (including minority interests and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties	536	(18)	642	(92)
49	of which: instruments issued by subsidiaries subject to phase out	18	(18)	92	(92)
50	Credit risk adjustments	-	-	-	-
51	Tier 2 (T2) capital before regulatory adjustments	556	(18)	662	(92)
Tier 2 (T2) capital: regulatory adjustments					
52	Direct and indirect holdings by an institution of own T2 instruments and subordinated loans (negative amount)	-	-	-	-
53	Holdings of the T2 instruments and subordinated loans of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)	-	-	-	-
54	Direct and indirect holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-	-	-	-
54a	Of which new holdings not subject to transitional arrangements	-	-	-	-
54b	Of which holdings existing before 1 January 2013 and subject to transitional arrangements	-	-	-	-
55	Direct and indirect holdings by the institution of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)	-	-	-	-
56	Regulatory adjustments applied to tier 2 in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase out as prescribed in Regulation (EU) No 575/2013 (i.e. CRR residual amounts)	-	-	-	-
56a	Residual amounts deducted from Tier 2 capital with regard to deduction from Common Equity Tier 1 capital during the transitional period pursuant to article 472 of Regulation (EU) No 575/2013	-	-	-	-
	Of which items to be detailed line by line, e.g. Material net interim losses, intangibles, shortfall of provisions to expected losses etc	-	-	-	-
56b	Residual amounts deducted from Tier 2 capital with regard to deduction from Additional Tier 1 capital during the transitional period pursuant to article 475 of Regulation (EU) No 575/2013	-	-	-	-
56c	Amount to be deducted from or added to Tier 2 capital with regard to additional filters and deductions required pre CRR	-	-	-	-
57	Total regulatory adjustments to Tier 2 (T2) capital	-	-	-	-
58	Tier 2 (T2) capital	556	(18)	662	(92)
59	Total capital (TC = T1 + T2)	1 883	(223)	2 042	(326)
59a	Risk weighted assets in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase out as prescribed in Regulation (EU) No 575/2013(i.e. CRR residual amounts)	-	-	-	-
60	Total risk weighted assets	11 608		13 711	
Capital ratios and buffers					
61	Common Equity Tier 1 (as a percentage of risk exposure amount)	9.7%		8.4%	
62	Tier 1 (as a percentage of risk exposure amount)	11.4%		10.1%	
63	Total capital (as a percentage of risk exposure amount)	16.2%		14.9%	
64	Institution specific buffer requirement (CET1 requirement in accordance with article 92 (1) (a) plus capital conservation and countercyclical buffer requirements, plus systemic risk buffer, plus the systemically important institution buffer (G-SII or O-SII buffer), expressed as a percentage of risk exposure amount)	0%		0%	
65	of which: capital conservation buffer requirement	0%		0%	
66	of which: countercyclical buffer requirement	0%		0%	
67	of which: systemic risk buffer requirement	0%		0%	
67a	of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	0%		0%	
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount)	5.2%		4.4%	
69	[non relevant in EU regulation]	NA		NA	
70	[non relevant in EU regulation]	NA		NA	
71	[non relevant in EU regulation]	NA		NA	
Amounts below the thresholds for deduction (before risk weighting)					
72	Direct and indirect holdings of the capital of financial sector entities where the institution does not have a significant investment in those entities (amount below 10% threshold and net of eligible short positions)	110		49	
73	Direct and indirect holdings by the institution of the CET 1 instruments of financial sector entities where the institution has a significant investment in those entities (amount below 10% threshold and net of eligible short positions)	24		10	
74	Empty Set in the EU	NA		NA	
75	Deferred tax assets arising from temporary differences (amount below 10% threshold, net of related tax liability where the conditions in Article 38 (3) are met)	31		36	
Applicable caps on the inclusion of provisions in Tier 2					
76	Credit risk adjustments included in T2 in respect of exposures subject to standardised approach (prior to the application of the cap)	-		-	
77	Cap on inclusion of credit risk adjustments in T2 under standardised approach	-		-	
78	Credit risk adjustments included in T2 in respect of exposures subject to internal ratings-based approach (prior to the application of the cap)	-		-	
79	Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach	-		-	
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2013 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	205		234	
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	69		61	
84	Current cap on T2 instruments subject to phase out arrangements	65		74	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	-		-	

* The 31 March 2014 capital information has been restated to reflect the implementation of IFRIC 21.

Investec plc

See below capital instruments' main features template at 31 March 2015 in line with article 437 of the Capital Requirements Regulation.

Capital instruments' main features template	Ordinary shares	Perpetual preferred securities EUR 200m	Perpetual preference shares non-cumulative	Non-redeemable, non-cumulative, non-participating perpetual preference shares - Rand denominated	Subordinated fixed rate medium-term note	Guaranteed undated subordinated callable step-up notes
1 Issuer	Investec plc	Investec Tier 1 (UK) LP	Investec plc	Investec plc	Investec Bank plc	Investec Finance plc
2 Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	GB00B17BBQ50	XS0222692328	GB00B1N73946	GB00B4B0Q974	XS0593062788	XS0283613437
3 Governing law(s) of the instrument	English Law	English Law	English Law	English Law	English Law	English Law
Regulatory treatment						
4 Transitional CRR rules	Common Equity Tier 1	Additional tier 1	Additional tier 1	Tier 2	Tier 2	Tier 2
5 Post-transitional rules	Common Equity Tier 1	Ineligible	Ineligible	Tier 2	Tier 2	Ineligible
6 Eligible at solo/(sub-) consolidated/ solo & (sub-) consolidated	Consolidated	Consolidated	Consolidated	Consolidated	Solo and Consolidated	Solo and Consolidated
7 Instrument type (types to be specified by each jurisdiction)	Ordinary shares	Additional tier 1 instrument	Additional tier 1 instrument	Tier 2 instruments	Tier 2 instruments	Tier 2 instruments
8 Amount recognised in regulatory capital (currency in million, as of most recent reporting date) ¹	£180 061	£145m	£129m	£20m	£572m	£18m
9 Nominal amount of instrument	£180 286	£200m (£156m equivalent)	£129m	ZAR227,594m (£20m equivalent)	£575m	£17,861m
9a Issue price	NA	1.00581%	£8.87	ZAR100	99.981%	99.239%
9b Redemption price	NA	Par plus unpaid distributions accrued since the immediately preceding distribution date	NA	NA	Par plus accrued but unpaid interest	Par plus accrued but unpaid interest
10 Accounting classification	Shareholders' equity	Non-controlling interest in consolidated subsidiary	Shareholders' equity	Shareholders' equity	Liability - amortised cost	Liability - amortised cost
11 Original date of issuance	NA	24 June 2005	22 February 2007	29 June 2011 & 11 August 2011	17 February 2011 (29 June 2011 tap)	23 January 2007
12 Perpetual or dated	Perpetual	Perpetual	Perpetual	Perpetual	Dated	Perpetual
13 Original maturity date	No maturity	No maturity	No maturity	No maturity	17 February 2022	No maturity
14 Issuer call subject to prior supervisory approval	NA	Yes	NA	NA	NA	No
15 Optional call date, contingent call dates and redemption amount	NA	24 June 2015; Subject to tax call; Redemption at par plus accrued but unpaid distributions since the immediately preceding distribution date and additional amounts payable	NA	NA	NA; Subject to tax and regulatory call; Redemption at par plus accrued but unpaid interest	23 January 2017; Subject to tax call; Redemption at par plus accrued but unpaid interest
16 Subsequent call dates, if applicable	NA	Any subsequent distribution payment date after 24 June 2015	NA	NA	NA	Each interest payment date after 23 January 2017
Coupons/ dividends						
17 Fixed or floating dividend/ coupon	Floating	Fixed to floating	Floating	Floating	Fixed	Fixed to Floating
18 Coupon rate and any related index	NA	7.7075% fixed converting to 3 month EURIBOR plus 5.625%	Bank of England Base Rate plus 1%	South African prime lending rate multiplied by 95%	9.625%	6.25% fixed converting to 3 month GBP LIBOR + 2.11% (on 23 January 2017)
19 Existence of a dividend stopper	No	Yes	Yes	Yes	No	No
20a Fully discretionary, partially discretionary or mandatory (in terms of timings)	Fully discretionary	Fully discretionary	Fully discretionary	Fully discretionary	Mandatory	Mandatory
20b Fully discretionary, partially discretionary or mandatory (in terms of amount)	Fully discretionary	Fully discretionary	Mandatory	Fully discretionary	Mandatory	Mandatory
21 Existence of step up or other incentive to redeem	No	Yes	No	No	No	Yes
22 Noncumulative or cumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Cumulative	Cumulative
23 Convertible or non-convertible	Nonconvertible	Nonconvertible	Nonconvertible	Nonconvertible	Nonconvertible	Nonconvertible
24 If convertible, conversion trigger(s)	NA	NA	NA	NA	NA	NA
25 If convertible, fully or partially	NA	NA	NA	NA	NA	NA
26 If convertible, conversion rate	NA	NA	NA	NA	NA	NA
27 If convertible, mandatory or optional conversion	NA	NA	NA	NA	NA	NA
28 If convertible, specify instrument type convertible into	NA	NA	NA	NA	NA	NA
29 If convertible, specify issuer of instrument it converts into	NA	NA	NA	NA	NA	NA
30 Write-down features	NA	NA	NA	NA	NA	NA
31 If write-down, write-down triggers(s)	NA	NA	NA	NA	NA	NA
32 If write-down, full or partial	NA	NA	NA	NA	NA	NA
33 If write-down, permanent or temporary	NA	NA	NA	NA	NA	NA
34 If temporary write-down, description of write-up mechanism	NA	NA	NA	NA	NA	NA
35 Position in subordinated hierarchy in liquidation (specify instrument type immediately senior to instrument)	Represents the most subordinate claim in liquidation of the bank	Tier 2 instruments	Tier 2 instruments	Subordinated to payments of any amounts due and payable to Senior Creditors	Subordinated to payments of any amounts due and payable to Senior Creditors	Subordinated to payments of any amounts due and payable to Senior Creditors
36 Non-compliant transitioned features	NA	Yes	Yes	No	No	Yes
37 If yes, specify non-compliant features	NA	No point of non-viability triggers	No point of non-viability triggers	NA	NA	Incentive to redeem

Note 1: Amount recognised in regulatory capital at 31 March 2015 is before the annual phase out of non-qualifying instruments and before the allocation of surplus capital attributable to non-controlling interests.