



BANK OF NAMIBIA

NAMIBIAN BANKING SECTOR SOUNDNESS INDICATORS QUARTERLY FIGURES FOR THE YEAR 2008

| | Year 2008 | | | |
|---|-----------|--------|--------|--------|
| | Mar-08 | Jun-08 | Sep-08 | Dec-08 |
| Capital-based | | | | |
| Regulatory Capital to risk-weighted assets | 15.7% | 16.0% | 15.8% | 15.5% |
| Regulatory Tier 1 capital to risk-weighted assets | 11.8% | 12.1% | 12.0% | 11.8% |
| Capital to assets | 7.9% | 8.1% | 8.0% | 8.0% |
| Return on equity * | 39.8% | 32.5% | 39.4% | 52.1% |
| Nonperforming loans net of provisions to capital | 7.8% | 9.2% | 10.3% | 10.4% |
| Net open position in foreign exchange to capital | 0.3% | 0.5% | 0.9% | 0.9% |
| Large exposures to capital | 171.8% | 151.7% | 172.9% | 170.5% |
| Asset-based | | | | |
| Liquid assets (core) to total assets | 0.9% | 0.9% | 0.9% | 1.1% |
| Liquid assets (broad measure) to total assets | 9.2% | 9.4% | 9.1% | 10.1% |
| Customer deposits to total (noninterbank) loans | 100.5% | 103.3% | 103.5% | 103.9% |
| Return on assets* | 3.2% | 2.6% | 3.2% | 4.2% |
| Nonperforming loans to total gross loans | 2.9% | 3.2% | 3.2% | 3.1% |
| Foreign currency denominated loans to total loans | 0.2% | 0.3% | 0.2% | 0.2% |
| Foreign currency denominated liabilities to total liabilities | 3.1% | 2.3% | 2.8% | 1.6% |
| Income and Expense-based | | | | |
| Interest margin to gross income | 53.2% | 51.5% | 47.3% | 45.3% |
| Noninterest expenses to gross income | 54.2% | 62.6% | 55.8% | 51.9% |
| Personnel expenses to noninterest expenses | 50.7% | 50.7% | 49.7% | 50.9% |

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