Bank of Namibia

NAMIBIAN BANKING INDUSTRY
COMPUTATION OF CAPITAL BASE BASEL II
QUARTERLY FIGURES FOR THE YEAR 2021 (N$'000)

Constituents of Capital	Line no	31-Mar	30-Jun	30-Sep	31-Dec
TIER 1 CAPITAL					
Paid-up ordinary shares	1	768,400	768,400	-	-
Paid-up non-cumulative perpetual preference shares	2	215,085	215,085	-	-
Share premium	3	59,524	59,524	-	-
Retained profits/(accumulated losses)	4	252,799	226,875	-	-
General Reserves	5	21,973	22,218	-	-
Minority interests (consistent with the above capital constituents)	7	-	-	-	-
Sub-Total (Sum of Line items 1 to 7)	8	**1,317,781**	**1,292,102**	**-**	**-**
Deduct: Goodwill related to consolidated subsidiaries, subsidiries deconsolidated for regulatory capital purposes, and proportional consolidation	9	-	-	-	-
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 marging income, gains on sale)	12	-	-	-	-
Deduct: 50% investments in securitisation exposure for third party investors with long-term credit ratings of B+ abd 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	**1,317,781**	**1,292,102**	**-**	**-**
TIER 2 CAPITAL					
Hybrid (debt/equity) capital instruments	18	-	-	-	-
Eligible subordinated term debt (limited to 50% of total Tier 1 capital)	19	-	-	-	-
Asset revaluation reserves	20	-	-	-	-
General provisions (general loan loss reserves (limited to 1.25% of total risk-weighted assets)	21	19,407	31,766	-	-
Current unaudited profits (if applicable)- [see Note 1]	22	18,077	18,635	-	-
Sub-total (sum of line items 18 to 22)	23	**37,484**	**50,401**	**-**	**-**
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 goodwill that is deducted from tier 1 capital.	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	**37,484**	**50,401**	**-**	**-**
TIER 3 CAPITAL					
Eligible short-term subordinated debt (see Note 2)	31	-	-	-	-
TOTAL TIER 3 CAPITAL	32				
Tier 1 available for Market risk	33	1,192,456	1,158,850	-	-
ELIGIBLE TIER 3 CAPITAL (See Note 3)	34				
ELIBLE TIER 2 and TIER 3 CAPITAL (See Note 4)	35	37,484	50,401	-	-
TOTAL QUALIFYING CAPITAL (sum of line items 17 and 35)	36	**1,355,265**	**1,342,502**	**-**	**-**
COMPUTATION OF RISK -WEIGHTED ASSETS					
1. Credit Risk: Standardised Approach					
Total Risk-Weighted Amount for Credit Risk	37	1,552,724	1,653,042	0	0
2. Operational Risk: (see Note 5):					
2 (a). Basic Indicator Approach : Calibrated risk-weighted amount	38	66,860	57,513	-	-
2 (b). The Standardised Approach: Calibrated risk-weighted amount	39	170,779	193,037	-	-
Calibrated Risk-Weighted Amount for Operational Risk	40	**237,639**	**250,551**	**-**	**-**
3. Market Risk: Standardised Approach					
Calibrated Risk-Weighted Amount for Market Risk	41	3,268	3,157	-	-
AGGREGATE RISK-WEIGHTED ASSETS (sum of line items 37; 40; and 41)	**42**	**1,793,630**	**1,906,750**	**-**	**-**
TOTAL RISK-WEIGHTED CAPITAL RATIO (line item 54 divided by line item 66) (minimum of 10%)	43	**75.6%**	**70.4%**	**#DIV/0!**	**#DIV/0!**
OF WHICH:					
TIER 1 RISK-BASED CAPITAL RATIO (line item 17 divided by line item 42) (minimum of 7%)	44	**73.5%**	**67.8%**	**#DIV/0!**	**#DIV/0!**
TIER 2 RISK-BASED CAPITAL RATIO (line item 30 divided by line item 42)	45	**2.1%**	**2.6%**	**#DIV/0!**	**#DIV/0!**
TIER 3 RISK-BASED CAPITAL RATIO (line item 32 divided by line item 42)	46	**0.0%**	**0.0%**	**#DIV/0!**	**#DIV/0!**
ADDITIONAL CAPITAL SPECIFIED BY THE REGULATOR	47				
Total risk-weighted capital ratio (including additional capital specified)	48	**75.6%**	**70.4%**	**#DIV/0!**	**#DIV/0!**
OTHER CAPITAL MEASURES					
Gross Assets (total assets plus general and specific provisions)	49	2,371,483	2,437,194	-	-
TIER 1 LEVERAGE RATIO (line item 17 divided by line item 47) (minimum of 6%)	50	**55.6%**	**53.0%**	**#DIV/0!**	**#DIV/0!**

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 market risk

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