



**NAMIBIAN BANKING INDUSTRY
COMPUTATION OF CAPITAL BASE (RWCR 1)
QUARTERLY FIGURES FOR THE YEAR 2010**

Constituents of Capital	Line no				
		30-Mar	30-Jun	30-Sep	31-Dec
TIER 1 CAPITAL					
Pick-up ordinary shares	1	23 822	23 822	23 822	23 822
Pick-up non-cumulative perpetual preference shares	2	-	-	-	-
Share premium	3	1 791 099	1 791 099	1 791 099	1 791 099
Retained profits/(accumulated losses)	4	929 169	929 084	1 194 217	1 194 217
General Reserves	5	1 471 184	1 631 994	1 622 430	1 626 187
Minority interests (consolidated with the above capital constituents)	7	-	-	-	-
Sub-Total (Sum of Line Items 1 to 7)	8	4 215 274	4 375 989	4 638 568	4 637 325
Deduct: goodwill related to consolidated subsidiaries, subsidiaries deconsolidated for regulatory capital purposes, and proportional consolidation	9	270 731	240 511	233 146	311 917
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 margining income, gains on sale)	12	-	-	-	-
Deduct: 30% 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: 30% of investments in securitisation exposures for third party investors with short-term credit ratings of below A-3/P/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	4 215 274	4 135 478	4 405 422	4 325 408
TIER 2 CAPITAL					
Hybrid (debt/equity) capital instruments	18	-	-	2 278	149 473
Eligible subordinated term debt (limited to 50% of total Tier 1 capital)	19	605 107	608 247	632 261	627 687
Asset revaluation reserves	20	25 611	24 536	56 190	332 501
General provisions (general loan loss reserves limited to 1.25% of total risk-weighted assets)	21	363 234	399 448	124 026	320 206
Current unaudited profits (if applicable)- (See Note 1)	22	363 077	360 839	315 533	290 949
Sub-Total (sum of line items 18 to 22)	23	1 337 029	1 394 070	1 130 288	1 615 598
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: 30% of investments in securitisation exposures for third party investors with long-term credit rating of B+ and below, and in unrated exposures.	27	-	-	-	-
Deduct: 30% 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	1 337 029	1 394 070	1 130 288	1 615 598
TIER 3 CAPITAL					
Eligible short-term subordinated debt (see Note 2)	31	-	-	-	-
TOTAL TIER 3 CAPITAL	32	-	-	-	-
Tier 1 available for market risk	33	1 405 331	1 597 166	1 775 949	1 617 909
ELIGIBLE TIER 3 CAPITAL (See Note 3)	34	-	-	-	-
ELIGIBLE TIER 2 and TIER 3 CAPITAL (See Note 4)	35	1 337 029	1 394 070	1 130 288	1 615 598
TOTAL QUALIFYING CAPITAL (sum of line items 17 and 35)	36	5 281 572	5 529 548	5 535 710	5 941 004
COMPUTATION OF RISK-WEIGHTED ASSETS					
1. Credit Risk- Standardised Approach	37	31 914 660	31 977 258	33 077 344	34 096 259
Total Risk-Weighted Amount for Credit Risk					
2. Operational Risk- (see Note 5):	38	-	-	-	-
2 (a). Basic Indicator Approach - Calibrated risk-weighted amount	39	4 358 595	4 284 340	4 499 417	4 582 293
2 (b). The Standardised Approach - Calibrated risk-weighted amount	40	4 358 595	4 284 340	4 499 417	4 582 293
Calibrated Risk-Weighted Amount for Operational Risk					
3. Market Risk- Standardised Approach	41	584 255	114 942	92 235	168 861
Calibrated Risk-Weighted Amount for Market Risk					
AGGREGATE RISK-WEIGHTED ASSETS (sum of line items 37, 40; and 41)	42	36 857 510	36 376 541	37 668 996	38 847 413
TOTAL RISK-WEIGHTED CAPITAL RATIO (line item 36 divided by line item 42) (minimum of 10%)	43	14.3%	15.2%	14.7%	15.3%
OF WHICH:					
TIER 1 RISK-BASED CAPITAL RATIO (line item 17 divided by line item 42) (minimum of 7%)	44	11.4%	11.4%	11.7%	11.3%
TIER 2 RISK-BASED CAPITAL RATIO (line item 30 divided by line item 42)	45	3.6%	3.8%	3.0%	4.2%
TIER 3 RISK-BASED CAPITAL RATIO (line item 32 divided by line item 42)	46	0.0%	0.0%	0.0%	0.00%
ADDITIONAL CAPITAL SPECIFIED BY THE REGULATOR					
Total risk-weighted capital ratio (including additional capital specified)	47	0.0%	0.0%	0.0%	0.0%
	48	19.1%	19.2%	14.7%	19.3%
OTHER CAPITAL MEASURES					
Gross Assets (total assets plus general and specific provisions)	49	50 844 664	48 273 625	51 105 950	51 951 134
TIER 1 LEVERAGE RATIO (line item 17 divided by line item 47) (minimum of 6%)	50	8.3%	8.6%	8.6%	8.3%

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