

Basel Pillar III Disclosure Report

31 December 2019

At Sasfin, we contribute to society by going beyond a bank to enable the growth in the business and global wealth of our clients.

Basel Pillar III Disclosure Report

Sasfin Holdings Limited and Sasfin Bank Limited are required, in terms of Regulation 43(1)(e)(ii) of the Banks Act, No 94 of 1990, as amended, as well as in accordance with the Basel Committee on Banking Supervision (BCBS) revised pillar 3 disclosure requirements, the South African Reserve Bank (SARB) Directives 4 of 2014, 11 of 2015 and 1 of 2018, and Regulations, to publicly report on their capital management plan, capital strategy, capital structure, capital adequacy and leverage ratio.

The Group's risk governance process is fully disclosed in the Group's 2019 Integrated Report which is available and still applicable for the period under review at www.sasfin.com or from the Company Secretary. The capital structure, capital adequacy of Sasfin Holdings Limited and the leverage and liquidity coverage ratios of Sasfin Bank Limited at 31 December 2019 are disclosed in the report.

Overview of risk management, key prudential metrics and RWA

TEMPLATE KM1: KEY METRICS – SASFIN HOLDINGS LIMITED

	a	b	c	d	e
	Dec-19 T	Sep-19 T-1	Jun-19 T-2	Mar-19 T-3	Dec-18 T-4
Available capital (amounts)					
1 Common Equity Tier 1 (CET1)	1 390 005	1 429 816	1 381 778	1 330 945	1 344 935
1a Fully loaded ECL accounting model	1 390 005	1 429 816	1 381 778	1 330 945	1 344 935
2 Tier 1	1 446 426	1 486 236	1 438 198	1 387 371	1 420 169
2a Fully loaded accounting model Tier 1	1 446 426	1 486 236	1 438 198	1 387 371	1 420 169
3 Total capital	1 521 163	1 563 033	1 518 267	1 466 785	1 499 081
3a Fully loaded ECL accounting model total capital	1 521 163	1 563 033	1 518 267	1 466 785	1 499 081
Risk-weighted assets (amounts)					
4 Total risk-weighted assets (RWA)	8 915 225	9 422 656	9 689 793	9 194 401	9 096 892
Risk-based capital ratios as a percentage of RWA					
5 Common Equity Tier 1 ratio (%)	15.591%	15.174%	14.260%	14.476%	14.785%
5a Fully loaded ECL accounting model CET1 (%)	15.591%	15.174%	14.260%	14.476%	14.785%
6 Tier 1 ratio (%)	16.224%	15.773%	14.842%	15.089%	15.612%
6a Fully loaded ECL accounting model Tier 1 ratio (%)	16.224%	15.773%	14.842%	15.089%	15.612%
7 Total capital ratio (%)	17.063%	16.588%	15.669%	15.953%	16.479%
7a Fully loaded ECL accounting model total capital ratio (%)	17.063%	16.588%	15.669%	15.953%	16.479%
Additional CET1 buffer requirements as a percentage of RWA					
8 Capital conservation buffer requirement (2.5% from 2019) (%)	2.500%	2.500%	2.500%	2.500%	1.875%
9 Countercyclical buffer requirement (%)	0%	0%	0%	0%	0%
10 Bank D-SIB additional requirements (%)	0%	0%	0%	0%	0%
11 Total of bank CET1 specific buffer requirements (%) (row 8 + row 9+ row 10)	2.500%	2.500%	2.500%	2.500%	1.875%
12 CET1 available after meeting the bank's minimum capital requirements (%)	7.09%	6.67%	5.76%	6.10%	6.41%
Basel III Leverage Ratio					
13 Total Basel III leverage ratio measure	12 175 733	12 268 098	12 273 388	11 481 774	12 728 982
14 Basel III leverage ratio (%) (row 2/row 13)	11.88%	12.11%	11.72%	12.08%	11.16%
14a Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2A/row 13)	11.88%	12.11%	11.72%	12.08%	11.16%

Overview of risk management, key prudential metrics and RWA continued

TEMPLATE KM1: KEY METRICS – SASFIN BANK LIMITED

	a	b	c	d	e
	Dec-19 T	Sep-19 T-1	Jun-19 T-2	Mar-19 T-3	Dec-18 T-4
Available capital (amounts)					
1 Common Equity Tier 1 (CET1)	903 616	897 647	897 091	851 603	856 982
1a Fully loaded ECL accounting model	903 616	897 647	897 091	851 603	856 982
2 Tier 1	903 616	897 647	897 091	851 603	856 982
2a Fully loaded accounting model Tier 1	903 616	897 647	897 091	851 603	856 982
3 Total capital	941 143	938 463	939 102	912 232	914 795
3a Fully loaded ECL accounting model total capital	941 143	938 463	939 102	912 232	914 795
Risk-weighted assets (amounts)					
4 Total risk-weighted assets (RWA)	6 292 215	6 262 732	6 422 134	6 155 586	5 936 466
Risk-based capital ratios as a percentage of RWA					
5 Common Equity Tier 1 ratio (%)	14.361%	14.333%	13.969%	14.436%	14.436%
5a Fully loaded ECL accounting model CET1 (%)	14.361%	14.333%	13.969%	14.436%	14.436%
6 Tier 1 ratio (%)	14.361%	14.333%	13.969%	14.436%	14.436%
6a Fully loaded ECL accounting model Tier 1 ratio (%)	14.361%	14.333%	13.969%	14.436%	14.436%
7 Total capital ratio (%)	14.957%	14.985%	14.623%	15.410%	15.410%
7a Fully loaded ECL accounting model total capital ratio (%)	14.957%	14.985%	14.623%	15.410%	15.410%
Additional CET1 buffer requirements as a percentage of RWA					
8 Capital conservation buffer requirement (2.5% from 2019) (%)	2.500%	2.500%	2.500%	2.500%	1.875%
9 Countercyclical buffer requirement (%)	0%	0%	0%	0%	0%
10 Bank D-SIB additional requirements (%)	0%	0%	0%	0%	0%
11 Total of bank CET1 specific buffer requirements (%) (row 8 + row 9+ row 10)	2.500%	2.500%	2.500%	2.500%	1.875%
12 CET1 available after meeting the bank's minimum capital requirements (%)	5.86%	5.83%	5.46%	5.46%	6.06%
Basel III Leverage Ratio					
13 Total Basel III leverage ratio measure	8 833 846	9 411 408	9 540 126	8 773 525	12 728 982
14 Basel III leverage ratio (%) (row 2/row 13)	10.23%	9.54%	9.40%	9.71%	11.16%
14a Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2A/row 13)	10.23%	9.54%	9.40%	9.71%	11.16%
Liquidity Coverage Ratio					
15 Total HQLA	910 684	1 254 680	816 913	1 406 002	1 164 161
16 Total net cash outflow	635 808	624 745	485 685	1 120 189	922 954
17 LCR ratio (%)	143%	201%	168%	126%	126%
Net Stable Funding Ratio					
18 Total available stable funding	5 371 456	5 212 237	4 650 434	4 634 974	4 558 558
19 Total required stable funding	4 854 582	4 494 031	3 977 059	3 925 417	4 192 769
20 NSFR ratio (%)	111%	116%	117%	118%	109%

Overview of risk management, key prudential metrics and RWA continued

TEMPLATE OV1: OVERVIEW OF RWA – SASFIN HOLDINGS LIMITED

		Sasfin Holdings Ltd		
		a	b	c
		RWA		Minimum capital requirements
		Dec-19 T	Sep-19 T-1	Dec-19 T
1	Credit risk (excluding counterparty credit risk)	5 789 964	6 346 382	636 896
2	Of which: standardised approach (SA)	5 789 964	6 346 382	636 896
3	Of which: foundation internal ratings-based (F-IRB) approach	–	–	–
4	Of which: supervisory slotting approach	–	–	–
5	Of which: advanced internal ratings-based (A-IRB) approach	–	–	–
6	Counterparty credit risk (CCR)	82 912	53 000	9 120
7	Of which: standardised approach for counterparty credit risk	82 912	53 000	9 120
8	Of which: Internal Model Method (IMM)	–	–	–
9	Of which: other CCR	–	–	–
10	Credit valuation adjustment (CVA)	4 759	4 408	523
11	Equity positions under the simple risk weight approach	542 804	699 347	59 708
12	Equity investments in funds – look-through approach	–	–	–
13	Equity investments in funds – mandate-based approach	–	–	–
14	Equity investments in funds – fall-back approach	–	–	–
15	Settlement risk	–	–	–
16	Securitisation exposures in the banking book	336 979	340 506	37 068
17	Of which: securitisation internal ratings-based approach (SEC-IRBA)	–	–	–
18	Of which: securitisation external ratings-based approach (SEC-ERBA), including internal assessment approach	–	–	–
19	Of which: securitisation standardised approach (SEC-SA)	336 979	340 506	37 068
20	Market risk	144 426	103 978	15 887
21	Of which: standardised approach (SA)	144 426	103 978	15 887
22	Of which: internal model approaches (IMA)	–	–	–
23	Capital charge for switch between trading book and banking book	–	–	–
24	Operational risk	1 659 744	1 474 962	182 572
25	Amounts below thresholds for deduction (subject to 250% risk weight)	14 972	33 528	1 647
26	Aggregate capital floor applied	338 666	366 544	37 253
27	Floor adjustment (before application of transitional cap)	–	–	–
28	Floor adjustment (after application of transitional cap)	–	–	–
29	Total <i>(1+6+10+11+12+13+14+15+16+20+23+24+25+28)</i>	8 915 225	9 422 655	980 675

Leverage ratio

TEMPLATE LR1: SUMMARY COMPARISON OF ACCOUNTING ASSETS VS LEVERAGE RATIO EXPOSURE – SASFIN HOLDINGS LIMITED

	a	Sep-19
1 Total consolidated assets as per published financial statements	14 571 996	14 571 996
2 Adjustments 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	102 553	56 172
5 Adjustment for securities financing transactions (ie repos and similar secured lending)	–	–
6 Adjustments for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	119 008	146 825
7 Other adjustments	(2 617 824)	(2 506 896)
8 <i>Leverage ratio exposure measure</i>	12 175 733	12 268 098

Leverage ratio continued

TEMPLATE LR2: LEVERAGE RATIO COMMON DISCLOSURE TEMPLATE – SASFIN HOLDINGS LIMITED

		a	b
		Dec-19 T	Sep-19 T-1
On-balance sheet exposures			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	14 571 996	12 095 166
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	–	–
3	<i>Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of row 1 and 2)</i>	14 571 996	12 095 166
Derivative exposures			
4	Replacement cost associated with <i>all</i> derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	86 503	30 991
5	Add-on amounts for PFE associated with <i>all</i> derivatives transactions	16 050	32 143
6	Gross-up for derivatives collateral provide where deducted from the balance sheet assets pursuant to the operative accounting framework	–	–
7	(Deductions of receivable assets for cash variation margin provided in derivatives transactions)	–	–
8	(Exempted CCP leg of client-cleared trade exposures)	–	–
9	Adjusted effective notional amount of written credit derivatives	–	–
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	–	–
11	<i>Total derivative exposures (sum of rows 4 to 10)</i>	102 553	63 135
Securities financing transactions			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	–	–
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	–	–
14	CCR exposure for SFT assets	–	–
15	Agent transaction exposures	–	–
16	<i>Total securities financing transaction exposures (sum of rows 12 to 15)</i>	–	–
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	119 008	146 825
18	(Adjustments for conversion to credit equivalent amounts)	–	–
19	<i>Off-balance sheet items (sum of rows 17 and 18)</i>	119 008	115 087
Capital and total exposures			
20	<i>Tier 1 capital</i>	1 446 426	1 486 236
21	<i>Total exposures (sum of rows 3, 11, 16 and 19)</i>	12 175 733	12 268 098
Leverage ratio			
22	<i>Basel III leverage ratio</i>	11.88%	12.11%

Credit risk

TEMPLATE CR1: CREDIT QUALITY OF ASSETS – SASFIN BANK LIMITED

		a	b	c	d	e	f	g	
		Carrying values of			Of which ECL accounting provisions for credit losses on SA exposures	Allocated in regulatory category or Specific	Allocated in regulatory category or General	Of which ECL accounting provisions for credit losses on IRB exposures	Net values (a+b-c)
		Defaulted exposures	Non-defaulted exposures	Allowances/ impairments					
1	Loans	522 077	5 019 950	232 655	195 129	37 527	–	5 309 371	
2	Debt securities	–	–	–	–	–	–	–	
3	Off-balance sheet exposures	–	701 936	–	–	–	–	701 936	
4	Total	522 077	5 721 885	232 655	195 129	37 527	–	6 011 307	

Credit risk under standardised approach

TEMPLATE CR4: STANDARDISED APPROACH – CREDIT RISK EXPOSURE AND CREDIT RISK MITIGATION (CRM) EFFECTS – SASFIN BANK LIMITED

		a		b		c		d		e		f	
		Exposures before CCF and CRM		Exposures post-CCF and CRM						RWA and RWA density			
		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount					RWA		RWA density	
Asset classes													
1	Sovereigns and their central banks	1 179 899	–	1 179 899	–					–		–	
2	Non-central government public sector entities	885 948	–	885 948	–					345 380		–	
3	Multilateral development banks	–	–	–	–					–		–	
4	Banks	971 248	–	971 248	–					207 200		–	
5	Securities firms	53 145	–	53 145	–					53 145		–	
6	Corporates	3 141 919	591 631	3 733 550	55 978					2 940 403		–	
7	Regulatory retail portfolios	1 184 659	110 305	1 294 964	4 472					941 111		–	
8	Secured by residential property	–	–	–	–					–		–	
9	Secured by commercial real estate	–	–	–	–					–		–	
10	Equity	–	–	–	–					–		–	
11	Past-due loans	–	–	–	–					–		–	
12	Higher-risk categories	–	–	–	–					–		–	
13	Other assets	336 979	–	336 979	–					336 979		–	
14	Total	7 753 797	701 936	8 455 733	60 451					4 824 218		–	

Credit risk under standardised approach continued

TEMPLATE CR5: STANDARDISED APPROACH – EXPOSURES BY ASSET CLASSES AND RISK WEIGHTS – SASFIN BANK LIMITED

Risk weight*	a	b	c	d	e	f	g	h	i	j
	0%	10%	20%	35%	50%	75%	100%	150%	Others	Total credit exposures amount (post CCF and post-CRM)
Asset classes										
1 Sovereigns and their central banks	1 435 758	-	-	-	-	-	-	-	-	1 435 758
2 Non-central government public sector entities	-	-	673 459	-	3 406	390	208 693	-	-	885 948
3 Multilateral development banks	-	-	-	-	-	-	-	-	-	-
4 Banks	-	-	1 009 144	-	-	-	532	-	-	1 009 677
5 Securities firms	-	-	-	-	-	-	53 145	-	-	53 145
6 Corporates	-	-	-	-	68 741	-	3 138 803	191 425	-	3 398 969
7 Regulatory retail portfolios	-	-	-	-	76 809	1 059 340	39 032	57 523	-	1 232 704
8 Secured by residential property	-	-	-	-	-	-	-	-	-	-
9 Secured by commercial real estate	-	-	-	-	-	-	-	-	-	-
10 Equity	-	-	-	-	-	-	-	-	-	-
11 Past-due loans	-	-	-	-	-	-	-	-	-	-
12 Higher-risk categories	-	-	-	-	-	-	-	-	-	-
13 Other assets	-	-	-	-	-	-	336 979	-	-	336 979
14 Total	1 435 758	-	1 682 603	-	148 956	1 059 730	3 777 185	248 947	-	8 353 179

Counterparty credit risk

TEMPLATE CCR1: ANALYSIS OF COUNTERPARTY CREDIT RISK (CCR) EXPOSURE BY APPROACH – SASFIN BANK LIMITED

	a	b	c	d	e	f
	Replace- ment cost	Potential future exposure	EEPE	Alpha used for computing regulatory EAD	EAD post-CRM	RWA
1 SA-CCR (for derivatives)	51 980	10 280		0	102 554	78 153
2 Internal Model Method (for derivatives and SFTs)			0	0	0	0
3 Simple Approach for credit risk mitigation (for SFTs)					0	0
4 Comprehensive Approach for credit risk mitigation (for SFTs)					0	0
5 VaR for SFTs					0	0
6 Total						78 153

TEMPLATE CCR2: CREDIT VALUATION ADJUSTMENT (CVA) CAPITAL CHARGE – SASFIN BANK LIMITED

	a	b
	EAD post-CRM	RWA
Total portfolios subject to the Advanced CVA capital charge	–	–
1 (i) VaR component (including the 3x multiplier)	–	–
2 (ii) Stressed VaR component (including the 3x multiplier)	–	–
3 All portfolios subject to the Standardised CVA capital charge	161 849	4 759
4 Total subject to the CVA capital charge	161 849	4 759

Counterparty credit risk continued

TEMPLATE CCR3: STANDARDISED APPROACH – CCR EXPOSURES BY REGULATORY PORTFOLIO AND RISK WEIGHTS – SASFIN BANK LIMITED

	a	b	c	d	e	f	g	h	i
Risk weight	0%	10%	20%	50%	75%	100%	150%	Others	Total credit exposure
Regulatory portfolio									
Sovereigns	–	–	–	–	–	–	–	–	–
Non-central government public sector entities (PSEs)	–	–	–	–	–	–	–	–	–
Multilateral development banks (MDBs)	–	–	–	–	–	–	–	–	–
Banks	–	–	2 836	13 056	–	–	–	–	15 892
Securities firms	–	–	–	–	–	–	–	–	–
Corporates	–	–	–	–	–	–	–	–	–
Regulatory retail portfolios	–	–	–	–	–	62 260	–	–	62 260
Other assets	–	–	–	–	–	–	–	–	–
Total	–	–	2 836	13 056	–	62 260	–	–	78 153

Quantitative disclosure – description of a bank's securitisation exposure

TEMPLATE SEC1: SECURITISATION EXPOSURES IN THE BANKING BOOK – SASFIN BANK LIMITED

	a	b	c	e	f	g	i	j	k
	Bank acts as originator			Bank acts as sponsor			Bank acts as investor		
	Traditional	Synthetic	Sub-total	Traditional	Synthetic	Sub-total	Traditional	Synthetic	Sub-total
1 <i>Retail (total) – of which</i>	–	–	–	–	–	–	–	–	–
2 residential mortgage	–	–	–	–	–	–	–	–	–
3 credit card	–	–	–	–	–	–	–	–	–
4 other retail exposures	–	–	–	–	–	–	–	–	–
5 re-securitisation	–	–	–	–	–	–	–	–	–
6 <i>Wholesale (total) – of which</i>	336 979	–	336 979	–	–	–	–	–	–
7 loans to corporates	–	–	–	–	–	–	–	–	–
8 commercial mortgages	–	–	–	–	–	–	–	–	–
9 lease and receivables	336 979	–	336 979	–	–	–	–	–	–
10 other wholesale	–	–	–	–	–	–	–	–	–
11 re-securitisation	–	–	–	–	–	–	–	–	–

Liquidity

TEMPLATE LIQ1: LIQUIDITY COVERAGE RATIO (LCR) – SASFIN BANK LIMITED

	a	b
	Total unweighted value (average)	Total weighted value (average)
High-quality liquid assets		
1 Total HQLA		1 158 689
Cash outflows		
2 <i>Retail deposits and deposits from small business customers, of which:</i>	1 046 469	104 647
3 Stable deposits	–	–
4 Less stable deposits	1 046 469	104 647
5 <i>Unsecured wholesale funding, of which:</i>	3 787 035	1 259 604
6 Operational deposits (all counterparties) and deposits in networks of cooperative banks	–	–
7 Non-operational deposits (all counterparties)	3 787 035	1 259 604
8 Unsecured debt	–	–
9 <i>Secured wholesale funding</i>		62 162
10 <i>Additional requirements, of which:</i>	695 239	187 779
11 Outflows related to derivative exposures and other collateral requirements	23 202	23 202
12 Outflows related to loss of funding of debt products	–	–
13 Credit and liquidity facilities	672 037	164 577
14 <i>Other contractual funding obligations</i>	302 015	302 015
15 <i>Other contingent funding obligations</i>	–	–
16 Total cash outflows		1 916 207
Cash inflows		
17 <i>Secured lending (eg reverse repo)</i>	–	–
18 <i>Inflows from fully performing exposures</i>	1 022 894	919 710
19 <i>Other cash inflows</i>	72 882	72 882
20 Total cash inflows	1 095 776	992 592
	Total adjusted value	
21 Total HQLA		1 158 689
22 Total net cash outflows		(923 614)
23 Liquidity coverage ratio (%)		(125.5%)

Liquidity continued

TEMPLATE LIQ2: NET STABLE FUNDING RATIO (NSFR) – SASFIN BANK LIMITED

		a	b	c	d	e
		Unweighted value by residual maturity				Weighted value
		No maturity*	<6 months	6 months to <1 year	≥1 year	
Available stable funding (ASF) item						
1	Capital:	–	–	–	942 703	942 703
2	Regulatory capital				942 703	942 703
3	Other capital instruments					–
4	Retail deposits and deposits from small business customers:	–	1 570 142	229 972	16 140	1 636 243
5	Stable deposits					
6	Less stable deposits		1 570 142	229 972	16 140	1 636 243
7	Wholesale funding:	–	3 155 112	510 042	99 842	1 673 922
8	Operational deposits		1 536 123	335 938	41 396	977 427
9	Other wholesale funding		1 618 988	174 104	58 446	696 495
10	Liabilities with matching interdependent assets					–
11	Other liabilities:	–	–	–	759 726	759 726
12	NSFR derivative liabilities					
13	All other liabilities and equity not included in the above categories		–	–	759 726	759 726
14	Total ASF					5 012 594
Required stable funding (RSF) item						
15	Total NSFR high-quality liquid assets (HQLA)					659 754
16	Deposits held at other financial institutions for operational purposes	–	–	–	–	–
17	Performing loans and securities:	–	2 253 264	209 610	3 239 394	3 628 128
18	Performing loans to financial institutions secured by Level 1 HQLA	–	–	–	–	–
19	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	–	131 054	–	–	19 658
20	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:	–	133 976	17 968	–	640 096
21	With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk	–	–	–	2 279 147	1 481 445
22	Performing residential mortgages, of which:	–	–	–	–	–
23	With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk	–	–	–	–	–
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	–	1 988 234	191 642	960 247	1 486 929

Liquidity continued

TEMPLATE LIQ2: NET STABLE FUNDING RATIO (NSFR) – SASFIN BANK LIMITED CONTINUED

		a	b	c	d	e
		Unweighted value by residual maturity				Weighted value
		No maturity*	<6 months	6 months to <1 year	≥1 year	
25	Assets with matching interdependent liabilities					–
26	Other liabilities:	–	–	–	–	86 503
27	Physical traded commodities, including gold	–				–
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs					–
29	NSFR derivative assets					86 503
30	NSFR derivative liabilities before deduction of variation margin posted					–
31	All other assets not included in the above categories					
32	Off-balance sheet items					35 097
33	Total RSF					3 749 728
34	Net Stable Funding Ratio (%)					133.68%

Market risk

TABLE MR1: MARKET RISK UNDER THE STANDARDISED APPROACH (SA) – SASFIN BANK LIMITED

		a
		Capital charge in SA
1	General interest rate risk	–
2	Equity risk	–
3	Commodity risk	–
4	Foreign exchange risk	37
5	Credit spread risk – non-securitisations	–
6	Credit spread risk – securitisations (non-correlation trading portfolio)	–
7	Credit spread risk – securitisation (correlation trading portfolio)	–
8	Default risk – non-securitisations	–
9	Default risk – securitisations (non-correlation trading portfolio)	–
10	Default risk – securitisations (correlation trading portfolio)	–
11	Residual risk add-on	–
12	Total	37

Abbreviations

ABBREVIATION	DEFINITION
A-IRB	Advanced internal ratings-based approach
ASF	Available Stable Funding
CCF	Credit Conversion Factor
CCR	Counterparty Credit Risk
CCPs	Clearing Counterparties
CET1	Common Equity Tier 1
CRM	Credit Risk Mitigation
CVA	Credit Valuation adjustment
EAD	Exposure at Default
ECL	Expected Credit Loss
EEPE	Effective Expected Positive Exposure
F-IRB	Foundation internal ratings-based approach
HQLA	High-Quality Liquid Assets
IAA	Internal Assessment Approach
IMA	Internal model approach
IMM	Internal model method
IRB	Internal Ratings-Based
LCR	Liquidity Coverage Ratio
MDB	Multilateral development banks
NSFR	Net Stable Funding Ratio
PSE	Public Sector Entities
RWA	Risk-Weighted Assets
SA	Standardised Approach
SA-CCR	Standardised Approach for Counterparty Credit Risk
SEC-ERBA	Securitisation external ratings-based approach
SEC-IRBA	Securitisation internal ratings-based approach
SEC-SA	Securitisation – Standardised Approach
VAR	Value at Risk