

## BALANCE SHEET UNDER PILLAR 3/REGULATORY CONSOLIDATION – NEDBANK GROUP

Rm	Group Jun 2015	Pillar 3 Jun 2015	Basel III capital components	Ref <sup>1</sup>
<b>Assets</b>				
Cash and cash equivalents	28 892	28 594		
Other short-term securities	66 083	65 526		
Derivative financial instruments	14 732	14 732		
Government and other securities	37 649	37 636		
Loans and advances	648 844	649 331		
Total expected loss			12 454	l
Other assets	6 386	5 978		
Current taxation assets	451	47		
Investment securities	19 449	2 216		
Non-current assets held for sale	13	13		
Investments in private-equity associates, associate companies and joint arrangements	7 146	7 146		
Investments in financial entities above the 10% CET1 threshold			3 031	o
Deferred taxation assets	307	306		
of which:				
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			136	g
amounts arising from temporary differences, net of the pro rata share of any deferred tax liabilities				h
Investment property	300	130		
Property and equipment	7 526	7 522		
Long-term employee benefit assets	4 721	4 721		
For every separate defined benefit pension scheme which gives rise to a net asset on the balance sheet			2 977	k
Mandatory reserve deposits with central banks	15 358	15 358		
Intangible assets	8 767	8 773		
Total gross value of goodwill			5 166	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			3 600	f
<b>Total assets</b>	<b>866 624</b>	<b>848 029</b>		
<b>Equity and liabilities</b>				
Ordinary share capital	476	459		
Ordinary share premium	17 467	17 344		
Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus			17 943	a
Reserves	50 736	48 422		
Retained earnings			46 135	b
Accumulated other comprehensive income (and other reserves)			(1 191)	b
<b>Total equity attributable to equity holders of the parent</b>	<b>68 679</b>	<b>66 225</b>	<b>62 887</b>	
Non-controlling interest attributable to:				
– Ordinary shareholders	334	334		
Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)			269	c
– Preference shareholders	3 561	3 561		
Additional tier 1 instruments of which: classified as equity in terms of Financial Reporting Standards			3 393	d
<b>Total equity</b>	<b>72 574</b>	<b>70 120</b>	<b>66 549</b>	
Derivative financial instruments	15 016	15 016	39	n
Gains and Losses due to changes in own credit risk on fair valued liabilities				
Amounts owed to depositors	690 495	691 739		
Provisions and other liabilities	22 954	22 085		
Gross amount of eligible provisions			10 621	l
General allowance for credit Impairments			127	m

Current taxation liabilities	256			
Other liabilities held for sale				
Deferred taxation liabilities	800	780		
Associated deferred tax liability which would be extinguished if the relevant defined pension fund becomes impaired			623	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			73	f
Long-term employee benefit liabilities	3 059	3 059		
For every separate defined benefit pension scheme which gives rise to a net asset on the balance sheet			753	k
Investment contract liabilities	12 196			
Insurance contract liabilities	4 044			
Long-term debt instruments	45 230	45 230		
Additional tier 1 instruments of which: classified as liabilities in terms of Financial Reporting Standards				d
Long-term debt instruments subject to phase out			4 082	l
Long-term debt instruments Basel III			7 743	l
Surplus attributable to minority interest			(746)	l
Grandfathering				l
<b>Total liabilities</b>	<b>794 050</b>	<b>777 909</b>		
<b>Total equity and liabilities</b>	<b>866 624</b>	<b>848 029</b>		

<sup>1</sup> Refer to the table Nedbank Group – composition of capital disclosure for the six months ended 30 June 2015 for note references.

## BALANCE SHEET UNDER PILLAR 3/REGULATORY CONSOLIDATION – NEDBANK LIMITED

Rm	Bank <sup>1,2</sup> Jun 2015	Basel III capital components	Ref <sup>3</sup>
<b>Assets</b>			
Cash and cash equivalents	23 082		
Other short-term securities	54 361		
Derivative financial instruments	14 627		
Government and other securities	37 349		
Loans and advances	591 540		
Total expected loss		12 308	f
Other assets	2 878		
Current taxation assets	293		
Investment securities	1 312		
Non-current assets held for sale	13		
Investments in private-equity associates, associate companies and joint arrangements	611		
Qualifying instruments held in banks or other regulated institutions		36	l
Deferred taxation assets	114		
Investment property			
Property and equipment	6 367		
Long-term employee benefit assets	4 560		
For every separate defined benefit pension scheme which gives rise to a net asset on the balance sheet		2 977	h
Mandatory reserve deposits with central banks	15 059		
Intangible assets	3 291		
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			
Total gross value of all relevant intangible assets		3 291	e
Amounts invested in group companies	27 800		
<b>Total assets</b>	<b>783 257</b>		
<b>Equity and liabilities</b>			
Ordinary share capital	28		
Ordinary share premium	18 543		
Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus		18 571	a
Reserves	32 386		
Retained earnings		29 733	b
Accumulated other comprehensive income (and other reserves)		(10)	b
Capital requirement in respect of foreign branches		(1 352)	i
Accumulated losses			i
<b>Total equity attributable to equity holders of the parent</b>	<b>50 597</b>	<b>46 942</b>	
Non-controlling interest attributable to:			
- Preference shareholders	3 561		
Additional tier 1 instruments of which: classified as equity in terms of Financial Reporting Standards		3 561	c
<b>Total equity</b>	<b>54 518</b>	<b>50 503</b>	
Derivative financial instruments	14 919		
Gains and Losses due to changes in own credit risk on fair valued liabilities		39	n
Amounts owed to depositors	632 302		
Provisions and other liabilities	8 751		
Gross amount of eligible provisions		10 464	g
General allowance for credit Impairments		10	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 in terms of relevant Financial Reporting Standards		d
Associated deferred tax liability which would be extinguished if the relevant defined pension fund becomes impaired	623	h
Associated deferred tax liability which would be extinguished if the relevant intangible assets becomes impaired or derecognised in terms of relevant Financial Reporting Standards		e
Long-term employee benefit liabilities	2 979	
For every separate defined benefit pension scheme which gives rise to a net asset on the balance sheet	753	h
Investment contract liabilities		
Insurance contract liabilities		
Amounts due from group companies	27 307	
Long-term debt instruments	42 481	
Additional tier 1 instruments of which: classified as liabilities in terms of Financial Reporting Standards		c
Long-term debt instruments subject to phase out	4 082	k
Long-term debt instruments Basel III	7 743	j
Grandfathering		k
<b>Total liabilities</b>	<b>728 739</b>	
<b>Total equity and liabilities</b>	<b>783 257</b>	

<sup>1</sup> Note that there is no difference between the Regulatory and IFRS disclosure.

<sup>2</sup> Total SA operations, excluding foreign branches [regulations 18(3)].

<sup>3</sup> Refer to the table Nedbank Limited – composition of capital disclosure for the six months ended 30 June 2015, for note references.