

East Asian Growth Basket Limited

Supplementary information

04 April 2022

Table of Contents

Page

- 3. Rationale
- 4. Investec Limited - Share Price
- 5. Investec Bank Limited – Capital Stack
- 6. Investec Group – Capital Ratios
- 7. Disclaimer

Rationale

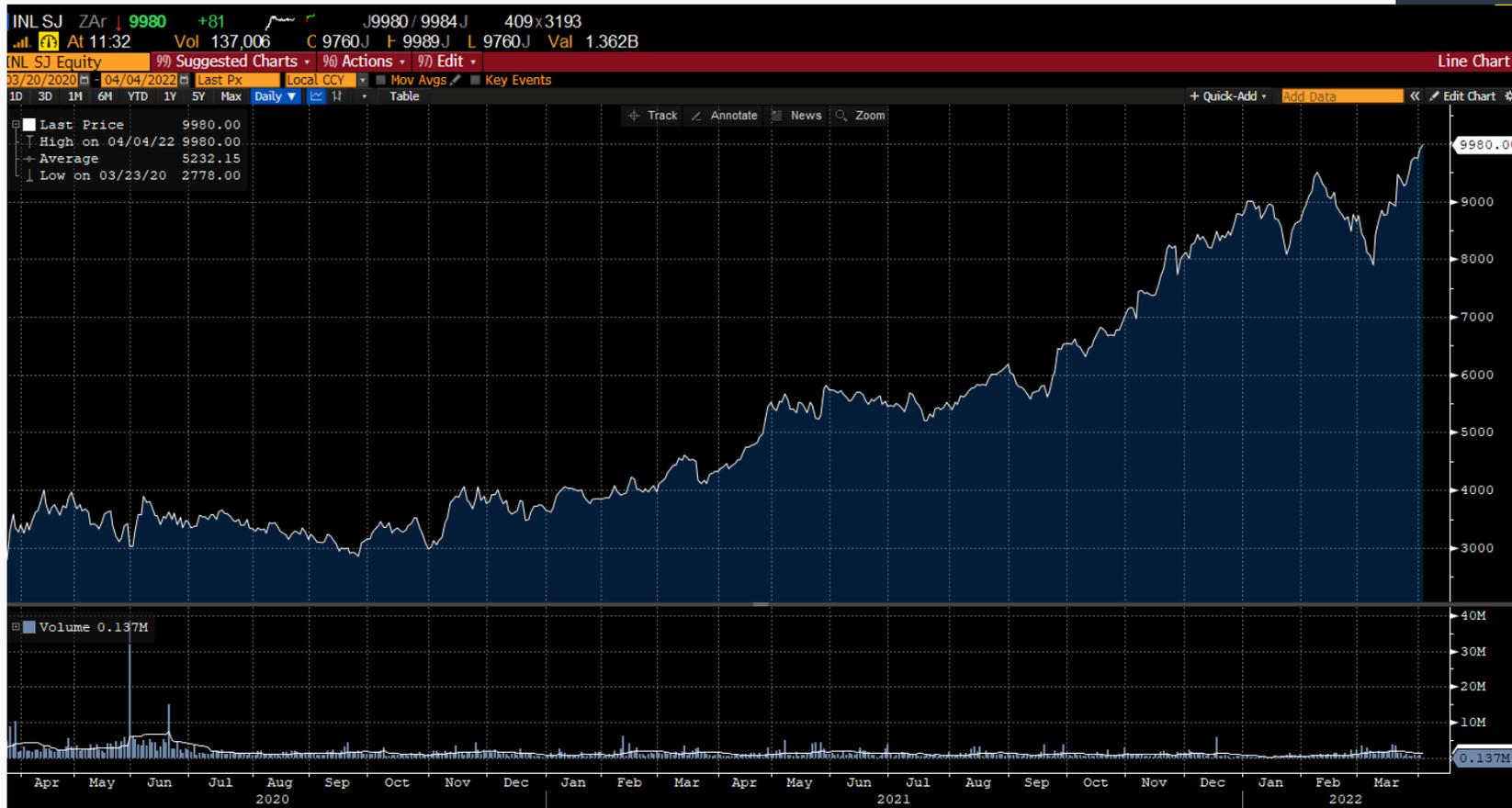
The 100% principal protection in USD is achieved by means of an Investec Limited subordinated debt instrument.

The investor takes on credit risk to Investec Limited, as issuer of the debt instrument.

We therefore breakdown certain metrics linked to Investec Limited, being:

- The share price (post demerger with Ninety One)
- The capital stack of Investec Bank Limited
- The capital ratios of Investec Limited, Invested Bank Limited, Investec plc and Investec Bank plc

Investec Limited Share Price



The graph of the left shows the price history of Investec Limited from 20 March 2020 – being the date after the group de-merged from Ninety One Limited. Notwithstanding the fact that this occurred close to the bottom of the covid-induced market trough, the share has performed favourably over the period, growing by some 259%.

Source: Bloomberg 4 April 2022

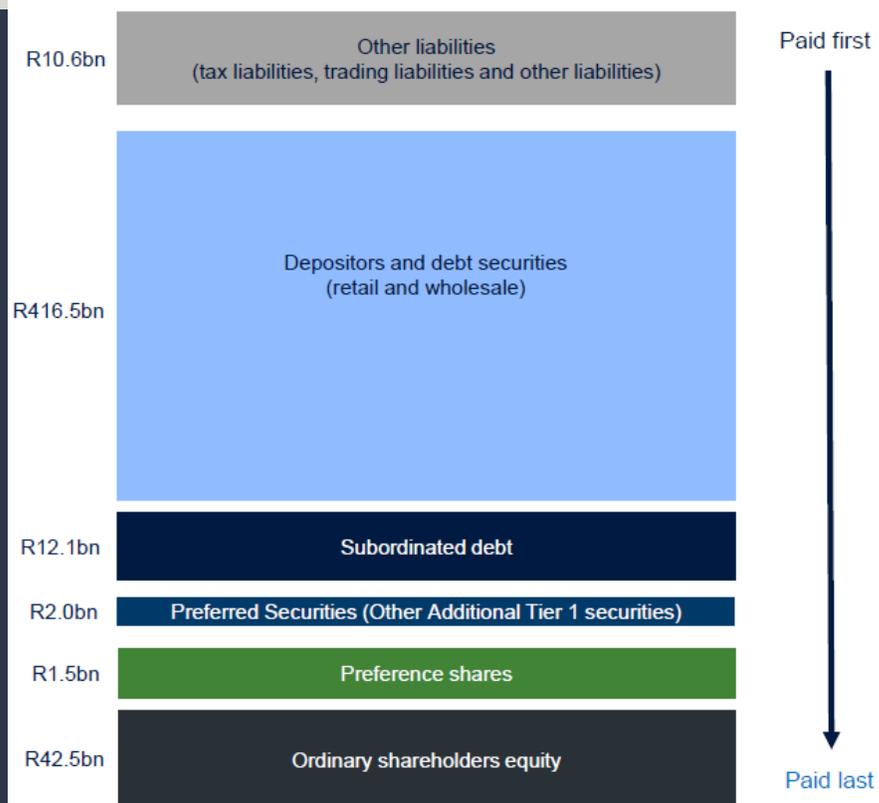
Investec Bank Limited – Capital Stack

Investec Bank Limited – 30 September 2021

Capital structure

The structure below is indicative. However, the exact sequence and quantum of pay outs in the event of a liquidation will be dependent on a number of factors, including regulatory oversight by the South African Prudential Authority.

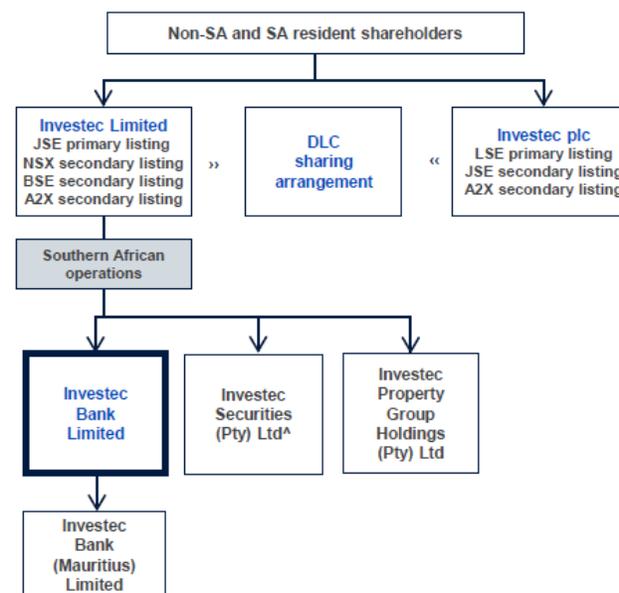
Figures below are as at 30 September 2021.



Organisational structure

Investec Bank Limited, comprising the Specialist Banking business, represents the majority of Investec Limited (INL) group's total assets and approximately 93% of INL's adjusted operating profit* for the period ended 30 September 2021.

Investec Wealth & Investment (IW&I) (housed within INL subsidiary Investec Securities (Pty) Ltd) manages c.R372bn funds under management and generated adjusted operating profit* of c.R311mn for the six months ended 30 September 2021. IW&I is a highly cash generative and low capital consumption business, with significant intrinsic value. It is currently valued at a ~12x earnings multiple by some sell side analysts.



All shareholdings are 100% unless otherwise stated. Only main operating subsidiaries are indicated.
^AHouses the Wealth & Investment business.

*Adjusted operating profit represents profit before goodwill, acquired intangibles, taxation after non-controlling interests.

The capital stack of Investec Bank Limited is shown on the left.

Please note – Investec Bank Limited recently redeemed a portion of its perpetual preference shares (Dec 2021), which is not reflected in the capital stack as at 30 Sep 2021.

Investec Group – Capital Ratios

	Ratings approach	Market Cap USD m		Moody's rating		CET 1 Ratio (%)	Required Minimum	Total Capital Ratio (%)	Required Minimum
Investec Limited	FIRB	5,83				12.20		16.00	
Investec Bank Limited	FIRB			Ba2		13.30	6.50	17.80	10.00
Investec plc	Standardised			Baa1		11.20		15.10	
Investec Bank plc	Standardised			A1		12.00	4.50	16.60	8.00

Source: Investec group – Q and A fact sheet May 2021;
Google Finance accessed 24 Feb 2022

The above analysis shows the size of Investec Limited (market cap), the rating from and certain key ratios from the relevant group entities. Note – the market cap of Investec Limited includes the market cap of Investec plc, per the JSE's rules.

CET 1 Ratio takes the Common Equity Tier 1 Capital (Shareholder Equity, Retained Earnings, disclosed reserves) as a percentage of the bank's risk weighted assets. All banks above have CET1 ratios well in excess of the required minimums..

Total Capital Ratio includes all other capital, such as Tier 2 debt.

Disclaimer

The information furnished in this document ("the Communication") has been prepared by the Company and Investec Bank Limited, acting through its Investec Corporate and Institutional Banking division (herein referred to as "Investec") in its capacity as investment adviser to the Company. This Communication does not constitute a research recommendation, investment, legal, tax or other advice; and is not to be relied upon in making an investment or other decision. The intended recipients should consider the information contained herein to be objective and independent of the interests of the trading and sales desk concerned. Opinions and any other content including data and market commentary in this Communication are provided for information purposes only.

The information contained herein has been obtained, where required, from various sources believed to be reliable and may include facts relating to current events or prevailing market conditions as at the date of this Communication, which conditions may change without notification to the Company and/or Investec and/or the recipient. This is a summary of relevant information and should not be considered as complete.

This Communication may not be considered as "advice" as contemplated in the Financial Market Act, 19 of 2012 and/or the Financial Advisory and Intermediary Services Act, 37 of 2002 as it does not take into account your financial position or needs.

This Communication may also not be seen as an offer to enter into or conclude any transactions. In relation to the information, the Company and/or Investec do not guarantee the accuracy and/or completeness thereof and accepts no liability in relation thereto.

You should make your own independent evaluation of the relevance and adequacy of the information contained herein and make such other investigations as you deem necessary, including, where relevant, obtaining independent financial advice, before participating in any transaction in respect of the securities referred to in this document.

Any opinions, forecasts or estimates herein constitute the personal judgement of the party who compiled this Communication as at the date of this document. Thus, this Communication reflects the different assumptions, views and analytical methods of the specific individual/party who prepared this Communication. As such, there can be no guarantee that future results or events will be consistent with any such opinions, forecasts or estimates.

Past performance should not be taken as an indication or guarantee of future performance, and no representation or warranty, express or implied is made regarding future performance.

There may be risks associated with the information, products or securities, including the risk of loss of any capital amounts invested or traded due to market fluctuations.

There is no obligation of any kind on the Company and/or Investec or any of its Affiliates to update this Communication or any of the information, opinions, forecasts or estimates contained herein.

This Communication is confidential for the information of the addressee only and may not be reproduced in whole or in part, nor shall it be copied, redistributed or circulated, or disclosed to another unintended party, without the prior written consent of the Company and/or the relevant entity within Investec. In the event that you contact any representative of the Company and/or Investec or any party in connection with the receipt of this Communication, you should be advised that this disclaimer applies to any subsequent oral conversation or correspondence that occurs as a result of this Communication.

Any subsequent business you choose to transact shall be subject to the relevant terms and conditions thereof.

Neither the Company, Investec nor any officer or employee thereof accepts any liability whatsoever for any direct or consequential loss arising from any use of this Communication or its contents.

This product is not sponsored, endorsed, sold, or promoted by the index or indices, as specified herein, or the relevant Index sponsor, being the corporation or other entity that (a) is responsible for setting and reviewing the rules and procedures and the methods of calculation and adjustments, if any, related to the relevant Index and (b) announces (directly or through an agent) the level of the relevant Index on a regular basis. No Index sponsor makes any representation whatsoever, whether express or implied, either as to the results to be obtained from the use of the Index and/or the levels at which the Index stands at any particular time on any particular date or otherwise. No Index or Index sponsor shall be liable (whether in negligence or otherwise) to any person for any error in the Index and the Index Sponsor is under no obligation to advise any person of any error therein. No Index sponsor is making any representation whatsoever, whether express or implied, as to the advisability of purchasing or assuming any risk in connection with entering into any transaction in respect of this product. Neither Investec nor the investor shall have any liability to the other for any act or failure to act by the Index sponsor in connection with the calculation, adjustment or maintenance of the Index. Investec has no affiliation with or control over the Index or Index sponsor or any control over the computation, composition or dissemination of the indices. Although Investec will obtain information concerning the indices from publicly available sources it believes reliable, it will not independently verify this information. Accordingly, no representation, warranty or undertaking (express or implied) is made and no responsibility is accepted by Investec as to the accuracy, completeness and timeliness of information concerning the indices.

International Titans Basket Limited ("the Company"), registration number 52616.

Investec Corporate and Institutional Banking is a division of Investec Bank Limited registration number 1969/004763/06, an Authorised Financial Services Provider (11750), a Registered Credit Provider (NCRCP 9) and a member of the JSE. Investec is committed to the Code of Banking Practice as regulated by the Ombudsman for Banking Services. Copies of the Code and the Ombudsman's details are available on request or visit www.investec.com.

Thank you