Bank of Namibia

NAMIBIAN BANKING INDUSTRY
COMPUTATION OF CAPITAL BASE (RWCR 1)
QUARTERLY FIGURES FOR THE YEAR 2016

Constituents of Capital	31-Mar	30-Jun	30-Sep	31-Dec
TIER 1 CAPITAL				
Paid-up ordinary shares	23,861	23,861	23,861	23,861
Paid-up non-cumulative perpetual preference shares	-	-	-	-
Share premium	2,262,554	2,262,554	2,262,554	2,262,554
Retained profits/(accumulated losses)	3,436,802	3,441,615	3,711,657	3,705,283
General Reserves	3,850,461	3,617,461	4,076,122	4,449,763
Minority interests (consistent with the above capital constituents)		-	-	-
Sub-Total (Sum of Line items 1 to 7)	**9,573,678**	**9,345,491**	**10,074,194**	**10,441,461**
Deduct: Goodwill related to consolidated subsidiaries, subsidiries deconsolidated for re	129,997	127,135	124,274	121,413
Deduct: Investments in unconsolidated banking & financial subsidiary companies	-	-	-	-
Deduct: Investment in the capital of other banks & financial institutions and significant	-	-	-	-
Deduct:Increase in equity capital resulting from a securitisation transactions (e.g. Capi	-	-	-	-
Deduct: 50% investments in securitisation exposure for third party investors with long-t	-	-	-	-
Deduct: 50% of credit -enhancing interest only strips, net of any increases in equity ca	-	-	-	-
Deduct: 50% of investments in securitisation exposures for third party investors with sh	-	-	-	-
Deduct:50% of retained securitisation exposures for originating banks that are rated be	-	-	-	-
NET-Total TIER 1 CAPITAL (line item 8 less line items 9 to 16)	**9,443,681**	**9,218,356**	**9,949,920**	**10,320,048**
TIER 2 CAPITAL				
Hybrid (debt/equity) capital instruments	-	-	-	-
Eligible subordinated term debt (limited to 50% of total Tier 1 capital)	778,163	782,755	778,549	783,169
Asset revaluation reserves	19,582	19,582	19,582	19,582
General provisions (general loan loss reserves (limited to 1.25% of total risk-weighted	820,225	831,795	422,997	657,702
Current unaudited profits (if applicable)- [see Note 1]	759,447	976,341	838,283	867,475
Sub-total (sum of line items 18 to 22)	**2,377,416**	**2,610,473**	**2,059,410**	**2,327,928**
Deduct: back-to-back placements of new tier 2 capital, arranged either directly or indire	-	-	-	-
Deduct: 50% of credit-enhancing interest -only strips, net of any increases in equity ca	-	-	-	-
Deduct: 50% of investments in unconsolidated subsidiaries and in subsidiaries decons	-	-	-	-
Deduct: 50% of investments in securitisation exposures for third party investors with lo	-	-	-	-
Deduct:50% of investments in securitisation exposures for third party investors with sh	-	-	-	-
Deduct:50% of retained securitisation exposures for originating banks that are rated be	-	-	-	-
NET-TOTAL TIER 2 CAPITAL (line item 23 less items 24 to 29)	**2,377,416**	**2,610,473**	**2,059,410**	**2,327,928**
TIER 3 CAPITAL				
Eligible short-term subordinated debt (see Note 2)	-	-	-	-
TOTAL TIER 3 CAPITAL	-	-	-	-
Tier 1 available for Market risk	4,069,086	2,610,473	4,329,253	905,625
ELIGIBLE TIER 3 CAPITAL (See Note 3)	-	-		12,647,975
ELIBLE TIER 2 and TIER 3 CAPITAL (See Note 4)	2,377,416	2,610,473	2,059,410	2,327,928
TOTAL QUALIFYING CAPITAL (sum of line items 17 and 35)	**11,821,097**	**11,828,830**	**12,009,330**	**12,647,976**
COMPUTATION OF RISK -WEIGHTED ASSETS				
1. Credit Risk: Standardised Approach				
Total Risk-Weighted Amount for Credit Risk	**67,925,298**	**69,681,069**	**70,765,258**	73,011,286
2. Operational Risk: (see Note 5):				
2 (a). Basic Indicator Approach : Calibrated risk-weighted amount	**-**	**-**	**-**	-
2 (b). The Standardised Approach: Calibrated risk-weighted amount	**8,854,625**	**9,182,193**	**9,529,989**	7,850,340
Calibrated Risk-Weighted Amount for Operational Risk	**8,854,625**	**9,182,193**	**9,529,989**	7,850,340
3. JUNket Risk: Standardised Approach				
Calibrated Risk-Weighted Amount for Market Risk	**437,024**	**801,980**	**816,782**	646,015
AGGREGATE RISK-WEIGHTED ASSETS (sum of line items 37; 40; and 41)	77,216,946	79,665,242	81,112,029	81,507,641
N$'000				
TOTAL RISK-WEIGHTED CAPITAL RATIO (line item 54 divided by line item 66) (r	**15.3%**	**14.8%**	**14.8%**	**15.5%**
OF WHICH:				
TIER 1 RISK-BASED CAPITAL RATIO (line item 17 divided by line item 42) (mini	**12.2%**	**11.6%**	**12.3%**	**12.7%**
TIER 2 RISK-BASED CAPITAL RATIO (line item 30 divided by line item 42)	**3.1%**	**3.3%**	**2.5%**	**2.9%**
TIER 3 RISK-BASED CAPITAL RATIO (line item 32 divided by line item 42)	**0.0%**	**0.0%**	**0.0%**	**0.0%**
ADDITIONAL CAPITAL SPECIFIED BY THE REGULATOR				
Total risk-weighted capital ratio (including additional capital specified)	**15.3%**	**14.8%**	**14.8%**	**15.5%**
OTHER CAPITAL ME				
Gross Assets (total assets plus general and specific provisions)	**105,622,899**	**105,705,129**	**106,921,591**	**110,867,690**
TIER 1 LEVERAGE RATIO (line item 17 divided by line item 47) (minimum of 6%)	**8.8%**	**8.7%**	**9.3%**	**9.3%**

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