



**NAMIBIAN BANKING INDUSTRY
COMPUTATION OF CAPITAL BASE (RWCR 1)
QUARTERLY FIGURES FOR THE YEAR 2014**

Constituents of Capital	Line no	31-Mar	30-Jun	30-Sep	31-Dec
TIER 1 CAPITAL					
Paid-up ordinary shares	1	23 861	23 861	23 861	23 861
Paid-up non-cumulative perpetual preference shares	2	-	-	-	-
Share premium	3	2 112 553	2 112 553	2 112 553	2 112 553
Retained profits/(accumulated losses)	4	3 210 983	3 206 565	3 669 068	2 682 069
General Reserves	5	1 612 257	1 612 257	1 929 742	3 111 760
Minority interests (consistent with the above capital constituents)	7	-	-	-	-
Sub-Total (Sum of Line items 1 to 7)	8	6 959 654	6 955 236	7 735 224	7 930 243
Deduct: Goodwill related to consolidated subsidiaries, subsidiaries deconsolidated for regulatory capital purposes, and proportional consolidation	9	161 291	156 623	152 720	148 817
Deduct: Investments in unconsolidated banking & financial subsidiary companies	10	-	-	-	-
Deduct: Investment in the capital of other banks & financial institutions and significant and minority investments in other financial entities	11	-	-	-	-
Deduct: Increase in equity capital resulting from a securitisation transactions (e.g. Capitalised future JUNging income, gains on sale)	12	-	-	-	-
Deduct: 50% investments in securitisation exposures for third party investors with long-term credit ratings of B+ and below, and in unrated exposures.	13	-	-	-	-
Deduct: 50% of credit-enhancing interest only strips, net of any increases in equity capital resulting from securitisation transaction.	14	-	-	-	-
Deduct: 50% of investments in securitisation exposures for third party investors with short-term credit ratings of below A-3/P-3/R-3 and in unrated exposures.	15	-	-	-	-
Deduct: 50% of retained securitisation exposures for originating banks that are rated below investment grade (below BBB-), or that are unrated.	16	-	-	-	-
NET-TOTAL TIER 1 CAPITAL (line item 8 less line items 9 to 16)	17	6 798 363	6 798 612	7 582 504	7 781 426
TIER 2 CAPITAL					
Hybrid (debt/equity) capital instruments	18	-	-	-	4 201
Eligible subordinated term debt (limited to 50% of total Tier 1 capital)	19	596 496	601 235	596 646	743 241
Asset revaluation reserves	20	19 582	19 582	19 582	72 963
General provisions (general loan loss reserves (limited to 1.25% of total risk-weighted assets)	21	429 832	659 733	308 148	357 598
Current unaudited profits (if applicable) - [see Note 1]	22	628 238	640 663	671 729	634 801
Sub-total (sum of line items 18 to 22)	23	1 674 148	1 921 213	1 596 104	1 812 803
Deduct: "back-to-back" placements of new tier 2 capital, arranged either directly or indirectly, between banking and financial institutions.	24	-	-	-	-
Deduct: 50% of credit-enhancing interest-only strips, net of any increases in equity capital resulting from securitisation transaction.	25	-	-	-	-
Deduct: 50% of investments in unconsolidated subsidiaries and in subsidiaries deconsolidated for regulatory capital purposes, net of	26	-	-	-	-
Deduct: 50% of investments in securitisation exposures for third party investors with long-term credit-rating of B+ and below, and in unrated exposures.	27	-	-	-	-
Deduct: 50% of investments in securitisation exposures for third party investors with short-term credit-rating below investment grade (below BBB-), or unrated exposures	28	-	-	-	-
Deduct: 50% of retained securitisation exposures for originating banks that are rated below investment grade (below BBB-), or that are unrated.	29	-	-	-	-
NET-TOTAL TIER 2 CAPITAL (line item 23 less items 24 to 29)	30	1 674 148	1 921 213	1 596 104	1 812 803
TIER 3 CAPITAL					
Eligible short-term subordinated debt (see Note 2)	31	-	-	-	-
TOTAL TIER 3 CAPITAL	32	-	-	-	-
Tier 1 available for Market risk	33	2 755 305	1 927 776	3 282 661	3 258 051
ELIGIBLE TIER 3 CAPITAL (See Note 3)	34	-	-	-	-
ELIGIBLE TIER 2 and TIER 3 CAPITAL (See Note 4)	35	1 674 148	1 921 213	1 596 104	1 812 803
TOTAL QUALIFYING CAPITAL (sum of line items 17 and 35)	36	8 472 510	8 719 825	9 178 608	9 594 229
COMPUTATION OF RISK-WEIGHTED ASSETS					
1. Credit Risk: Standardised Approach					
Total Risk-Weighted Amount for Credit Risk	37	51 353 698	51 435 356	54 547 739	57 477 992
2. Operational Risk: (see Note 5):					
2 (a). Basic Indicator Approach : Calibrated risk-weighted amount	38	-	-	-	-
2 (b). The Standardised Approach: Calibrated risk-weighted amount	39	6 404 273	6 617 171	6 878 596	7 141 645
Calibrated Risk-Weighted Amount for Operational Risk	40	6 404 273	6 617 171	6 878 596	7 141 645
3. JUNket Risk: Standardised Approach					
Calibrated Risk-Weighted Amount for Market Risk	41	524 464	890 385	705 009	831 758
AGGREGATE RISK-WEIGHTED ASSETS (sum of line items 37; 40; and 41)	42	58 282 435	58 942 912	62 131 344	65 451 395
TOTAL RISK-WEIGHTED CAPITAL RATIO (line item 54 divided by line item 66) (minimum of 10% OF WHICH:	43	14.5%	14.8%	14.8%	14.7%
TIER 1 RISK-BASED CAPITAL RATIO (line item 17 divided by line item 42) (minimum of 7%)	44	11.7%	11.5%	12.2%	11.9%
TIER 2 RISK-BASED CAPITAL RATIO (line item 30 divided by line item 42)	45	2.9%	3.3%	2.6%	2.8%
TIER 3 RISK-BASED CAPITAL RATIO (line item 32 divided by line item 42)	46	0.0%	0.0%	0.0%	0.0%
ADDITIONAL CAPITAL SPECIFIED BY THE REGULATOR	47				
Total risk-weighted capital ratio (including additional capital specified)	48	14.5%	14.8%	14.8%	14.7%
OTHER CAPITAL MEASURES					
Gross Assets (total assets plus general and specific provisions)	49	77 090 962	81 473 637	87 455 439	87 833 538
TIER 1 LEVERAGE RATIO (line item 17 divided by line item 47) (minimum of 6%)	50	8.8%	8.3%	8.7%	8.9%

Note 1: All banking institutions shall treat and report unaudited profits in accordance with the provisions of BID-5

Note 2: Only available to cover a portion of the banking institution's capital charge for JUNket risk

Note 3: Limited to 250% of Tier 1 capital available to support JUNket risk

Note 4: The sum of eligible Tier 2 and Tier 3 capital shall not exceed 100% of eligible Tier 1 capital

Note 5: Only complete the Operational Risk approach which is applicable to your institution