

**NAMIBIAN BANKING INDUSTRY**

**COMPUTATION OF CAPITAL BASE (RWCR 1)  
QUARTERLY FIGURES FOR THE YEAR 2019 (N\$ '000)**

**BASEL II**

Constituents of Capital	Line no	31-Mar	30-Jun	30-Sep	31-Dec
<b>TIER 1 CAPITAL</b>					
Paid-up ordinary shares	1	584,100	584,100	614,100	735,100
Paid-up non-cumulative perpetual preference shares	2	215,085	215,085	215,085	215,085
Share premium	3	59,524	59,524	59,524	59,524
Retained profits/(accumulated losses)	4	304,925	287,273	266,798	251,168
General Reserves	5	21,996	22,253	22,523	22,798
Minority interests (consistent with the above capital constituents)	7	-	-	-	-
<b>Sub-Total (Sum of Line items 1 to 7)</b>	<b>8</b>	<b>1,185,630</b>	<b>1,168,235</b>	<b>1,178,031</b>	<b>1,283,675</b>
Deduct: Goodwill	9	-	-	-	-
Deduct: Investments	10	-	-	-	-
Deduct: Investment in	11	-	-	-	-
Deduct: Increase in	12	-	-	-	-
Deduct: 50%	13	-	-	-	-
Deduct: 50% of credit -	14	-	-	-	-
Deduct: 50% of	15	-	-	-	-
Deduct: 50% of	16	-	-	-	-
<b>NET-Total TIER 1 CAPITAL (line item 8 less line items 9 to 16)</b>	<b>17</b>	<b>1,185,630</b>	<b>1,168,235</b>	<b>1,178,031</b>	<b>1,283,675</b>
<b>TIER 2 CAPITAL</b>					
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 gross assets))	21	7,700	17,583	34,552	58,741
Current unaudited profits (if applicable)- [see Note 1]	22	6,468	6,923	8,558	14,494
<b>Sub-total (sum of line items 18 to 22)</b>	<b>23</b>	<b>14,169</b>	<b>24,507</b>	<b>43,110</b>	<b>73,235</b>
Deduct: back-to-back placements of new tier 2 capital, arranged e	24	-	-	-	-
Deduct: 50% of credit-enhancing interest -only strips, net of any in	25	-	-	-	-
Deduct: 50% of investments in unconsolidated subsidiaries and in	26	-	-	-	-
Deduct: 50% of investments in securitisation exposures for third pa	27	-	-	-	-
Deduct: 50% of investments in securitisation exposures for third pa	28	-	-	-	-
Deduct: 50% of retained securitisation exposures for originating ba	29	-	-	-	-
<b>NET-TOTAL TIER 2 CAPITAL (line item 23 less items 24 to 29)</b>	<b>30</b>	<b>14,169</b>	<b>24,507</b>	<b>43,110</b>	<b>73,235</b>
<b>TIER 3 CAPITAL</b>					
Eligible short-term subordinated debt (see Note 2)	31	-	-	-	-
<b>TOTAL TIER 3 CAPITAL</b>	<b>32</b>				
<b>Tier 1 available for Market risk</b>	<b>33</b>	<b>1,100,533</b>	<b>1,083,452</b>	<b>1,090,406</b>	<b>1,165,854</b>
<b>ELIGIBLE TIER 3 CAPITAL (See Note 3)</b>	<b>34</b>				
<b>ELIBLE TIER 2 and TIER 3 CAPITAL (See Note 4)</b>	<b>35</b>	<b>14,169</b>	<b>24,507</b>	<b>43,110</b>	<b>73,235</b>
<b>TOTAL QUALIFYING CAPITAL (sum of line items 17 and 35)</b>	<b>36</b>	<b>1,199,799</b>	<b>1,192,742</b>	<b>1,221,141</b>	<b>1,356,910</b>
<b>COMPUTATION OF RISK -WEIGHTED ASSETS</b>					
1. Credit Risk: Standardised Approach					
<b>Total Risk-Weighted Amount for Credit Risk</b>	<b>37</b>	<b>1,051,561</b>	<b>1,035,942</b>	<b>1,068,635</b>	<b>1,503,290</b>
2. Operational Risk: (see Note 5):					
2 (a). Basic Indicator Approach : Calibrated risk-weighted amount	38	51,954	55,216	58,755	62,655
2 (b). The Standardised Approach: Calibrated risk-weighted amount	39	112,152	120,029	124,396	117,204
<b>Calibrated Risk-Weighted Amount for Operational Risk</b>	<b>40</b>	<b>164,106</b>	<b>175,245</b>	<b>183,151</b>	<b>179,859</b>
3. Market Risk: Standardised Approach					
<b>Calibrated Risk-Weighted Amount for Market Risk</b>	<b>41</b>	<b>1,375</b>	<b>1,907</b>	<b>3,351</b>	<b>1,900</b>
<b>AGGREGATE RISK-WEIGHTED ASSETS (sum of line items 37 to 41)</b>	<b>42</b>	<b>1,217,042</b>	<b>1,213,094</b>	<b>1,255,136</b>	<b>1,685,050</b>
N\$'000					
<b>TOTAL RISK-WEIGHTED CAPITAL RATIO (line item 54 divided by line item 42)</b>	<b>43</b>	<b>98.6%</b>	<b>98.3%</b>	<b>97.3%</b>	<b>80.5%</b>
OF WHICH:					
<b>TIER 1 RISK-BASED CAPITAL RATIO (line item 17 divided by line item 42)</b>	<b>44</b>	<b>97.4%</b>	<b>96.3%</b>	<b>93.9%</b>	<b>76.2%</b>
<b>TIER 2 RISK-BASED CAPITAL RATIO (line item 30 divided by line item 42)</b>	<b>45</b>	<b>1.2%</b>	<b>2.0%</b>	<b>3.4%</b>	<b>4.3%</b>
<b>TIER 3 RISK-BASED CAPITAL RATIO (line item 32 divided by line item 42)</b>	<b>46</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>ADDITIONAL CAPITAL SPECIFIED BY THE REGULATOR</b>	<b>47</b>				
<b>Total risk-weighted capital ratio (including additional capital specified by the regulator)</b>	<b>48</b>	<b>98.6%</b>	<b>98.3%</b>	<b>97.3%</b>	<b>80.5%</b>
<b>OTHER CAPITAL ME.</b>					
Gross Assets (total assets plus general and specific provisions)	49	1,610,721	1,544,803	1,715,349	2,455,309

<b>TIER 1 LEVERAGE RATIO (line item 17 divided by line item 47)</b>	<b>50</b>	<b>73.6%</b>	<b>75.6%</b>	<b>68.7%</b>	<b>52.3%</b>
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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