

Investec Bank plc financial information (a subsidiary of Investec plc)

Unaudited consolidated financial information for the six months ended 30 September 2009

IFRS - Pounds Sterling





Overview of results

	30 Sept 2009	30 Sept 2008	% Change	31 March 2009
Operating profit before goodwill, taxation and impairments and after minorities (£'000)	92,066	81,081	13.5%	126,708
Operating profit before goodwill, taxation and after minorities (£'000)	31,020	44,701	(30.6%)	31,483
Earnings attributable to ordinary shareholders (£'000)	33,289	33,199	0.3%	11,510
Cost to income ratio	67.0%	73.4%		75.7%
Total capital resources (including subordinated liabilities) (£'000)	1,733,283	1,613,266	7.4%	1,674,166
Total shareholders' equity (£'000)	1,096,246	963,514	13.8%	986,169
Total assets (£'000)	13,785,732	12,530,737	10.0%	13,567,943
Net core loans and advances (£'000)	7,304,713	6,915,294	5.6%	7,335,482
Customer accounts (deposits) (£'000)	6,872,180	4,980,379	38.0%	5,486,068
Capital adequacy ratio	15.7%	16.2%		15.9%
Tier 1 ratio	11.1%	10.4%		10.3%



Consolidated income statement

£'000	6 months to 30 Sept 2009	6 months to 30 Sept 2008	Year to 31 March 2009
Interest income	271,838	395,601	754,420
Interest expense	(176,588)	(269,358)	(519,450)
Net interest income	95,250	126,243	234,970
Fee and commission income	82,481	116,983	207,478
Fee and commission expense	(6,707)	(4,965)	(14,744)
Principal transactions	64,173	10,948	46,308
Operating income from associates	479	1,121	190
Other operating income / (loss)	7,789	(11,202)	(22,999)
Other income	148,215	112,885	216,233
Total operating income before impairment losses on loans and advances	243,465	239,128	451,203
Impairment losses on loans and advances	(61,046)	(36,380)	(110,236)
Operating income	182,419	202,748	340,967
Administrative expenses	(153,677)	(166,788)	(323,640)
Depreciation, amortisation and impairment of property, equipment and intangible assets	(9,402)	(8,777)	(17,877)
Operating profit / (loss) before goodwill impairment	19,340	27,183	(550)
Goodwill	-	-	(30,265)
Profit / (loss) before taxation	19,340	27,183	(30,815)
Taxation	2,269	(11,502)	(4,962)
Profit / (loss) after taxation	21,609	15,681	(35,777)
Losses attributable to minority interest	11,680	17,518	47,287
Earnings attributable to shareholders	33,289	33,199	11,510

Summarised consolidated statement of comprehensive income

£'000	6 months to 30 Sept 2009	6 months to 30 Sept 2008	Year to 31 March 2009
Profit/(loss) after taxation	21,609	15,681	(35,777)
Total gains and losses recognised directly in equity	30,107	(4,361)	18,157
Fair value movements on available for sale assets	22,813	(2,760)	(925)
(Profit)/loss on realisation of available for sale assets recycled through income	(5,064)	4,452	4,388
Fair value movements on cash flow hedges	10,625	(4,477)	(15,716)
Foreign currency movements	1,733	(1,576)	30,410
Total recognised income and expenses	51,716	11,320	(17,620)
Total recognised income and expenses attributable to minority shareholders	(13,498)	(12,757)	(33,179)
Total recognised income and expenses attributable to ordinary shareholders	65,214	24,077	15,559
	51,716	11,320	3 (17,620)



Consolidated balance sheet

£'000	30 Sept 2009	31 March 2009	30 Sept 2008
Assets			
Cash and balances at central banks	1,182,776	872,422	203,560
Loans and advances to banks	922,128	1,015,952	1,357,610
Cash equivalent advances to customers	-	-	1,207
Reverse repurchase agreements and cash collateral on securities borrowed	215,395	253,247	445,724
Trading securities	249,426	360,025	441,214
Derivative financial instruments	571,622	661,873	550,668
Investment securities	1,155,627	1,015,873	794,919
Loans and advances to customers	7,830,134	7,781,494	7,147,108
Securitised assets	854,603	849,597	803,529
Interests in associated undertakings	16,009	15,197	15,835
Deferred taxation assets	82,012	88,873	46,441
Other assets	465,624	402,710	478,733
Property and equipment	139,712	155,572	132,678
Goodwill	73,375	69,591	88,115
Intangible assets	27,289	25,517	23,396
	13,785,732	13,567,943	12,530,737
Liabilities			
Deposits by banks	2,030,136	2,662,473	2,828,608
Derivative financial instruments	437,261	388,855	315,353
Other trading liabilities	97,267	191,897	196,140
Repurchase agreements and cash collateral on securities lent	333,882	1,048,550	744,683
Customer accounts	6,872,180	5,486,068	4,980,379
Debt securities in issue	1,065,238	939,346	641,431
Liabilities arising on securitisation	815,643	761,477	716,442
Current taxation liabilities	61,494	63,248	51,676
Deferred taxation liabilities	5,567	21,301	25,083
Other liabilities	333,781	330,262	417,676
	12,052,449	11,893,477	10,917,471
Subordinated liabilities	637,037	688,297	649,752
	12,689,486	12,581,774	11,567,223
Equity			
Called up share capital	703,000	655,000	600,000
Share premium	46,797	37,365	37,365
Other reserves	53,036	22,200	7,627
Profit and loss account	287,930	252,623	282,646
Shareholders' equity excluding minority interest	1,090,763	967,188	927,638
Minority interest	5,483	18,981	35,876
Total shareholders' equity	1,096,246	986,169	963,514
Total liabilities and equity	13,785,732	13,567,943	12,530,737



Condensed consolidated statement of changes in equity

£'000	6 months to 30 Sept 2009	Year to 31 March 2009	6 months to 30 Sept 2008
Balance at the beginning of the period	986,169	916,790	916,790
Profit/(loss) after taxation	21,609	(35,777)	15,681
Fair value movement on available for sale assets	22,813	(925)	(2,760)
(Profit)/loss on realisation of available for sale assets recycled through income	(5,064)	4,388	4,452
Fair value movement on cash flow hedges	10,625	(15,716)	(4,477)
Foreign currency movements	1,733	30,410	(1,576)
Total recognised gains and losses for the period	51,716	(17,620)	11,320
Share based payments adjustments	929	1,462	394
Dividends paid to ordinary shareholders	-	(18,000)	(10,000)
Dividends paid to minority shareholders	-	-	-
Issue of ordinary shares	57,432	100,000	45,000
Issue of equity by subsidiaries	-	3,537	10
Balance at the end of the period	1,096,246	986,169	963,514



Segmental information - business analysis

For the six months to 30 September 2009

£'000	Private Client Activities	Capital Markets	Investment Banking	Property Activities	Group Services and Other Activities	Total group
Net interest income	73,094	43,465	(8,353)	(265)	(12,691)	95,250
Fee and commission income	29,116	31,582	20,277	3,187	(1,681)	82,481
Fee and commission expense	(3,326)	(370)	(1,911)	(1,100)	-	(6,707)
Principal transactions	(83)	16,995	13,642	1,786	31,833	64,173
Operating income from associates	341	63	75	-	-	479
Other operating income	-	-	6,970	-	819	7,789
Other income	26,048	48,270	39,053	3,873	30,971	148,215
Total operating income before impairment losses on loans and advances	99,142	91,735	30,700	3,608	18,280	243,465
Impairment losses on loans and advances	(35,333)	(25,713)	-	-	-	(61,046)
Operating income	63,809	66,022	30,700	3,608	18,280	182,419
Administrative expenses	(53,309)	(48,765)	(37,999)	(1,338)	(12,266)	(153,677)
Depreciation, amortisation and impairment of property, equipment and software	(1,110)	(1,248)	(5,572)	-	(1,472)	(9,402)
Operating profit/(loss)	9,390	16,009	(12,871)	2,270	4,542	19,340
Operating loss/(profit) attributable to minorities	-	(8)	12,398	-	(710)	11,680
Operating profit/(loss) after minorities	9,390	16,001	(473)	2,270	3,832	31,020
Cost to income ratio	54.9%	54.5%	141.9%	37.1%	75.2%	67.0%
Total assets (£'mn)	5,697	6,548	510	21	1,010	13,786

For the six months to 30 September 2008

£'000	Private Client Activities	Capital Markets	Investment Banking	Property Activities	Group Services and Other Activities	Total group
Net interest income	79,236	33,501	5,370	(225)	8,361	126,243
Fee and commission income	45,444	37,882	31,689	1,630	338	116,983
Fee and commission expense	(2,044)	(807)	(1,867)	(247)	-	(4,965)
Principal transactions	6,970	(4,074)	7,668	108	276	10,948
Operating income from associates	872	-	249	-	-	1,121
Other operating (loss)/income	114	-	(11,973)	-	657	(11,202)
Other income	51,356	33,001	25,766	1,491	1,271	112,885
Total operating income before impairment losses on loans and advances	130,592	66,502	31,136	1,266	9,632	239,128
Impairment losses on loans and advances	(31,289)	(5,091)	-	-	-	(36,380)
Operating income	99,303	61,411	31,136	1,266	9,632	202,748
Administrative expenses	(59,078)	(48,359)	(44,050)	(1,294)	(14,007)	(166,788)
Depreciation, amortisation and impairment of property, equipment and software	(654)	(1,362)	(5,469)	-	(1,292)	(8,777)
Operating profit/(loss)	39,571	11,690	(18,383)	(28)	(5,667)	27,183
Operating loss attributable to minorities	-	-	17,518	-	-	17,518
Operating profit/(loss) after minorities	39,571	11,690	(865)	(28)	(5,667)	44,701
Cost to income ratio	45.7%	74.8%	159.0%	102.2%	158.8%	73.4%
Total assets (£'mn)	5,136	6,263	611	11	510	12,531



Segmental information - geographical analysis

For the six months to 30 September 2009

£'000	UK and Europe	Australia	Total group
Net interest income	65,147	30,103	95,250
Fee and commission income	71,444	11,037	82,481
Fee and commission expense	(4,682)	(2,025)	(6,707)
Principal transactions	54,409	9,764	64,173
Operating income from associates	338	141	479
Other operating income/(loss)	11,181	(3,392)	7,789
Other income	132,690	15,525	148,215
Total operating income before impairment losses on loans and advances	197,837	45,628	243,465
Impairment losses on loans and advances	(48,245)	(12,801)	(61,046)
Operating income	149,592	32,827	182,419
Administrative expenses	(125,170)	(28,507)	(153,677)
Depreciation, amortisation and impairment of property, equipment and software	(8,804)	(598)	(9,402)
Operating profit before tax	15,618	3,722	19,340
Operating loss attributable to minorities	11,305	375	11,680
Operating profit after minorities	26,923	4,097	31,020
Taxation	3,635	(1,366)	2,269
Profit after taxation	30,558	2,731	33,289
Cost to income ratio	67.7%	63.8%	67.0%
Total assets (£'mn)	11,231	2,555	13,786

For the six months to 30 September 2008

£'000	UK and Europe	Australia	Total group
Net interest income	93,957	32,286	126,243
Fee and commission income	105,352	11,631	116,983
Fee and commission expense	(4,774)	(191)	(4,965)
Principal transactions	9,951	997	10,948
Operating income from associates	394	727	1,121
Other operating loss	(7,650)	(3,552)	(11,202)
Other income	103,273	9,612	112,885
Total operating income before impairment losses on loans and advances	197,230	41,898	239,128
Impairment losses on loans and advances	(30,446)	(5,934)	(36,380)
Operating income	166,784	35,964	202,748
Administrative expenses	(138,542)	(28,246)	(166,788)
Depreciation, amortisation and impairment of property, equipment and software	(8,395)	(382)	(8,777)
Operating profit before tax	19,847	7,336	27,183
Operating loss attributable to minorities	15,625	1,893	17,518
Operating profit after minorities	35,472	9,229	44,701
Taxation	(7,134)	(4,368)	(11,502)
Profit after taxation	28,338	4,861	33,199
Cost to income ratio	45.7%	74.8%	73.4%
Total assets (£'mn)	10,631	1,900	12,531



Segmental analysis of operating profit before goodwill, taxation and after minorities

£'000	6 months to 30 Sept 2009	6 months to 30 Sept 2008	% Change
Private Client Activities			
Private Banking	9,189	39,426	(76.7%)
Private Client Portfolio Management and Stockbroking	201	145	38.6%
	9,390	39,571	(76.3%)
Capital Markets	16,001	11,690	36.9%
Investment Banking			
Corporate Finance and Securities	(1,145)	9,756	(>100%)
Direct Investments	4,264	(3,655)	>100%
Private Equity	(3,592)	(6,966)	48.4%
	(473)	(865)	45.3%
Property Activities	2,270	(28)	>100%
Group Services and Other Activities			
Central Funding	15,821	8,812	79.5%
Central Services Costs	(11,989)	(14,479)	17.2%
	3,832	(5,667)	>100%
Total group	31,020	44,701	(30.6%)



Risk management

As per Basel II regulations, the following risk management and capital section will provide detail on the quantitative risk disclosures required on a semi-annual basis. For any additional qualitative disclosures, definitions and descriptions, please refer to our Annual Financial Statements for the year ended 31 March.

Credit and counterparty risk management

Credit and counterparty risk is defined as the current and prospective risk to earnings or capital arising from an obligor's (typically a client's or counterparty's) failure to meet the terms of any obligation to us or otherwise to perform as agreed. Credit and counterparty risk arises when funds are extended, committed, invested, or otherwise exposed through actual or implied contractual agreements, whether reflected on or off balance sheet.

Credit and counterparty risk arises primarily from three types of transactions:

- Lending transactions, giving rise to a direct exposure. The risk is created that an obligor will be unable or unwilling to repay capital and/or interest on advances and loans granted to it. This category includes bank placements, where we have placed funds with other financial institutions;
- Issuer risk on financial instruments where payments due from the issuer of a financial instrument will not be received; and
- Trading transactions, giving rise to settlement and replacement risk (collectively counterparty risk).

- Settlement risk is the risk that the settlement of a transaction does not take place as expected, with one party effecting required settlements as they fall due but not receiving settlements to which they are entitled.

- Replacement risk is the risk following default by the original counterparty resulting in the contract holder having to enter into a replacement contract with a second counterparty in order to finalise the transaction.

Credit and counterparty risk can manifest as country risk as a result of the geopolitical and transfer risk associated with exposures arising from transactions with borrowers who are resident in a particular foreign country, or dependent on that country's economy.

Credit and counterparty risk may also arise in other ways and it is the role of the various independent credit committees, assisted by Credit Risk Management, to identify situations falling outside these definitions where credit risk may also be present.

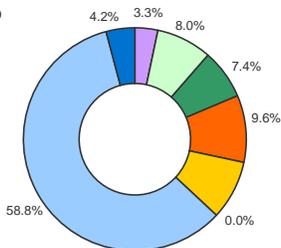
The tables that follow provide an analysis of our credit and counterparty risk exposures.

An analysis of gross credit and counterparty exposures

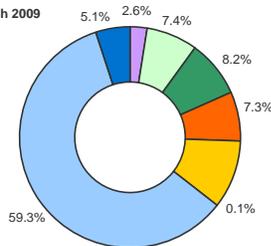
£'000	30 Sept 2009	31 March 2009	% change	Average*	30 Sept 2008
On-balance sheet exposures	12 103 324	11 886 540	1.8%	11 994 932	11 189 897
Securitisation exposures arising from securitisation/principal finance activities	413 419	329 810	25.4%	371 615	501 460
Rated instruments	293 116	214 929	36.4%	254 023	169 275
Unrated instruments	71 723	58 040	23.6%	64 882	66 103
Other	48 580	56 841	(14.5%)	52 711	266 082
Debt instruments (NCDs, bonds held, debentures)	1 010 604	922 975	9.5%	966 790	744 361
Bank placements	931 605	1 025 252	(9.1%)	978 429	1 339 546
Sovereign, government placements	1 218 384	916 748	32.9%	1 067 566	187 774
Trading exposures (positive fair value excluding potential future exposures)	1 102 261	1 254 697	(12.1%)	1 178 479	1 349 602
Other credit exposures	1 461	11 315	(87.1%)	6 388	125 258
Gross core loans and advances to customers	7 425 590	7 425 743	(0.0%)	7 425 667	6 941 896
Off-balance sheet exposures	530 949	632 709	(16.1%)	581 829	1 012 711
Guarantees	48 424	62 250	(22.2%)	55 337	90 133
Contingent liabilities, committed facilities and other	482 525	570 459	(15.4%)	526 492	922 578
Total gross credit and counterparty exposures pre collateral or other credit enhancements	12 634 273	12 519 249	0.9%	12 576 761	12 202 608

*Where the average is based on a straight line average for the period 31 March 2009 to 30 September 2009

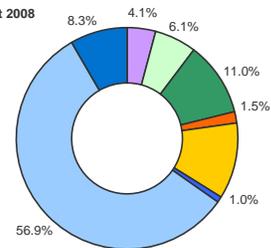
30 Sept 2009



31 March 2009



30 Sept 2008



Securitisation exposures

Bank placements

Trading exposures

Gross core loans and advances to customers

Debt instruments

Sovereign, government placements

Other credit exposures

Off balance sheet exposures

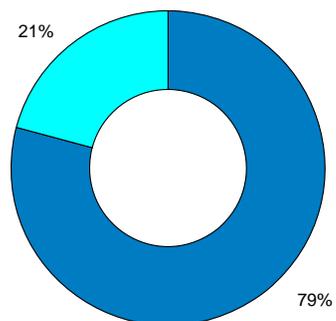


Risk management

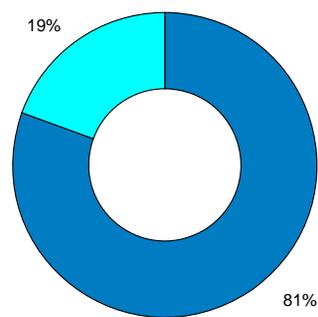
An analysis of gross credit and counterparty exposures by geography

£'000	UK and Europe		Australia		Total	
	30 Sept 2009	31 March 2009	30 Sept 2009	31 March 2009	30 Sept 2009	31 March 2009
On-balance sheet exposures	9,633,520	9,597,266	2,469,804	2,289,274	12,103,324	11,886,540
Securitisation exposures arising from securitisation/principal finance activities - and amounts not reflected in core loans and advances	377,462	329,810	35,957	-	413,419	329,810
Rated instruments	257,159	214,929	35,957	-	293,116	214,929
Unrated instruments	71,723	58,040	-	-	71,723	58,040
Other	48,580	56,841	-	-	48,580	56,841
Debt instruments (NCDs, bonds held, debentures)	382,026	289,839	628,578	633,136	1,010,604	922,975
Bank placements	790,728	892,318	140,877	132,934	931,605	1,025,252
Sovereign, government placements	1,216,019	916,748	2,365	-	1,218,384	916,748
Trading exposures (positive fair value excluding potential future exposures)	1,046,513	1,155,298	55,748	99,399	1,102,261	1,254,697
Other credit exposures	1,461	11,315	-	-	1,461	11,315
Gross core loans and advances to customers	5,819,311	6,001,938	1,606,279	1,423,805	7,425,590	7,425,743
Off-balance sheet exposures	379,487	483,868	151,462	148,841	530,949	632,709
Guarantees	12,834	32,909	35,590	29,341	48,424	62,250
Contingent liabilities, committed facilities, other	366,653	450,959	115,872	119,500	482,525	570,459
Total gross credit and counterparty exposures pre collateral or other credit enhancements	10,013,007	10,081,134	2,621,266	2,438,115	12,634,273	12,519,249

30 Sept 2009



31 March 2009



■ UK and Europe
■ Australia

■ UK and Europe
■ Australia



Risk management

A further analysis of our on-balance sheet credit and counterparty exposures

The table below indicates in which class of asset (on the face of the consolidated balance sheet) our on-balance sheet credit and counterparty exposures are reflected. Not all assets included in the balance sheet bear credit and counterparty risk.

£'000	Securitisation exposures arising from securitisation/principal finance activities				Debt instruments (NCDs, bonds held, debentures)	Bank placements	Sovereign, government placements	Trading exposures (positive fair value excluding potential future exposures)	Other credit exposures	Gross core loans and advances to customers	Total credit and counterparty exposure	Assets that we deem to have no legal credit exposure *	Note reference	Total balance sheet
	Total	Rated instruments	Unrated instruments	Other										
As at 30 September 2009														
Cash and balances at central banks	-	-	-	-	-	-	1 174 127	8 642	-	-	1 182 769	7	-	1 182 776
Loans and advances to banks	-	-	-	-	-	891 611	-	-	202	-	891 813	30 315	-	922 128
Reverse repurchase agreements and cash collateral on securities borrowed	-	-	-	-	-	-	-	215 395	-	-	215 395	-	-	215 395
Trading securities	35 329	28 524	6 805	-	-	-	-	123 568	-	-	158 897	90 529	1	249 426
Derivative financial instruments	26 541	-	-	26 541	-	-	-	467 779	-	-	494 320	77 302	1	571 622
Investment securities	36 521	36 521	-	-	1 010 604	-	44 257	7	-	-	1 091 389	64 238	1	1 155 627
Loans and advances to customers	280 785	213 633	50 873	16 279	-	-	-	-	-	6 911 279	7 192 064	638 070	2	7 830 134
Loans and advances to customers - Kensington warehouse assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Securitised assets	28 483	14 438	14 045	-	-	-	-	-	-	514 311	542 794	311 809	3	854 603
Deferred taxation assets	-	-	-	-	-	-	-	-	-	-	-	82 012	-	82 012
Other assets	5 760	-	-	5 760	-	39 994	-	286 870	1 259	-	333 883	131 741	-	465 624
Interests in associated undertakings	-	-	-	-	-	-	-	-	-	-	-	16 009	-	16 009
Property and equipment	-	-	-	-	-	-	-	-	-	-	-	139 712	-	139 712
Goodwill	-	-	-	-	-	-	-	-	-	-	-	73 375	-	73 375
Intangible assets	-	-	-	-	-	-	-	-	-	-	-	27 289	-	27 289
Total	413 419	293 116	71 723	48 580	1 010 604	931 605	1 218 384	1 102 261	1 461	7 425 590	12 103 324	1 682 408		13 785 732
As at 31 March 2009														
Cash and balances at central banks	-	-	-	-	-	830	870 653	934	-	-	872 417	5	-	872 422
Loans and advances to banks	-	-	-	-	-	968 534	-	-	101	-	968 635	47 317	-	1 015 952
Reverse repurchase agreements and cash collateral on securities borrowed	-	-	-	-	-	-	-	253 247	-	-	253 247	-	-	253 247
Trading securities	5 106	336	209	4 561	4 869	-	-	243 204	-	-	253 179	106 846	1	360 025
Derivative financial instruments	31 733	-	-	31 733	-	-	-	549 555	-	-	581 288	80 585	1	661 873
Investment securities	538	-	538	-	918 106	-	46 095	-	-	-	964 739	51 134	1	1 015 873
Loans and advances to customers	214 974	155 937	43 248	15 789	-	-	-	-	-	6 983 146	7 198 120	583 374	2	7 781 494
Securitised assets	72 701	58 656	14 045	-	-	-	-	-	-	442 597	515 298	334 299	3	849 597
Interests in associated undertakings	-	-	-	-	-	-	-	-	-	-	-	15 197	-	15 197
Deferred taxation assets	-	-	-	-	-	-	-	-	-	-	-	88 873	-	88 873
Other assets	4 758	-	-	4 758	-	55 888	-	207 757	11 214	-	279 617	123 093	-	402 710
Property and equipment	-	-	-	-	-	-	-	-	-	-	-	155 572	-	155 572
Goodwill	-	-	-	-	-	-	-	-	-	-	-	69 591	-	69 591
Intangible assets	-	-	-	-	-	-	-	-	-	-	-	25 517	-	25 517
Total	329 810	214 929	58 040	56 841	922 975	1 025 252	916 748	1 254 697	11 315	7 425 743	11 886 540	1 681 403		13 567 943

Notes:

1. Largely relates to exposures that are classified as equity risk in the banking book.
2. Relates to impairments offset by intercompany exposures which we deem to have no credit exposure.
3. Whilst the group manages all risks (including credit risk) from a day to day operational perspective these assets are within special purpose vehicles that ring fence the assets to specific credit providers and limits security to the assets in the vehicle. The table above reflects the net credit exposure in the vehicles that the group has reflected in the "total credit and counterparty exposure" with the maximum credit exposure referenced to credit providers external to the group in the column headed "assets that we do not hold legal credit risk or have no credit risk".



Risk management

An analysis of gross credit and counterparty exposure by industry

£'000	Gross core loans and advances		Other credit and counterparty exposures		Total	
	30 Sept 2009	31 March 2009	30 Sept 2009	31 March 2009	30 Sept 2009	31 March 2009
HNW and professional individuals	5 082 057	4 924 957	386 608	472 520	5 468 665	5 397 477
Agriculture	13 430	47 901	-	8	13 430	47 909
Electricity, gas and water (utility services)	115 413	108 590	15 270	21 632	130 683	130 222
Public and non-business services	26 357	111 587	1 218 477	923 994	1 244 834	1 035 581
Business service	95 654	60 151	2 714	929	98 368	61 080
Finance and insurance (including central banks)	339 160	321 695	3 272 032	3 281 797	3 611 192	3 603 492
Retailers and wholesalers	119 298	106 382	3 315	2 241	122 613	108 623
Manufacturing and commerce	412 370	412 449	74 935	73 463	487 305	485 912
Real estate	729 096	781 127	118 112	76 974	847 208	858 101
Mining and resources	62 954	83 835	105 567	140 269	168 521	224 104
Leisure, entertainment and tourism	142 409	223 924	8 493	11 420	150 902	235 344
Transport and communication	287 392	243 145	3 160	6 304	290 552	249 449
Other*	-	-	-	81 955	-	81 955
Total	7 425 590	7 425 743	5 208 683	5 093 506	12 634 273	12 519 249

£'000	HNW and professional individuals	Agriculture	Electricity, gas and water (utility services)	Public and non-business services	Business service	Finance and insurance (including central banks)	Retailers and wholesalers	Manufacturing and commerce	Real estate	Mining and resources	Leisure, entertainment and tourism	Transport and communication	Other*	Total
As at 30 September 2009														
On-balance sheet exposures	5 094 664	13 430	115 413	1 244 834	98 368	3 592 207	120 747	413 064	847 208	132 649	142 782	287 958	-	12 103 324
Securitisation exposures arising from securitisation/principal finance activities	-	-	-	-	-	317 660	-	-	95 759	-	-	-	-	413 419
Rated instruments	-	-	-	-	-	242 722	-	-	50 394	-	-	-	-	293 116
Unrated instruments	-	-	-	-	-	57 678	-	-	14 045	-	-	-	-	71 723
Other	-	-	-	-	-	17 260	-	-	31 320	-	-	-	-	48 580
Debt instruments (NCDs, bonds held, debentures)	-	-	-	-	-	1 010 604	-	-	-	-	-	-	-	1 010 604
Bank placements	-	-	-	-	-	931 605	-	-	-	-	-	-	-	931 605
Sovereign, government placements	-	-	-	1 218 384	-	-	-	-	-	-	-	-	-	1 218 384
Trading exposures (positive fair value excluding potential future exposures)	12 514	-	-	93	2 714	992 250	1 449	694	22 172	69 436	373	566	-	1 102 261
Other credit exposures	93	-	-	-	-	928	-	-	181	259	-	-	-	1 461
Gross core loans and advances to customers	5 082 057	13 430	115 413	26 357	95 654	339 160	119 298	412 370	729 096	62 954	142 409	287 392	-	7 425 590
Off-balance sheet exposures	374 001	-	15 270	-	-	18 985	1 866	74 241	-	35 872	8 120	2 594	-	530 949
Guarantees	25 929	-	5 613	-	-	-	-	104	-	16 778	-	-	-	48 424
Contingent liabilities, committed facilities and other	348 072	-	9 657	-	-	18 985	1 866	74 137	-	19 094	8 120	2 594	-	482 525
Total gross credit and counterparty exposures pre collateral or other credit enhancements	5 468 665	13 430	130 683	1 244 834	98 368	3 611 192	122 613	487 305	847 208	168 521	150 902	290 552	-	12 634 273
As at 31 March 2009														
On-balance sheet exposures	4 939 935	47 909	108 599	1 028 603	60 664	3 601 526	107 299	413 566	836 367	191 134	224 142	244 841	81 955	11 886 540
Securitisation exposures arising from securitisation/principal finance activities	-	-	-	-	-	193 247	-	-	54 608	-	-	-	81 955	329 810
Rated instruments	-	-	-	-	-	137 551	-	-	14 438	-	-	-	62 940	214 929
Unrated instruments	-	-	-	-	-	43 248	-	-	14 045	-	-	-	747	58 040
Other	-	-	-	-	-	12 448	-	-	26 125	-	-	-	18 268	56 941
Debt instruments (NCDs, bonds held, debentures)	-	-	-	-	-	922 975	-	-	-	-	-	-	-	922 975
Bank placements	-	-	-	-	-	1 025 252	-	-	-	-	-	-	-	1 025 252
Sovereign, government placements	-	-	-	916 748	-	-	-	-	-	-	-	-	-	916 748
Trading exposures (positive fair value excluding potential future exposures)	6 866	-	-	186	498	1 137 460	895	826	-	106 209	71	1 686	-	1 254 697
Other credit exposures	8 112	8	9	82	15	897	22	291	632	1 090	147	10	-	11 315
Gross core loans and advances to customers	4 924 957	47 901	108 590	111 587	60 151	321 695	106 382	412 449	781 127	83 835	223 924	243 145	-	7 425 743
Off-balance sheet exposures	457 542	-	21 623	6 978	416	1 966	1 324	72 346	21 734	32 970	11 202	4 608	-	632 709
Guarantees	44 135	-	-	-	-	-	-	-	-	18 115	-	-	-	62 250
Contingent liabilities, committed facilities and other	413 407	-	21 623	6 978	416	1 966	1 324	72 346	21 734	14 855	11 202	4 608	-	570 459
Total gross credit and counterparty exposures pre collateral or other credit enhancements	5 397 477	47 909	130 222	1 035 581	61 080	3 603 492	108 623	485 912	858 101	224 104	235 344	249 449	81 955	12 519 249

* Includes securitised exposures where the industry is not clearly defined.



Risk management

Asset quality and impairments

Core loans and advances to customers

In order to assess and analyse the credit risk associated with loans and advances we believe that certain adjustments should be made to the category "loans and advances to customers" as reflected on the IFRS consolidated balance sheet. We believe that these adjustments are necessary in order to derive a number that reflects actual core lending activities. In this regard the following methodology has been applied:

- Loans and advances which have been originated by us and securitised primarily to provide an alternative source of funding are added to loans and advances.
- Warehouse funding facilities, warehouse assets and structured credit investments arising out of our securitisation and principal finance activities have been deducted.

£'000	30 Sept 2009	31 March 2009	30 Sept 2008
Loans (pre-impairments) as per balance sheet	7,192,063	7,215,721	6,863,378
Less: warehouse facilities and warehouse assets arising out of our Securitisation and Principal Finance activities (pre-impairments)	-280,785	-232,575	-306,387
Add: own-originated securitised assets	514,312	442,597	384,905
Gross core loans and advances to customers (pre impairments)	7,425,590	7,425,743	6,941,896

The tables that follow provide information with respect to the asset quality of our core loans and advances to customers.

Overall asset quality £'000

£'000	30 Sept 2009	31 March 2009	30 Sept 2008
Gross core loans and advances to customers	7,425,590	7,425,743	6,941,896
Total impairments	-120,877	-90,261	-26,602
Portfolio impairments	-8,121	-3,032	-2,460
Specific impairments	-112,756	-87,229	-24,142
Net core loans and advances to customers	7,304,713	7,335,482	6,915,294
Average gross core loans and advances	7,425,667	7,000,098	6,758,175
Current loans and advances to customers	6,580,879	6,499,079	6,165,103
Total gross non current loans and advances to customers	844,711	926,664	776,793
Past due loans and advances to customers (1-60 days)	263,869	459,609	412,847
Special mention loans and advances to customers	68,472	32,284	114,018
Default loans and advances to customers	512,370	434,771	249,928
Gross core loans and advances to customers	7,425,590	7,425,743	6,941,896
Total gross non-current loans and advances to customers	844,711	926,664	1,435,961
Default loans that are current and not impaired	3,073	11,057	776,793
Gross core loans and advances to customers that are past due but not impaired	531,539	708,653	36,547
Gross core loans and advances to customers that are impaired	310,099	206,954	622,621
Total income statement charge for impairments on core loans	-61,046	-110,236	-36,380
Gross default loans and advances to customers	512,370	434,771	249,928
Specific impairments	-112,756	-87,229	-24,142
Portfolio impairments	-8,121	-3,032	-2,460
Defaults net of impairments	391,493	344,510	223,326
Collateral and other credit enhancements	442,831	381,122	381,122
Net default loans and advances to customers (limited to zero)	-	-	-
Specific impairments as a % of gross core loans and advances to customers	1.52%	1.17%	0.35%
Portfolio impairments as a % of gross core loans and advances to customers	0.11%	0.04%	0.04%
Total impairments as a % of gross core loans and advances to customers	1.63%	1.22%	0.38%
Specific impairments as a % of gross default loans	22.01%	20.06%	9.66%
Gross defaults as a % of gross core loans and advances to customers	6.90%	5.85%	3.60%
Defaults (net of impairments) as a % of net core loans and advances to customers	5.36%	4.70%	3.23%
Net defaults as a % of gross core loans and advances to customers	0.00%	0.00%	0.00%
gross core loans and advances)	1.64%	1.57%	1.08%



Risk management

An analysis of core loans and advances to customers and asset quality by geography

£'000	UK and Europe		Australia		Total	
	30 Sept 2009	31 March 2009	30 Sept 2009	31 March 2009	30 Sept 2009	31 March 2009
Gross core loans and advances to customers	5,819,311	6,001,938	1,606,279	1,423,805	7,425,590	7,425,743
Total impairments	-91,792	-74,627	-29,085	-15,634	-120,877	-90,261
Portfolio impairments	-8,121	-3,032	-	-	-8,121	-3,032
Specific impairments	-83,671	-71,595	-29,085	-15,634	-112,756	-87,229
Net core loans and advances to customers	5,727,519	5,927,311	1,577,194	1,408,171	7,304,713	7,335,482
% of total	78.4%	80.8%	21.6%	19.2%	100.0%	100.0%
% change since 31 March 2009	-3.4%		12.0%		-0.4%	
Average gross core loans and advances to customers	5,910,625	5,697,378	1,515,042	1,302,721	7,425,667	7,000,099
Current loans and advances to customers	5,206,145	5,252,891	1,374,734	1,246,188	6,580,879	6,499,079
Total gross non current loans and advances to customers	613,166	749,047	231,545	177,617	844,711	926,664
Past due loans and advances to customers (1-60 days and management not concerned)	244,926	442,966	18,943	16,643	263,869	459,609
Special mention loans and advances to customers	36,717	22,445	31,755	9,839	68,472	32,284
Default loans and advances to customers	331,523	283,636	180,847	151,135	512,370	434,771
Gross core loans and advances to customers	5,819,311	6,001,938	1,606,279	1,423,805	7,425,590	7,425,743
Total gross non-current loans and advances to customers	613,166	749,047	231,545	177,617	844,711	926,664
Default loans that are current and not impaired	3,073	11,057	-	-	3,073	11,057
Gross core loans and advances to customers that are past due but not impaired	372,839	590,725	158,700	117,928	531,539	708,653
Gross core loans and advances to customers that are impaired	237,254	147,265	72,845	59,689	310,099	206,954
Total income statement charge for impairments on core loans	-48,245	-87,551	-12,801	-22,685	-61,046	-110,236
Gross default loans and advances to customers	331,523	283,636	180,847	151,135	512,370	434,771
Specific impairments	-83,671	-71,595	-29,085	-15,634	-112,756	-87,229
Portfolio impairments	-8,121	-3,032	-	-	-8,121	-3,032
Gross defaults net of impairments	239,731	209,009	151,762	135,501	391,493	344,510
Collateral and other credit enhancements	266,893	217,670	175,938	163,452	442,831	381,122
Net default loans and advances to customers (limited to zero)	-	-	-	-	-	-
Specific impairments as a % of gross core loans and advances to customers	1.44%	1.19%	1.81%	1.10%	1.52%	1.17%
Portfolio impairments as a % of gross core loans and advances to customers	0.14%	0.05%	0.00%	0.00%	0.11%	0.04%
Total impairments as a % of gross core loans and advances to customers	1.58%	1.24%	1.81%	1.10%	1.63%	1.22%
Specific impairments as a % of gross default loans	25.24%	25.24%	16.08%	10.34%	22.01%	20.06%
Gross defaults as a % of gross core loans and advances to customers	5.70%	4.73%	11.26%	10.61%	6.90%	5.85%
Gross defaults (net of impairments) as a % of net core loans and advances to customers	4.19%	3.53%	9.62%	9.62%	5.36%	4.70%
Net defaults as a % of gross core loans and advances to customers	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Annualised credit loss ratio as a % of average gross core loans and advances	1.63%	1.54%	1.69%	1.74%	1.64%	1.57%



Risk management

An analysis of core loans and advances to customers and asset quality by geography and divisor

As at 30 September 2009 £'000	UK and Europe	Private Bank Australia	Total	UK and Europe	Capital Markets Australia	Total	UK and Europe	Other* Australia	Total	Total
Gross core loans and advances to customers	3,645,280	1,436,777	5,082,057	2,128,526	168,136	2,296,662	45,507	1,364	46,871	7,425,590
Total impairments	-61,781	-21,238	-83,019	-30,011	-7,847	-37,858	-	-	-	-120,877
Portfolio impairments	-6,631	-	-6,631	-1,490	-	-1,490	-	-	-	-8,121
Specific impairments	-55,150	-21,238	-76,388	-28,521	-7,847	-36,368	-	-	-	-112,756
Net core loans and advances to customers	3,583,499	1,415,539	4,999,038	2,098,515	160,289	2,258,804	45,507	1,364	46,871	7,304,713
Average gross core loans and advances	3,657,817	1,344,796	5,002,612	2,203,921	168,942	2,372,863	48,888	1,304	50,192	7,425,667
Current loans and advances to customers	3,240,850	1,227,048	4,467,898	1,919,789	146,321	2,066,110	45,507	1,364	46,871	6,580,879
Total gross non current loans and advances to customers	404,430	209,729	614,159	208,737	21,815	230,552	-	-	-	844,711
Past due loans and advances to customers (1-60 days and management not concerned)	190,658	18,943	209,601	54,268	-	54,268	-	-	-	263,869
Special mention loans and advances to customers	5,585	31,755	37,340	31,132	-	31,132	-	-	-	68,472
Default loans and advances to customers	208,187	159,031	367,218	123,337	21,815	145,152	-	-	-	512,370
Gross core loans and advances to customers	3,645,280	1,436,777	5,082,057	2,128,526	168,136	2,296,662	45,507	1,364	46,871	7,425,590
Total gross non-current loans and advances to customers	404,430	209,729	614,159	208,737	21,815	230,552	-	-	-	844,711
Default loans that are current and not impaired	3,073	-	3,073	-	-	-	-	-	-	3,073
Gross core loans and advances to customers that are past due but not impaired	221,937	153,694	375,631	150,902	5,006	155,908	-	-	-	531,539
Gross core loans and advances to customers that are impaired	179,420	56,035	235,455	57,835	16,809	74,644	-	-	-	310,099
Total income statement charge for impairments on core loans	-27,590	-7,744	-35,334	-20,655	-5,057	-25,712	-	-	-	-61,046
Gross default loans and advances to customers	208,187	159,031	367,218	123,337	21,815	145,152	-	-	-	512,370
Specific impairments	-55,150	-21,238	-76,388	-28,521	-7,847	-36,368	-	-	-	-112,756
Portfolio impairments	-6,631	-	-6,631	-1,490	-	-1,490	-	-	-	-8,121
Gross defaults net of impairments	146,406	137,793	284,199	93,326	13,968	107,294	-	-	-	391,493
Collateral and other credit enhancements	171,794	161,528	333,322	95,100	14,409	109,509	-	-	-	442,831
Net default loans and advances to customers (limited to zero)	-	-	-	-	-	-	-	-	-	-
Specific impairments as a % of gross core loans and advances to customers	1.51%	1.48%	1.50%	1.34%	4.67%	1.58%	0.00%	0.00%	0.00%	1.52%
Portfolio impairments as a % of gross core loans and advances to customers	0.18%	0.00%	0.13%	0.07%	0.00%	0.06%	0.00%	0.00%	0.00%	0.11%
Total impairments as a % of gross core loans and advances to customers	1.69%	1.48%	1.63%	1.41%	4.67%	1.65%	0.00%	0.00%	0.00%	1.63%
Specific impairments as a % of gross default loans	26.49%	13.35%	20.80%	23.12%	35.97%	25.06%	0.00%	0.00%	0.00%	22.01%
Gross defaults as a % of gross core loans and advances to customers	5.71%	11.07%	7.23%	5.79%	12.97%	6.32%	0.00%	0.00%	0.00%	6.90%
Gross defaults (net of impairments) as a % of net core loans and advances to customers	4.09%	9.73%	5.69%	4.45%	8.71%	4.75%	0.00%	0.00%	0.00%	5.36%
Net defaults as a % of gross core loans and advances to customers	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Annualised credit loss ratio as a % of average gross core loans and advances	1.51%	1.15%	1.41%	1.87%	5.99%	2.17%	0.00%	0.00%	0.00%	1.64%

* Largely includes lending activities within our Central Funding and International Trade Finance businesses.



Risk management

An analysis of core loans and advances to customers and asset quality by geography and division

As at 31 March 2009 £'000	Private Bank			Capital Markets			Other*			Total
	UK and Europe	Australia	Total	UK and Europe	Australia	Total	UK and Europe	Australia	Total	
Gross core loans and advances to customers	3,670,353	1,252,814	4,923,167	2,279,316	169,748	2,449,064	52,269	1,243	53,512	7,425,743
Total impairments	-36,297	-13,050	-49,347	-38,331	-2,583	-40,914	-	-	-	-90,261
Portfolio impairments	-2,133	-	-2,133	-899	-	-899	-	-	-	-3,032
Specific impairments	-34,164	-13,050	-47,214	-37,432	-2,583	-40,015	-	-	-	-87,229
Net core loans and advances to customers	3,634,056	1,239,764	4,873,820	2,240,985	167,165	2,408,150	52,269	1,243	53,512	7,335,482
Average gross core loans and advances	3,507,694	1,145,563	4,653,257	2,139,842	155,930	2,295,772	49,842	1,227	51,069	7,000,098
Current loans and advances to customers	3,113,185	1,088,511	4,201,696	2,087,437	156,434	2,243,871	52,269	1,243	53,512	6,499,079
Total gross non current loans and advances to customers	557,168	164,303	721,471	191,879	13,314	205,193	-	-	-	926,664
Past due loans and advances to customers (1-60 days and management not concerned)	386,846	15,975	402,821	56,120	668	56,788	-	-	-	459,609
Special mention loans and advances to customers	3,087	9,611	12,698	19,358	228	19,586	-	-	-	32,284
Default loans and advances to customers	167,235	138,717	305,952	116,401	12,418	128,819	-	-	-	434,771
Gross core loans and advances to customers	3,670,353	1,252,814	4,923,167	2,279,316	169,748	2,449,064	52,269	1,243	53,512	7,425,743
Total gross non-current loans and advances to customers	557,168	164,303	721,471	191,879	13,314	205,193	-	-	-	926,664
Default loans that are current and not impaired	6,399	-	6,399	4,658	-	4,658	-	-	-	11,057
Gross core loans and advances to customers that are past due but not impaired	463,214	116,612	579,826	127,511	1,316	128,827	-	-	-	708,653
Gross core loans and advances to customers that are impaired	87,555	47,691	135,246	59,710	11,998	71,708	-	-	-	206,954
Total income statement charge for impairments on core loans	-50,955	-20,201	-71,156	-36,596	-2,484	-39,080	-	-	-	-110,236
Gross default loans and advances to customers	167,235	138,717	305,952	116,401	12,418	128,819	-	-	-	434,771
Specific impairments	-34,164	-13,050	-47,214	-37,432	-2,583	-40,015	-	-	-	-87,229
Portfolio impairments	-2,133	-	-2,133	-899	-	-899	-	-	-	-3,032
Defaults net of impairments	130,938	125,667	256,605	78,070	9,835	87,905	-	-	-	344,510
Collateral and other credit enhancements	136,986	153,617	290,603	80,684	9,835	90,519	-	-	-	381,122
Net default loans and advances to customers (limited to zero)	-	-	-	-	-	-	-	-	-	-
Specific impairments as a % of gross core loans and advances to customers	0.93%	1.04%	0.96%	1.64%	1.52%	1.63%	0.00%	0.00%	0.00%	1.17%
Portfolio impairments as a % of gross core loans and advances to customers	0.06%	0.00%	0.04%	0.04%	0.00%	0.04%	0.00%	0.00%	0.00%	0.04%
Total impairments as a % of gross core loans and advances to customers	0.99%	1.04%	1.00%	1.68%	1.52%	1.67%	0.00%	0.00%	0.00%	1.22%
Specific impairments as a % of gross default loans	20.43%	9.41%	15.43%	32.16%	20.80%	31.06%	0.00%	0.00%	0.00%	20.06%
Gross defaults as a % of gross core loans and advances to customers	4.56%	11.07%	6.21%	5.11%	7.32%	5.26%	0.00%	0.00%	0.00%	5.85%
Defaults (net of impairments) as a % of net core loans and advances to customers	3.60%	10.14%	5.26%	3.48%	5.88%	3.65%	0.00%	0.00%	0.00%	4.70%
Net defaults as a % of gross core loans and advances to customers	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Credit loss ratio as a % of average gross core loans and advances	1.45%	1.76%	1.53%	1.71%	1.59%	1.70%	0.00%	0.00%	0.00%	1.57%

* Largely includes lending activities within our Central Funding and International Trade Finance businesses.



Risk management

An age analysis of gross non-current core loans and advances to customers

£'000	30 Sept 2009	31 March 2009
Default loans that are current	24 550	26 047
31 - 60 days	292 001	484 702
61 - 90 days	68 196	38 024
91 - 180 days	183 961	191 266
181 - 365 days	75 778	110 086
>365 days	200 225	76 539
Total gross non-current loans and advances to customers (actual capital exposure)	844 711	926 664
Default loans that are current	-	-
1 - 60 days	26 142	15 796
61 - 90 days	3 248	6 999
91 - 180 days	16 056	17 658
181 - 365 days	34 514	50 043
>365 days	110 702	43 363
Total gross non-current loans and advances to customers (actual amount in arrears)	190 662	133 859

A further age analysis of non-current loans and advances to customers

£'000	Current watchlist loans	1 - 60 days	61-90 days	91-180 days	181-365 days	>365days	Total
As at 30 September 2009							
Default loans that are current and not impaired							
Total capital exposure	3 073	-	-	-	-	-	3 073
Amount in arrears	-	-	-	-	-	-	-
Gross core loans and advances to customers that are past due but not impaired							
Total capital exposure	-	284 735	47 894	64 416	24 084	110 410	531 539
Amount in arrears	-	24 753	2 283	2 093	1 703	79 257	110 089
Gross core loans and advances to customers that are impaired							
Total capital exposure	21 477	7 266	20 302	119 545	51 694	89 815	310 099
Amount in arrears	-	1 389	965	13 963	32 811	31 445	80 573
As at 31 March 2009							
Default loans that are current and not impaired							
Total capital exposure	11 057	-	-	-	-	-	11 057
Amount in arrears	-	-	-	-	-	-	-
Gross core loans and advances to customers that are past due but not impaired							
Total capital exposure	-	461 278	33 209	78 184	86 988	48 994	708 653
Amount in arrears	-	5 663	5 025	13 784	37 369	23 711	85 552
Gross core loans and advances to customers that are impaired							
Total capital exposure	14 990	23 424	4 815	113 082	23 098	27 545	206 954
Amount in arrears	-	10 133	1 974	3 874	12 674	19 652	48 307



Risk management

An age analysis of gross non-current core loans and advances to customers as at 30 September 2009 (based on total capital exposure)

£'000	Current	1 - 60 days	61-90 days	91-180 days	181-365 days	>365days	Total
Past due (1-60 days)	-	263 869	-	-	-	-	263 869
Special mention	-	20 788	47 684	-	-	-	68 472
Special mention (1 - 90 days)	-	20 788	7 208	-	-	-	27 996
Special mention (61 - 90 days and well secured)	-	-	40 476	-	-	-	40 476
Default	24 550	7 344	20 512	183 961	75 778	200 225	512 370
Sub-standard	11 460	78	10 454	89 291	36 549	156 446	304 278
Doubtful	13 090	7 266	10 058	40 929	38 109	42 579	152 031
Loss	-	-	-	53 741	1 120	1 200	56 061
Total	24 550	292 001	68 196	183 961	75 778	200 225	844 711

An age analysis of gross non-current core loans and advances to customers as at 30 September 2009 (based on actual amount in arrears)

£'000	Current	1 - 60 days	61-90 days	91-180 days	181-365 days	>365days	Total
Past due (1-60 days)	-	3 980	-	-	-	-	3 980
Special mention	-	20 772	2 281	-	-	-	23 053
Special mention (1 - 90 days)	-	20 772	391	-	-	-	21 163
Special mention (61 - 90 days and well secured)	-	-	1 890	-	-	-	1 890
Default	-	1 390	967	16 056	34 514	110 702	163 629
Sub-standard	-	1	2	2 377	1 702	79 257	83 339
Doubtful	-	1 389	965	13 679	32 760	30 397	79 190
Loss	-	-	-	-	52	1 048	1 100
Total	-	26 142	3 248	16 056	34 514	110 702	190 662

An age analysis of gross non-current core loans and advances to customers as at 31 March 2009 (based on total capital exposure)

£'000	Current	1 - 60 days	61-90 days	91-180 days	181-365 days	>365days	Total
Past due (1-60 days)	-	459 609	-	-	-	-	459 609
Special mention	-	88	32 196	-	-	-	32 284
Special mention (1 - 90 days)	-	88	-	-	-	-	88
Special mention (61 - 90 days and well secured)	-	-	32 196	-	-	-	32 196
Default	26 047	25 005	5 828	191 266	110 086	76 539	434 771
Sub-standard	13 711	1 581	5 170	126 641	95 087	50 520	292 710
Doubtful	12 336	23 424	658	47 010	14 999	24 943	123 370
Loss	-	-	-	17 615	-	1 076	18 691
Total	26 047	484 702	38 024	191 266	110 086	76 539	926 664

An age analysis of gross non-current core loans and advances to customers as at 31 March 2009 (based on actual amount in arrears)

£'000	Current	1 - 60 days	61-90 days	91-180 days	181-365 days	>365days	Total
Past due (1-60 days)	-	5 650	-	-	-	-	5 650
Special mention	-	2	5 010	-	-	-	5 012
Special mention (1 - 90 days)	-	2	-	-	-	-	2
Special mention (61 - 90 days and well secured)	-	-	5 010	-	-	-	5 010
Default	-	10 144	1 989	17 658	50 043	43 363	123 197
Sub-standard	-	11	1 380	14 068	37 369	23 712	76 540
Doubtful	-	10 133	609	3 560	12 674	18 591	45 567
Loss	-	-	-	30	-	1 060	1 090
Total	-	15 796	6 999	17 658	50 043	43 363	133 859



Risk management

An analysis of core loans and advances to customers

	Gross core loans and advances that are neither past due nor impaired	Gross core loans and advances that are past due but not impaired	Gross core loans and advances that are impaired	Total gross core loans and advances (actual capital exposure)	Specific impairments	Portfolio impairments	Total net core loans and advances (actual capital exposure)	Actual amount in arrears
£'000								
As at 30 September 2009								
Current core loans and advances	6 580 879	-	-	6 580 879	-	(6 631)	6 574 248	-
Past due (1-60 days)	-	263 869	-	263 869	-	-	263 869	3 980
Special mention	-	68 472	-	68 472	-	-	68 472	23 053
Special mention (1 - 90 days)	-	27 996	-	27 996	-	-	27 996	21 163
Special mention (61 - 90 days and well secured)	-	40 476	-	40 476	-	-	40 476	1 890
Default	3 073	199 198	310 099	512 370	(112 756)	(1 490)	398 124	163 629
Sub-standard	3 073	199 198	102 007	304 278	(25 562)	(1 490)	277 226	83 339
Doubtful	-	-	152 031	152 031	(61 565)	-	90 466	79 190
Loss	-	-	56 061	56 061	(25 629)	-	30 432	1 100
Total	6 583 952	531 539	310 099	7 425 590	(112 756)	(8 121)	7 304 713	190 662
As at 31 March 2009								
Current core loans and advances	6 499 079	-	-	6 499 079	-	(3 032)	6 496 047	-
Past due (1-60 days)	-	459 609	-	459 609	-	-	459 609	5 650
Special mention	-	32 284	-	32 284	-	-	32 284	5 012
Special mention (1 - 90 days)	-	88	-	88	-	-	88	2
Special mention (61 - 90 days and well secured)	-	32 196	-	32 196	-	-	32 196	5 010
Default	11 057	216 760	206 954	434 771	(87 229)	-	347 542	123 197
Sub-standard	11 057	216 760	64 893	292 710	(46 061)	-	246 649	76 540
Doubtful	-	-	123 370	123 370	(32 773)	-	90 597	45 567
Loss	-	-	18 691	18 691	(8 395)	-	10 296	1 090
Total	6 510 136	708 653	206 954	7 425 743	(87 229)	(3 032)	7 335 482	133 859



Risk management

An analysis of core loans and advances to customers and impairments by counterparty type

£'000	Current core loans and advances	Past due (1-60 days)	Special mention (1 - 60 days)	Special mention (61 - 90 days and well secured)	Sub-standard	Doubtful	Loss	Total gross core loans and advances to customers	Portfolio impairments	Specific impairments	Total impairments
As at 30 September 2009											
Private Banking professional and HNW individuals	4 467 898	209 601	27 996	9 345	233 092	78 797	55 328	5 082 057	(6 631)	(76 386)	(83 017)
Corporate sector	1 721 228	54 268	-	31 131	71 186	68 595	733	1 947 141	(1 490)	(34 977)	(36 467)
Banking, insurance, financial services (excluding sovereign)	338 625	-	-	-	-	535	-	339 160	-	(393)	(393)
Public and government sector (including central banks)	26 064	-	-	-	-	293	-	26 357	-	(170)	(170)
Trade finance	27 064	-	-	-	-	3 811	-	30 875	-	(830)	(830)
Total gross core loans and advances to customers	6 580 879	263 869	27 996	40 476	304 278	152 031	56 061	7 425 590	(8 121)	(112 756)	(120 877)
As at 31 March 2009											
Private Banking professional and HNW individuals	4 199 804	402 821	88	16 291	194 540	93 417	17 996	4 924 957	(2 133)	(47 215)	(49 348)
Corporate sector	1 866 578	56 788	-	15 905	98 170	29 368	695	2 067 504	(899)	(39 626)	(40 525)
Banking, insurance, financial services (excluding sovereign)	321 474	-	-	-	-	221	-	321 695	-	(161)	(161)
Public and government sector (including central banks)	111 223	-	-	-	-	364	-	111 587	-	(227)	(227)
Total gross core loans and advances to customers	6 499 079	459 609	88	32 196	292 710	123 370	18 691	7 425 743	(3 032)	(87 229)	(90 261)

An analysis of gross core loans and advances to customers by counterparty type

£'000	30 Sept 2009	31 March 2009
Private Banking professional and HNW individuals	5 082 057	4 924 957
Corporate sector	1 947 141	2 067 504
Banking, insurance, financial services (excluding sovereign)	339 160	321 695
Public and government sector (including central banks)	26 357	111 587
Trade finance	30 875	-
Total gross core loans and advances to customers	7 425 590	7 425 743



Risk management

Collateral

£'000	Collateral held against		Total
	Gross core loans and advances	Other credit and counterparty exposures *	
As at 30 September 2009			
Eligible financial collateral	369 627	142 723	512 350
Listed shares	23 522	11 110	34 632
Cash	346 105	30 370	376 475
Debt securities issued by sovereigns	-	101 243	101 243
			-
Mortgage bonds	7 077 157	10 768	7 087 925
Residential mortgages	1 710 857	688	1 711 545
Residential development	1 755 913	8 284	1 764 197
Commercial property developments	1 123 084	1 785	1 124 869
Commercial property investments	2 487 303	11	2 487 314
			-
Other collateral	2 743 307	21 578	2 764 885
Unlisted shares	111 860	11 051	122 911
Bonds other than mortgage bonds	15 885	-	15 885
Debtors, stock and other corporate assets	2 183 699	6 664	2 190 363
Guarantees	12 076	-	12 076
Other	419 787	3 863	423 650
			-
Total collateral	10 190 091	175 069	10 365 160
Suretyships	-	6 768 127	6 768 127
Total collateral including suretyships	10 190 091	6 943 196	17 133 287
			-
As at 31 March 2009			
Eligible financial collateral	400 128	277 976	678 104
Listed shares	26 540	4 408	30 948
Cash	373 588	44 021	417 609
Debt securities issued by sovereigns	-	229 547	229 547
			-
Mortgage bonds	7 148 931	18 691	7 167 622
Residential mortgages	1 628 857	4 259	1 633 116
Residential development	1 979 632	12 467	1 992 099
Commercial property developments	1 009 930	1 954	1 011 884
Commercial property investments	2 530 512	11	2 530 523
			-
Other collateral	3 005 417	10 715	3 016 132
Unlisted shares	125 844	4 788	130 632
Bonds other than mortgage bonds	12 689	-	12 689
Debtors, stock and other corporate assets	2 465 205	5 924	2 471 129
Guarantees	52 056	3	52 059
Other	349 623	-	349 623
			-
Total collateral	10 554 476	307 382	10 861 858

* A large percentage of these exposures (for example bank placements) are to highly rated financial institutions where limited collateral would be required due to the nature of the exposure.



Risk management

Traded market risk management

Traded market risk is a measure of potential change in the value of a portfolio of instruments as a result of changes in the financial environment (resulting in changes in underlying market risk factors such as interest rates, equity markets, bond markets, commodity markets, exchange rates and volatilities) between now and a future point in time. The Market Risk Management team identifies, quantifies and manages the effects of these potential changes in accordance with Basel II and policies determined by the board.

Within our trading activities, we act as principal with clients or the market. Market risk, therefore, exists where we have taken on principal positions, resulting from proprietary trading, market making, arbitrage, underwriting and investments in the commodity, foreign exchange, equity, capital and money markets. The focus of these businesses is primarily on supporting client activity. Our philosophy is that proprietary trading should be limited and that trading should be conducted largely to facilitate clients in deal execution.

Management and measurement of traded market risk

Market risk management teams review the market risks on our books. Detailed risk reports are produced daily for each trading desk. These reports are distributed to management and the traders on the desk. Any unauthorised excesses are recorded and require a satisfactory explanation from the desk for the excess. The production of risk reports allows for the monitoring of every instrument traded against prescribed limits. Trading is also limited to the most liquid instruments and each traded instrument undergoes various stresses to assess potential losses. Each trading desk is monitored on an overall basis as an additional control. Trading limits are generally tiered with the most liquid and least "risky" instruments being assigned the largest limits.

The market risk teams perform a profit attribution, where our daily traded income is attributed to the various underlying risk factors on a day-to-day basis. An understanding of the sources of profit and loss is essential to understanding the risks of the business.

Measurement techniques used to quantify market risk arising from our trading activities include sensitivity analysis, Value at Risk (VaR) and Expected Tail Loss (ETL). Stress testing and scenario analysis are also used to simulate extreme conditions to supplement these core measures.

VaR numbers are monitored at the 95%, 99% and 100% (maximum loss) confidence intervals. ETLs are monitored at the 95% and 99% levels. Scenario analysis considers the impact of a significant market event on our current trading portfolios. We consider the impact for the 10 days after the event, not merely the instantaneous shock to the markets. Included in our scenario analysis are for example the following; October 1987 (Black Monday), 11 September 2001 and the December Rand crisis in 2001.

All VaR models, while forward-looking, are based on past events and depend on the quality of available market data. The accuracy of the VaR model as a predictor of potential loss is continuously monitored through back testing. This involves comparing the actual trading revenues arising from the previous day's closing positions with the one-day VaR calculated for the previous day on these same positions. If the revenue is negative and exceeds the one-day VaR, a "back testing breach" is

VaR 95% (one-day)

	UK and Europe		Australia	
	30 Sept 2009 £'000	31 March 2009 £'000	30 Sept 2009 AUD'000	31 March 2009 AUD'000
Commodities	30	42	-	-
Equity derivatives	1,416	629	-	-
Foreign exchange	13	25	23	14
Interest rates	233	759	191	52
Consolidated*	1,393	996	214	66
High	2,598	2,497	231	307
Low	1,024	341	69	60
Average	1,697	738	133	139

*The consolidated VaR for each desk and each entity is lower than the sum of the individual VaRs. This arises from the correlation offset between various asset classes.

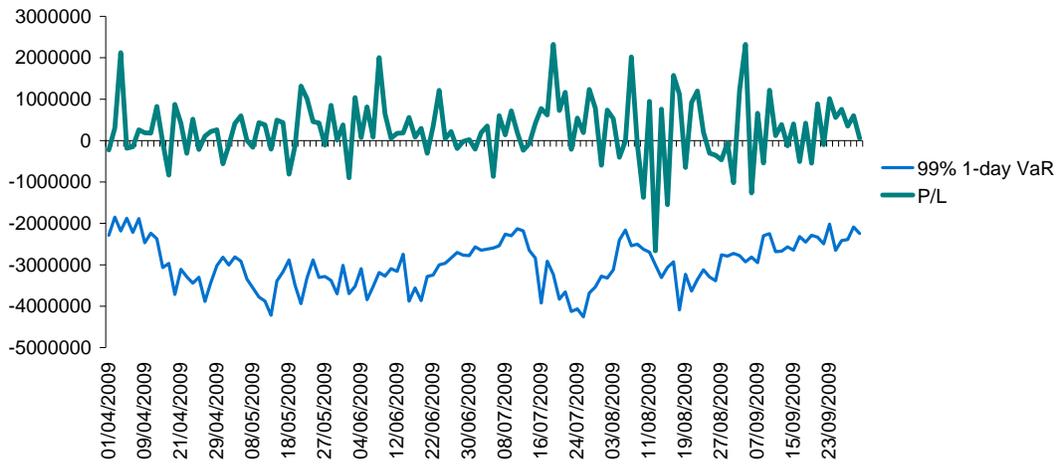


Risk management

Traded market risk management

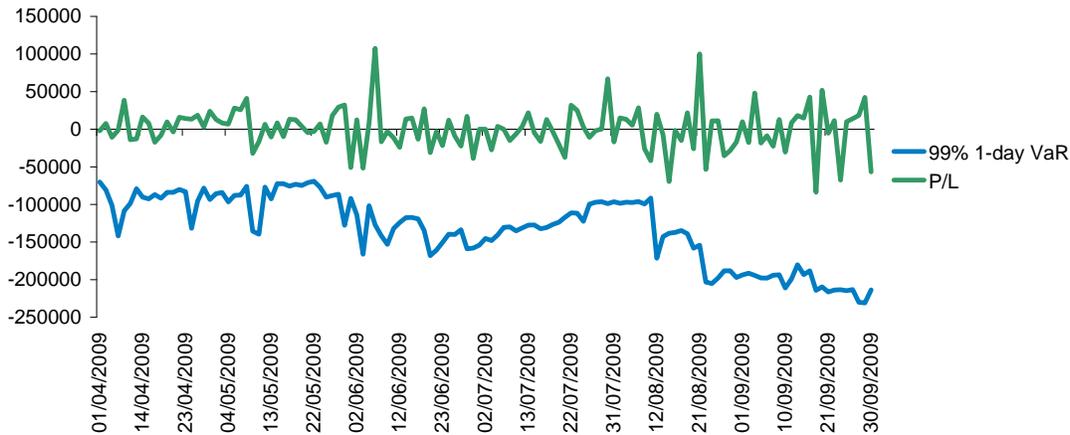
The graphs below show total daily VaR and profit and loss figures for our trading activities over the reporting period. The values are for the 99% one-day VaR, i.e. 99% of the time, the total trading activities will not lose more than the values depicted below. Based on these graphs, we can gauge the accuracy of the VaR figures.

UK and Europe (GBP)



There have been no exceptions i.e. where the loss is greater than the VaR.

Investec Bank (Australia) Limited (A\$)



There have been no exceptions i.e. where the loss is greater than the VaR.



Risk management

ETL

£'000 95% (one-day)	30 Sept 2009	31 March 2009
Commodities	64	78
Equity derivatives	1,988	929
Foreign exchange	19	39
Interest rates	355	1 359
Consolidated*	1,908	1 623

*The consolidated ETL for each desk is lower than the sum of the individual ETL's. This arises from the correlation offset between various asset classes.

Stress testing

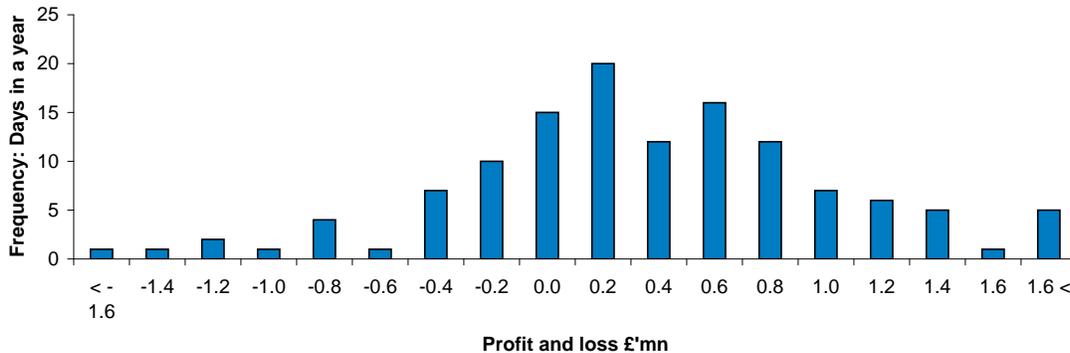
The table below indicates the potential losses that could arise if the portfolio is stress tested under extreme market conditions (15 standard deviations).

	UK and Europe		Australia	
	30 Sept 2009 £'000	31 March 2009 £'000	30 Sept 2009 AUD'000	31 March 2009 AUD'000
Commodities	230	324	0	0
Equity derivatives	10 837	4 812	0	0
Foreign exchange	99	193	133	81
Interest rates	1 783	5 812	1 110	302
Consolidated	12 949	11 141	1 243	383

Profit and loss histograms

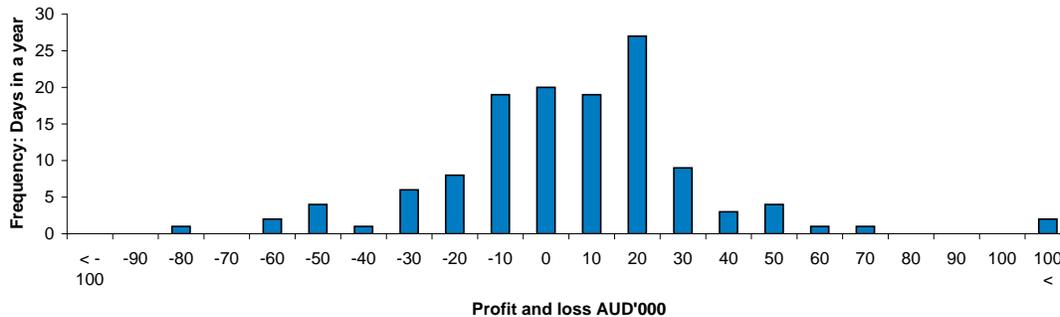
UK and Europe

The histogram below illustrates the distribution in daily revenue during the 6 months ending 30 September 2009 for our trading businesses. The distribution is skewed to the profit side and the graph shows that trading revenue was realised on 84 days out of a total of 126 days in the trading business. The average daily trading revenue generated for the six months ending 30 September 2009 was £226 260.



Australia

The histogram below illustrates the distribution in daily revenue during the 6 months ending 30 September 2009 for our trading businesses. The distribution is more normally distributed, the graph shows that trading revenue was realised on 86 days out of a total of 127 days in the trading business. The average daily trading revenue generated for the six months ending 30 September 2009 was AUD 655.





Risk management

Balance sheet risk management

Balance sheet risk management encompasses the financial risks relating to our asset and liability portfolios, comprising market liquidity, funding, concentration and non-trading interest rate risks on balance sheet.

Non-trading interest rate risk description

Non-trading interest rate risk is the impact on net interest earnings and sensitivity to economic value, as a result of increases or decreases in interest rates arising from the execution of our core business strategies and the delivery of products and services to our customers.

Sources of banking-related risk exposures include potential adverse effect of volatility and changes in interest rate levels, yield curves and spreads. These affect the interest rate margin realised between lending income and borrowing costs, when applied to our rate sensitive asset and liability portfolios, which has a direct effect on future net interest income and the economic value of equity. The mix of interest rate repricing characteristics is influenced by the underlying financial needs of customers.



Risk management

Interest rate sensitivity gap

The tables below show our non-trading interest rate mismatch. These exposures affect the interest rate margin realised between lending income and borrowing costs assuming no management intervention.

UK and Europe - interest rate sensitivity

As at 30 September 2009 £'million	Not > 3 months	> 3 months but < 6 months	> 6 months but < 1 year	> 1 year but < 5 years	> 5 years	Non rate	Total non- trading
Cash and short-term funds - banks	1 762	-	-	-	-	-	1 762
Cash and short-term funds - non-banks	-	-	-	-	-	-	-
Investment/trading assets	642	23	17	37	5	177	901
Securitised assets	304	7	30	-	-	-	341
Advances	5 239	627	336	416	119	-	6 737
Other assets	-	-	-	-	-	697	697
Assets	7 947	657	383	453	124	874	10 438
Deposits - banks	(1 633)	(96)	(23)	(93)	-	-	(1 845)
Deposits - non-banks	(5 029)	(205)	(247)	(336)	(154)	-	(5 971)
Negotiable paper	(231)	(2)	(7)	(119)	(20)	-	(379)
Investment/trading liabilities	(410)	-	(34)	-	-	(27)	(471)
Securitised liabilities	(309)	-	-	-	-	-	(309)
Subordinated liabilities	(60)	-	-	(257)	(276)	-	(593)
Other liabilities	-	-	-	-	-	(393)	(393)
Liabilities	(7 672)	(303)	(311)	(805)	(450)	(420)	(9 961)
Shareholders' funds	-	-	-	-	-	(685)	(685)
Balance sheet	275	354	72	(352)	(326)	(231)	(208)
Off-balance sheet	(627)	126	37	382	325	-	243
Repricing gap	(352)	480	109	30	(1)	(231)	35
Cumulative repricing gap	(352)	128	237	267	266	35	

Australia - interest rate sensitivity

As at 30 September 2009 AUD'million	Not > 3 months	> 3 months but < 6 months	> 6 months but < 1 year	> 1 year but < 5 years	> 5 years	Non rate	Total non- trading
Cash and short-term funds - banks	275	-	-	-	-	-	275
Cash and short-term funds - non-banks	-	-	-	-	-	-	-
Investment/trading assets	1,016	46	6	135	35	114	1 352
Securitised assets	255	59	117	511	8	(19)	931
Advances	1,667	53	46	164	11	(14)	1 927
Other assets	-	-	-	-	-	164	164
Assets	3,213	158	169	810	54	245	4 649
Deposits - banks	-	-	-	-	-	-	-
Deposits - non-banks	(1,208)	(109)	(156)	(132)	(8)	(18)	(1 631)
Negotiable paper	(774)	(29)	(61)	(401)	-	21	(1 244)
Investment/trading liabilities	-	-	-	-	-	(98)	(98)
Securitised liabilities	(918)	-	-	-	-	-	(918)
Subordinated liabilities	(100)	-	-	-	-	(1)	(101)
Other liabilities	-	-	-	-	-	(14)	(14)
Liabilities	(3,000)	(138)	(217)	(533)	(8)	(110)	(4 006)
Intercompany loans	21	-	-	(4)	-	10	27
Shareholders' funds	-	-	-	-	-	(669)	(669)
Balance sheet	234	20	(48)	273	46	(524)	1
Off-balance sheet	329	(25)	83	(327)	(50)	(10)	-
Repricing gap	563	(5)	35	(54)	(4)	(534)	1
Cumulative repricing gap	563	558	593	539	535	1	



Risk management

Economic value sensitivity

Our preference for monitoring and measuring non-trading interest rate risk is economic value sensitivity. The tables below reflect our economic value sensitivity to a 2% parallel shift in interest rates i.e. the numbers represent the change in our net asset value should such a hypothetical scenario arise.

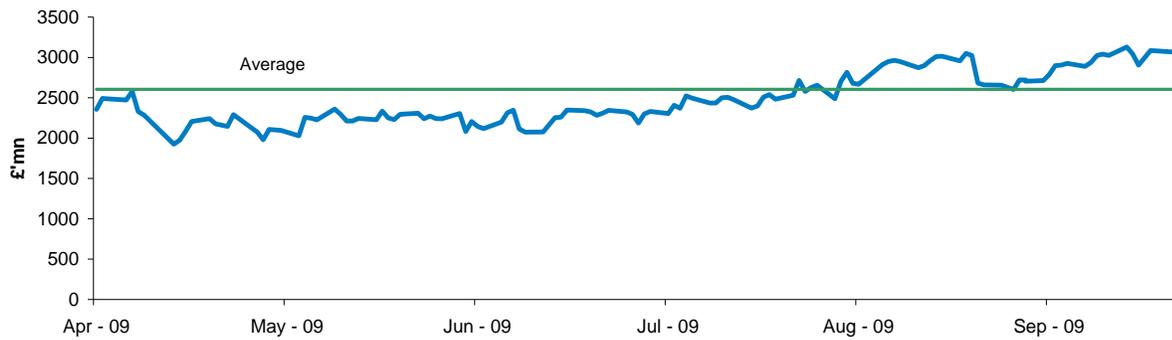
UK and Europe

' million	Sensitivity to the following interest rates				All (GBP)
	GBP	USD	EUR	Other (GBP)	
200bp Down	(3.6)	(0.3)	0.1	(0.2)	(4.1)
200bp Up	3.6	0.3	(0.1)	0.2	4.1

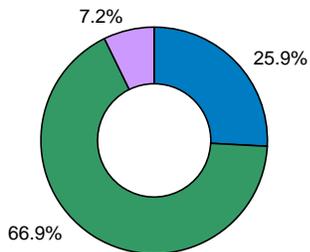
Australia

' million	A\$
200bp Down	(1.8)
200bp Up	1.8

Cash and near cash trend



Analysis of cash and near cash as at 30 September 2009 (£3 125million)



- Cash
- Near Cash (Central Bank guaranteed liquidity)
- Near cash (other "monetizable" assets)



Risk management

Balance sheet risk management

Liquidity mismatch

The tables that follow show our liquidity mismatch.

With respect to the contractual liquidity mismatch:

- No assumptions are made, and we record all asset and liabilities with the underlying contractual maturity as determined by the cash flow profile for each deal.
- As an integral part of the broader liquidity generation strategy, we maintain a liquidity buffer in the form of unencumbered, cash, government, or bank paper (typically eligible for repurchase with the central bank), and near cash as a buffer against both expected and unexpected cash flows
 - Set the time horizon to one month to monetise our cash and near cash portfolio of “available for sale” discretionary treasury assets, where there are deep secondary markets for this elective asset class.
 - Set the time horizon to “on demand” to monetise our statutory liquid assets for which liquidity is guaranteed by the central bank.
 - Reported the “contractual” profile by way of a note to the tables.

With respect to the behavioural liquidity mismatch:

- The new funding we would require under normal business circumstances is shown in the “behavioural mismatch”. To this end, behavioural profiling is applied to liabilities with an indeterminable maturity, as the contractual repayments of many customer accounts are on demand or at short notice but expected cash flows vary significantly from contractual maturity. An internal analysis model is used, based on statistical research of the historical series of products, which models the point of probable maturity. In addition, re-investment behaviour, with profile and attrition based on history, is applied to term deposits in the normal course of business.



Risk management

UK and Europe

Contractual liquidity

As at 30 September 2009 £'million	Next day	Up to 1 month	1 - 3 months	3 - 6 months	6 months to 1 year	1 to 5 years	> 5 years	Total
Cash and short term funds - banks	1 608	434	-	-	-	26	-	2 068
Cash and short term funds - non-banks	11	87	-	-	-	-	-	98
Investment/trading assets	266	304	236	43	100	180	117	1 246
Securitised assets	8	-	-	1	1	8	323	341
Advances	183	657	1 351	420	760	1 985	1 411	6 767
Other assets	169	209	27	7	2	71	212	697
Assets	2 245	1 691	1 614	471	863	2 270	2 063	11 217
Deposits - banks	(578)	(318)	(639)	(91)	(284)	(351)	(101)	(2 362)
Deposits - non banks	(448)	(867)	(2 296)	(1 562)	(254)	(396)	(151)	(5 974)
Negotiable paper	-	-	(13)	(2)	(6)	(337)	(21)	(379)
Securitised liabilities	-	-	-	-	-	-	(309)	(309)
Investment/trading liabilities	(257)	(142)	-	(1)	(3)	(77)	-	(480)
Subordinated liabilities	-	-	(10)	-	-	(257)	(326)	(593)
Other liabilities	(92)	(201)	(25)	(16)	(58)	(1)	-	(393)
Liabilities	(1 375)	(1 528)	(2 983)	(1 672)	(605)	(1 419)	(908)	(10 490)
Shareholders' funds	-	-	-	-	-	-	(727)	(727)
Liquidity gap	870	163	(1 369)	(1 201)	258	851	428	-
Cumulative liquidity gap	870	1 033	(336)	(1 537)	(1 279)	(428)	-	-

Behavioural liquidity

£'million	Next day	Up to 1 month	1 - 3 months	3 - 6 months	6 months to 1 year	1 to 3 years	> 5 years	Total
Behavioural liquidity gap	1 127	(115)	(761)	(1 201)	258	264	150	(278)
Cumulative	1 127	1 012	251	(950)	(692)	(428)	(278)	-

Australia

Contractual liquidity

As at 30 September 2009 AUD'million	Next day	Up to 1 month	1 - 3 months	3 - 6 months	6 months to 1 year	1 to 5 years	> 5 years	Total
Cash and short term funds - banks	270	5	-	-	-	-	-	275
Investment/trading assets*	979	87	8	12	10	87	170	1 353
Securitised assets	1	33	69	90	173	554	11	931
Advances	410	84	167	245	338	563	119	1 926
Other assets	27	-	-	-	-	-	165	192
Assets	1 687	209	244	347	521	1 204	465	4 677
Deposits - banks	-	-	-	-	-	-	-	-
Deposits - non banks	(506)	(288)	(358)	(122)	(199)	(150)	(8)	(1 631)
Negotiable paper	-	(98)	(75)	(71)	(202)	(790)	(9)	(1 245)
Securitised liabilities	(1)	(32)	(68)	(572)	(79)	(166)	-	(918)
Investment/trading liabilities	(1)	(10)	(4)	(6)	(16)	(36)	(25)	(98)
Subordinated liabilities	-	-	-	-	-	-	(101)	(101)
Other liabilities	-	-	-	-	-	-	(14)	(14)
Liabilities	(508)	(428)	(505)	(771)	(496)	(1 142)	(157)	(4 007)
Shareholders' funds	-	-	-	-	-	-	(669)	(669)
Liquidity gap	1 179	(219)	(261)	(424)	25	62	(361)	1
Cumulative liquidity gap	1 179	960	699	275	300	362	1	-

Note: contractual liquidity adjustments

AUD'million	Next day	Up to 1 month	1 - 3 months	3 - 6 months	6 months to 1 year	1 to 3 years	> 5 years	Total
*Investment / trading assets	1	315	103	61	26	676	171	1 353

Behavioural liquidity

AUD'million	Next day	Up to 1 month	1 - 3 months	3 - 6 months	6 months to 1 year	1 to 3 years	> 5 years	Total
Behavioural liquidity gap	1 624	(278)	(544)	(522)	(80)	60	(259)	1
Cumulative	1 624	1 346	802	280	200	260	1	-



Capital adequacy and capital structure

£'million	30 Sept 2009	31 March 2009	30 Sept 2008
Regulatory capital			
Tier 1			
Called up share capital	703	655	600
Share premium	47	37	37
Retained income	318	275	300
Other reserves	59	50	27
Minority interests in subsidiaries	(9)	(11)	(3)
Goodwill	(82)	(72)	(74)
Total Tier 1	1,036	934	887
Less: deductions	(46)	(18)	(11)
	990	916	876
Tier 2			
Aggregate amount	552	604	592
Less: deductions	(46)	(18)	(11)
	506	586	581
Tier 3			
Aggregate amount	10	10	19
Other deductions from Tier 1 and Tier 2	(101)	(105)	(108)
Total capital	1,405	1,407	1,368
Risk-weighted assets (banking and trading)	8,955	8,855	8,461
Credit risk - prescribed standardised exposure classes	7,043	7,220	7,003
Corporates	2,814	2,701	2,786
Secured on real estate property	2,401	2,459	2,480
Counterparty risk on trading positions	216	308	268
Short term claims on institutions and corporates	260	312	264
Retail	354	514	536
Institutions	163	175	93
Other exposure classes	835	751	576
Securitised exposures	169	206	154
Equity risk - standardised approach	217	197	208
Listed equities	36	27	34
Unlisted equities	181	170	174
Market risk - portfolios subject to internal models approach	653	359	282
Interest rate	153	171	146
Foreign Exchange	9	12	15
Commodities	-	2	17
Equities	491	174	104
Operational risk - standardised approach	873	873	814
Capital requirements	716	709	677
Credit risk - prescribed standardised exposure classes	563	578	560
Corporates	225	216	223
Secured on real estate property	192	197	198
Counterparty risk on trading positions	17	25	21
Short term claims on institutions and corporates	21	25	21
Retail	28	41	43
Institutions	13	14	8
Other exposure classes	67	60	46
Securitised exposures	14	16	12
Equity risk - standardised approach	17	16	17
Listed equities	3	2	3
Unlisted equities	14	14	14
Market risk - portfolios subject to internal models approach	52	29	23
Interest rate	12	14	12
Foreign Exchange	1	1	1
Commodities	-	-	2
Equities	39	14	8
Operational risk - standardised approach	70	70	65
Capital adequacy ratio	15.7%	15.9%	16.2%
Tier 1 ratio	11.1%	10.3%	10.4%
Capital adequacy ratio - pre operational risk	17.4%	17.6%	17.9%
Tier 1 ratio - pre operational risk	12.2%	11.5%	11.5%