

BALANCE SHEET UNDER PILLAR 3 / REGULATORY CONSOLIDATION – NEDBANK GROUP

Rm	Group Jun 2014	Pillar 3 Jun 2014	Basel III capital components	Notes ¹
Assets				
Cash and cash equivalents	13 687	13 381		
Other short-term securities	50 487	50 465		
Derivative financial instruments	13 393	13 393		
Government and other securities	30 551	30 538		
Loans and advances	608 210	609 055		
Total expected loss			12 679	i
Other assets	11 331	10 789		
Current taxation assets	241	145		
Investment securities	20 532	3 307		
Non-current assets held for sale	12	12		
Investments in private-equity associates, associate companies and joint arrangements	1 427	1 427		
Deferred taxation assets	224	223		
of which:			155	g
amounts arising from carry forwards of unused tax losses, unused tax credits and all other relevant amounts, net of the pro rata share of any deferred tax liabilities				h
amounts arising from temporary differences, net of the pro rata share of any deferred tax liabilities				
Investment property	120	120		
Property and equipment	7 042	7 038		
Long-term employee benefit assets	4 219	4 219		
For every separate defined benefit pension scheme which gives rise to a net asset on the balance sheet, the total of such net assets less any associated deferred tax liability that would be extinguished if the asset should be impaired			2 566	k
Mandatory reserve deposits with central banks	13 938	13 938		
Intangible assets	8 378	8 382		
Total gross value of goodwill			5 268	e
Associated deferred tax liability which would be extinguished if the goodwill becomes impaired or derecognised in terms of relevant Financial Reporting Standards				e
Total gross value of all relevant intangible assets			3 234	f
Total assets	783 792	766 432		n
Equity and liabilities				
Ordinary share capital	465	465		a
Ordinary share premium	16 805	16 805		a
Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus			17 270	
Reserves	45 977	44 172		
Retained earnings			35 720	b
Accumulated other comprehensive income (and other reserves)			4 456	b
Total equity attributable to equity holders of the parent	63 247	61 442	57 446	
Non-controlling interest attributable to:				
– ordinary shareholders	270	269		
Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)			242	c
– preference shareholders	3 561	3 561		
Additional tier 1 instruments of which: classified as equity in terms of Financial Reporting Standards			2 835	d
Total equity	67 078	65 272	60 523	
Derivative financial instruments	14 829	14 829		
Gains and Losses due to changes in own credit risk on fair valued liabilities			14	n
Amounts owed to depositors	631 663	633 354		
Provisions and other liabilities	14 197	13 216		
Gross amount of eligible provisions			11 128	j

General allowance for credit Impairments			96	m
Current taxation liabilities	106	0		
Other liabilities held for sale				
Deferred taxation liabilities	813	808		
Associated deferred tax liability which would be extinguished if the relevant defined pension fund becomes impaired			719	k
Associated deferred tax liability which would be extinguished if the relevant intangible assets becomes impaired or derecognised in terms of relevant Financial Reporting Standards			91	f
Long-term employee benefit liabilities	2 833	2 833		
Investment contract liabilities	12 307			
Insurance contract liabilities	3 846			
Long-term debt instruments	36 120	36 120		
Additional tier 1 instruments of which: classified as liabilities in terms of Financial Reporting Standards			1 402	d
Long-term debt instruments subject to phase out			2 686	l
Long-term debt instruments Basel III			5 187	l
Surplus attributable to minority interest			0	l
Grandfathering			(1 546)	l
Total liabilities	716 714	701 160		
Total equity and liabilities	783 792	766 432		

¹ Refer to the table above (Nedbank Group – composition of capital disclosure for the six months ended 30 June 2014) for note references.

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Rm	Bank ^{2,3} Jun 2014	Basel III capital components	Notes ¹
Assets			
Cash and cash equivalents	9 636		
Other short-term securities	41 630		
Derivative financial instruments	12 941		
Government and other securities	28 874		
Loans and advances	549 469		
Total expected loss		12 470	f
Other assets	5 561		
Current taxation assets	136		
Investment securities	2 446		
Non-current assets held for sale	12		
Investments in private-equity associates, associate companies and joint arrangements	577		
Qualifying instruments held in banks or other regulated institutions ¹		36	i
Deferred taxation assets			
Investment property			
Property and equipment	5 988		
Long-term employee benefit assets	4 074		
For every separate defined benefit pension scheme which gives rise to a net asset on the balance sheet, the total of such net assets less any associated deferred tax liability that would be extinguished if the asset should be impaired		2 566	h
Mandatory reserve deposits with central banks	13 636		
Intangible assets	2 887		
Total gross value of goodwill		1 410	d
Associated deferred tax liability which would be extinguished if the goodwill becomes impaired or derecognised in terms of relevant Financial Reporting Standards			d
Total gross value of all relevant intangible assets		2 885	e
Amounts invested in group companies	30 526		
Total assets	708 394		
Equity and liabilities			
Ordinary share capital	27		a
Ordinary share premium	17 434		a
Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus		17 461	
Reserves	26 924		
Retained earnings		22 348	b
Accumulated other comprehensive income (and other reserves)		385	b
Capital requirement in respect of foreign branches		(324)	i
Accumulated losses			i
Total equity attributable to equity holders of the parent	44 385	40 194	
Non-controlling interest attributable to:			
- preference shareholders	3 561		
Additional tier 1 instruments of which: classified as equity in terms of Financial Reporting Standards		2 848	c
Total equity	47 946	43 042	
Derivative financial instruments	14 730		
Gains and Losses due to changes in own credit risk on fair valued liabilities		14	
Amounts owed to depositors	578 914		
Provisions and other liabilities	7 366		
Gross amount of eligible provisions		10 906	g
General allowance for credit Impairments		22	l
Current taxation liabilities			
Other liabilities held for sale			
Deferred taxation liabilities			
Associated deferred tax liability which would be extinguished if the goodwill becomes impaired or derecognised			d

in terms of relevant Financial Reporting Standards		
Associated deferred tax liability which would be extinguished if the relevant defined pension fund becomes impaired		719
Associated deferred tax liability which would be extinguished if the relevant intangible assets becomes impaired or derecognised in terms of relevant Financial Reporting Standards		
Long-term employee benefit liabilities	2 784	
Investment contract liabilities		
Insurance contract liabilities		
Amounts due from group companies	22 033	
Long-term debt instruments	34 621	
Additional tier 1 instruments of which: classified as liabilities in terms of Financial Reporting Standards		1 402
Long-term debt instruments subject to phase out		4 232
Long-term debt instruments Basel III		5 187
Grandfathering		(1 546)
Total liabilities	660 448	
Total equity and liabilities	708 394	

¹ Refer to the table above (Nedbank Limited – composition of capital disclosure for the six months ended 30 June 2014) for note references.

² Note that there is no difference between the Regulatory and IFRS disclosure.

³ Total SA operations, excluding foreign branches [regulations 18(3)].