

**Bank of Namibia**



**NAMIBIAN BANKING SECTOR  
SOUNDNESS INDICATORS  
QUARTERLY FIGURES FOR THE YEAR 2010**

	Year 2010			
	Mar-10	Jun-10	Sep-10	Dec-10
<b>Capital-based</b>				
Regulatory Capital to risk-weighted assets	14.3%	15.2%	14.7%	15.3%
Regulatory Tier 1 capital to risk-weighted assets	10.7%	11.4%	11.7%	11.1%
Capital to assets	7.8%	8.7%	8.7%	8.4%
Return on equity *	35.3%	34.0%	39.5%	41.9%
Nonperforming loans net of provisions to capital	6.0%	5.2%	3.6%	3.8%
Net open position in foreign exchange to capital	3.5%	2.6%	2.0%	1.3%
Large exposures to capital	142.0%	148.2%	144.6%	178.5%
<b>Asset-based</b>				
Liquid assets (core) to total assets	0.9%	0.9%	0.9%	1.0%
Liquid assets (broad measure) to total assets	10.6%	10.6%	9.9%	10.7%
Customer deposits to total (noninterbank) loans	115.8%	107.2%	110.0%	106.2%
Return on assets*	2.8%	2.9%	3.4%	3.5%
Nonperforming loans to total gross loans	2.5%	2.3%	2.1%	2.0%
Foreign currency denominated loans to total loans	0.1%	0.1%	0.1%	0.1%
Foreign currency denominated liabilities to total liabilities	2.6%	1.5%	4.0%	3.7%
<b>Income and Expense-based</b>				
Interest margin to gross income	50.6%	49.2%	49.9%	51.3%
Noninterest expenses to gross income	51.9%	60.8%	57.7%	60.2%
Personnel expenses to noninterest expenses	50.3%	50.3%	49.5%	49.5%

\* It should be noted that net income before tax has been used in calculating this ratio.

\* Capital above refers to Tier 1 capital unless stated otherwise.