



BANK OF NAMIBIA

## NAMIBIAN BANKING SECTOR SOUNDNESS INDICATORS QUARTERLY FIGURES FOR THE YEAR 2003

	Year 2003			
	Mar-03	Jun-03	Sep-03	Dec-03
<b>Capital-based</b>				
Regulatory Capital to risk-weighted assets	13.6%	15.0%	15.1%	14.8%
Regulatory Tier 1 capital to risk-weighted assets	10.7%	12.3%	12.4%	12.2%
Capital to assets	7.4%	8.3%	8.2%	8.3%
Return on equity *	56.7%	39.5%	49.6%	43.2%
Nonperforming loans net of provisions to capital	9.6%	8.2%	9.3%	14.3%
Net open position in foreign exchange to capital	0.3%	0.2%	-0.1%	0.0%
Large exposures to capital	243.4%	203.3%	204.3%	190.2%
<b>Asset-based</b>				
Liquid assets (core) to total assets	1.6%	1.5%	1.7%	2.4%
Liquid assets (broad measure) to total assets	9.9%	9.3%	10.1%	11.0%
Customer deposits to total (noninterbank) loans	86.8%	82.7%	86.4%	87.4%
Return on assets*	4.2%	3.3%	4.1%	3.6%
Nonperforming loans to total gross loans	3.4%	3.2%	3.5%	3.9%
Foreign currency denominated loans to total loans	4.2%	5.5%	3.8%	3.0%
Foreign currency denominated liabilities to total liabilities	4.9%	5.3%	3.9%	4.5%
<b>Income and Expense-based</b>				
Interest margin to gross income	54.5%	56.8%	52.2%	51.3%
Noninterest expenses to gross income	48.4%	57.6%	51.0%	58.1%
Personnel expenses to noninterest expenses	49.8%	42.2%	49.3%	43.8%

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