

Nedbank Group: Leverage ratio common disclosure as at 31 December 2016

SUMMARY COMPARISON OF ACCOUNTING ASSETS VERSUS LEVERAGE RATIO EXPOSURE MEASURE

Item	Rm
1 Total consolidated assets as per published financial statements	966 022
2 Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	
3 Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	
4 Adjustments for derivative financial instruments	14 666
5 Adjustment for securities financing transactions (ie repos and similar secured lending)	(14 155)
6 Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	48 095
7 Other adjustments	(7 553)
8 Leverage ratio exposure	1 007 075

LEVERAGE RATIO COMMON DISCLOSURE TEMPLATE

Item	Leverage ratio framework
On-balance sheet exposures	
1 On-balance sheet items (excluding derivatives and SFTs, but including collateral)	937 628
2 (Asset amounts deducted in determining Basel III Tier 1 capital)	(12 446)
3 Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	925 182
Derivative exposures	
4 Replacement cost associated with all derivatives transactions (ie net of eligible cash variation margin)	20 136
5 Add-on amounts for PFE associated with all derivatives transactions	11 176
6 Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	2 134
7 (Deductions of receivables assets for cash variation margin provided in derivatives transactions)	(113)
8 (Exempted CCP leg of client-cleared trade exposures)	(4 886)
9 Adjusted effective notional amount of written credit derivatives	4 290
10 (Adjusted effective notional offsets and add-on deductions for written credit derivatives)	(439)
11 Total derivative exposures (sum of lines 4 to 10)	32 298
Securities financing transaction exposures	
12 Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	15 655
13 (Netted amounts of cash payables and cash receivables of gross SFT assets)	(14 954)
14 CCR exposure for SFT assets	700
15 Agent transaction exposures	99
16 Total securities financing transaction exposures (sum of lines 12 to 15)	1 500
Other off-balance sheet exposures	
17 Off-balance sheet exposure at gross notional amount	186 124
18 (Adjustments for conversion to credit equivalent amounts)	(138 029)
19 Off-balance sheet items (sum of lines 17 and 18)	48 095
Capital and total exposures	
20 Tier 1 capital	65 967
21 Total exposures (sum of lines 3, 11, 16 and 19)	1 007 075
Leverage ratio	
22 Basel III leverage ratio (%)	6,6%