



Absa Group Limited

Pillar 3 risk management report
for the reporting period ended 31 March 2022



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The Pillar 3 risk management report provides the quarterly view of Absa Group Limited (the Group) and Absa Bank Limited (the Bank) regulatory capital and risk exposures. It complies with:

- The Basel Committee on Banking Supervision (BCBS) Pillar 3 disclosure requirements (Pillar 3 Standard).
- Regulation 43 of the Regulations relating to Banks (Regulations), issued in terms of the Banks Act, 1990 (Act No. 94 of 1990), were not superseded by the Pillar 3 disclosure requirements.

Management and the Group Risk and Capital Management Committee (GRCMC) have reviewed the report. The Board is satisfied that the Group's risk and capital management processes operated effectively for the period under review, and the Group is adequately capitalised and funded to support the execution of its strategy.

The information in this report is unaudited.



1. Key prudential metrics and RWA

In line with regulatory and accounting requirements, the capital and leverage positions of the Group and the Bank in this document are reflected on a regulatory basis (which requires unappropriated profits to be excluded). The capital and leverage positions of the Group are also managed on a statutory basis (which includes unappropriated profits).

The Group liquidity coverage ratio (LCR) reflects an aggregation of the Bank LCR and the LCR of the Absa Regional Operations (ARO). For this purpose, a simple average of the relevant three month-end data points is used for ARO. For the Bank, the LCR was calculated as a simple average of 90 calendar-day LCR observations.

The summary table below provides key capital adequacy and liquidity information on both a regulatory and statutory basis as at 31 March 2022.

1.1 Capital adequacy and liquidity

| | Board target ranges ¹ | Minimum regulatory requirements ² | 31 March 2022 Group performance | 31 December 2021 Group performance | 31 March 2022 Bank performance | 31 December 2021 Bank performance |
|---|----------------------------------|--|------------------------------------|---------------------------------------|-----------------------------------|--------------------------------------|
| Statutory capital ratios (includes unappropriated profits) (%) | | | | | | |
| Common equity tier 1 (CET1) | 11.0 – 12.5 | | 12.6 | 12.8 | 12.4 | 12.4 |
| Tier 1 | >12.0 | | 14.3 | 14.6 | 14.7 | 14.8 |
| Total capital adequacy requirement (CAR) | >14.5 | | 16.5 | 17.0 | 17.5 | 17.9 |
| Leverage | 5.5 – 7.5 | | 7.8 | 7.9 | 6.4 | 6.5 |
| Regulatory capital ratios (excludes unappropriated profits) (%) | | | | | | |
| CET1 | | 8.5 | 12.0 | 12.2 | 11.9 | 11.9 |
| Tier 1 | | 10.3 | 13.7 | 14.1 | 14.2 | 14.3 |
| Total CAR | | 12.5 | 15.9 | 16.5 | 16.9 | 17.5 |
| Leverage | | 4.0 | 7.4 | 7.6 | 6.2 | 6.3 |
| LCR (%) | | 90.0 ³ | 119.1 | 116.8 | 122.2 | 124.5 |
| Net stable funding ratio (NSFR) (%) | | 100.0 | 113.8 | 116.1 | 108.4 | 110.1 |

¹ Capital ratios (including unappropriated profits) are managed against Board capital target ranges. The Absa Bank Limited CET1 Board target range is 10.5% to 12.0% and Absa Bank Leverage Board Target is 5.0% to 7.0%.

² The 2022 minimum total regulatory CAR of 12.5% includes the capital conservation buffer, Pillar 2A at 1.00% and the D-SIB add-on but excludes the bank-specific individual capital requirement (Pillar 2B add-on).

³ The LCR minimum regulatory requirements increased from 80% to 90% with effect from 1 January 2022.



1. Key prudential metrics and RWA

1.2 KMI: Key metrics (at consolidated group level)¹

| | a | b | c | d | e |
|---|------------------|---------------------|----------------------|-----------------|------------------|
| | 31 March 2022 | 31 December 2021 | 30 September 2021 | 30 June 2021 | 31 March 2021 |
| Available capital (Rm) | | | | | |
| 1 CET1 | 110 721 | 114 080 | 108 822 | 107 437 | 103 041 |
| 2 Tier 1 | 126 582 | 131 059 | 125 163 | 123 508 | 111 990 |
| 3 Total capital | 146 583 | 153 534 | 148 281 | 147 781 | 136 908 |
| RWA (Rm) | | | | | |
| 4 Total RWA | 923 058 | 931 524 | 916 711 | 891 769 | 904 628 |
| Risk-based capital ratios as a percentage of RWA (%) | | | | | |
| 5 CET1 ratio | 12.0 | 12.2 | 11.9 | 12.1 | 11.4 |
| 6 Tier 1 ratio | 13.7 | 14.1 | 13.7 | 13.9 | 12.4 |
| 7 Total capital ratio | 15.9 | 16.5 | 16.2 | 16.6 | 15.1 |
| Additional CET1 buffer requirements as a percentage of RWA (%) | | | | | |
| 8 Capital conservation buffer requirement | 2.5 | 2.5 | 2.5 | 2.5 | 2.5 |
| 9 Countercyclical buffer requirement ² | - | - | - | - | - |
| 10 Global systemically important banks (G-SIB) and/or domestic systemically important banks (D-SIB) additional requirements | 1.0 | 1.0 | 1.0 | 1.0 | 0.5 |
| 11 Total of bank CET1 specific buffer requirements (Row 8 + row 9 + row 10) | 3.5 | 3.5 | 3.5 | 3.5 | 3.0 |
| 12 CET1 available after meeting the bank's minimum capital requirements | 3.5 | 4.2 | 3.9 | 4.1 | 3.9 |
| Basel III leverage ratio | | | | | |
| 13 Total Basel III leverage ratio exposure measure (Rm) | 1 705 152 | 1 716 289 | 1 697 416 | 1 645 788 | 1 614 976 |
| 14 Basel III leverage ratio (%) (row 2 / row 13) | 7.4 | 7.6 | 7.4 | 7.5 | 6.9 |
| LCR | | | | | |
| 15 Total high-quality liquid assets (HQLA) (Rm) | 211 840 | 206 880 | 196 248 | 214 589 | 206 410 |
| 16 Total net cash outflow (Rm) | 177 802 | 177 075 | 166 010 | 173 009 | 175 300 |
| 17 LCR (%) | 119.1 | 116.8 | 118.2 | 124.0 | 117.7 |
| NSFR | | | | | |
| 18 Total available stable funding (ASF) (Rm) | 973 930 | 1 003 080 | 987 128 | 962 485 | 942 574 |
| 19 Total required stable funding (RSF) (Rm) | 855 523 | 863 640 | 828 853 | 813 629 | 812 689 |
| 20 NSFR (%) | 113.8 | 116.1 | 119.1 | 118.3 | 116.0 |

¹ The fully loaded accounted ECL basis has been fully transitioned in.

² The countercyclical buffer in South Africa is currently zero.



1. Key prudential metrics and RWA

1.3 OV1: Overview of RWA

| | Group | | | Bank ¹ | | |
|--|------------------|---------------------|------------------------|-------------------|---------------------|------------------------|
| | a | b | c | a | b | c |
| | 31 March 2022 | 31 December 2021 | 31 March 2022 | 31 March 2022 | 31 December 2021 | 31 March 2022 |
| | RWA Rm | RWA Rm | MRC ² Rm | RWA Rm | RWA Rm | MRC ² Rm |
| 1 Credit risk (excluding counterparty credit risk (CCR)) | 658 587 | 675 930 | 82 323 | 456 994 | 463 433 | 57 123 |
| 2 Of which: standardised approach (SA) | 187 591 | 198 515 | 23 449 | 386 | 430 | 48 |
| 3 Of which: foundation internal ratings-based (FIRB) approach | - | - | - | - | - | - |
| 4 Of which: supervisory slotting approach | - | - | - | - | - | - |
| 5 Of which: advanced internal ratings-based (AIRB) approach | 470 996 | 477 415 | 58 874 | 456 608 | 463 003 | 57 075 |
| 6 CCR | 21 964 | 16 254 | 2 746 | 19 594 | 14 780 | 2 449 |
| 7 Of which: standardised approach for CCR (SA-CCR) | 21 964 | 16 254 | 2 746 | 19 594 | 14 780 | 2 449 |
| 8 Of which: internal model method (IMM) | - | - | - | - | - | - |
| 9 Of which: other CCR | - | - | - | - | - | - |
| 10 Credit valuation adjustment (CVA) | 15 067 | 10 203 | 1 883 | 11 854 | 8 594 | 1 482 |
| 11 Equity positions under the simple risk weight approach | 3 248 | 3 578 | 406 | 1 767 | 1 815 | 221 |
| 12 Equity investments in funds – look-through approach | 8 599 | 9 172 | 1 075 | 2 549 | 2 396 | 319 |
| 13 Equity investments in funds – mandate-based approach | - | - | - | - | - | - |
| 14 Equity investments in funds – fall-back approach | 483 | 446 | 60 | - | 199 | - |
| 15 Settlement risk | 1 039 | 1 191 | 130 | 989 | 1 133 | 124 |
| 16 Securitisation exposures in banking book | 3 656 | 3 937 | 457 | 3 656 | 3 937 | 457 |
| 17 Of which: IRB ratings-based approach (SEC-IRBA) | 3 656 | 3 937 | 457 | 3 656 | 3 937 | 457 |
| 18 Of which: securitisation external ratings-based approach (RBA) (SEC-ERBA), including internal assessment approach (IAA) | - | - | - | - | - | - |
| 19 Of which: securitisation SA (SEC-SA) | - | - | - | - | - | - |
| 20 Traded market risk | 35 475 | 39 183 | 4 435 | 23 280 | 25 838 | 2 910 |
| 21 Of which: SA | 18 996 | 19 693 | 2 375 | 6 801 | 6 348 | 850 |
| 22 Of which: internal model approach (IMA) | 16 479 | 19 490 | 2 060 | 16 479 | 19 490 | 2 060 |
| 23 Capital charge for switch between trading book and banking book | - | - | - | - | - | - |
| 24 Operational risk | 115 059 | 115 059 | 14 382 | 73 504 | 73 504 | 9 188 |
| Non-customer assets | 28 783 | 25 519 | 3 598 | 16 014 | 16 046 | 2 002 |
| 25 Amounts below the thresholds for deduction (subject to 250% risk weight) | 23 488 | 23 442 | 2 936 | 11 156 | 11 270 | 1 395 |
| 26 Floor adjustment (after application of transitional cap) ³ | 7 610 | 7 610 | 951 | 7 035 | 7 035 | 879 |
| 27 Total (1+6+10+11+12+13+14+15+16+20+23+24+25+26+non-customer assets) | 923 058 | 931 524 | 115 382 | 628 392 | 629 980 | 78 549 |

¹ Absa Bank Limited includes subsidiary undertakings, special-purpose entities, joint ventures, associates and offshore holdings.

² The 2022 minimum total regulatory capital adequacy requirement of 12.5% includes the capital conservation buffer, Pillar 2A at zero percent and the D-SIB add-on but excludes the bank specific individual capital requirement (Pillar 2B add-on).

³ Includes the operational risk floor.



1. Key prudential metrics and RWA

1.4 CR8: RWA flow statements of credit risk exposures under IRB

| | a 31 March 2022 RWA amounts Rm | a 31 December 2021 RWA amounts Rm |
|-------------------------------------|---|--|
| 1 RWA as at end of previous quarter | 477 415 | 474 696 |
| 2 Asset size | 8 427 | 8 002 |
| 3 Asset quality | (2 238) | (532) |
| 4 Model updates | (7 652) | (15 195) |
| 5 Methodology and policy | - | - |
| 6 Acquisitions and disposals | - | - |
| 7 Foreign exchange movements | (2 760) | 1 186 |
| 8 Other ¹ | (2 196) | 9 258 |
| 9 RWA as at end of reporting period | 470 996 | 477 415 |

1.5 MR2: RWA flow statements of market risk exposures under IMA

| | a | b | c | d | e | f |
|----------------------------------|------------------------------|---|---|--|-------------|-----------------|
| | 31 March 2022 | | | | | |
| | Value at risk (VaR) Rm | Stressed value at risk (sVaR) Rm | Incremental risk charge (IRC) Rm | Credit risk mitigation (CRM) Rm | Other Rm | Total RWA Rm |
| 1 RWA at previous quarter end | 8 244 | 11 245 | - | - | - | 19 490 |
| 2 Movements in risk levels | (945) | (2 066) | - | - | - | (3 011) |
| 3 Model updates/changes | - | - | - | - | - | - |
| 4 Methodology and policy | - | - | - | - | - | - |
| 5 Acquisitions and disposals | - | - | - | - | - | - |
| 6 Other | - | - | - | - | - | - |
| 7 RWA at end of reporting period | 7 299 | 9 179 | - | - | - | 16 479 |

| | a | b | c | d | e | f |
|----------------------------------|------------------|------------|-----------|-----------|-------------|-----------------|
| | 31 December 2021 | | | | | |
| | VaR Rm | sVaR Rm | IRC Rm | CRM Rm | Other Rm | Total RWA Rm |
| 1 RWA at previous quarter end | 7 814 | 11 905 | - | - | - | 19 719 |
| 2 Movements in risk levels | 430 | (660) | - | - | - | (229) |
| 3 Model updates/changes | - | - | - | - | - | - |
| 4 Methodology and policy | - | - | - | - | - | - |
| 5 Acquisitions and disposals | - | - | - | - | - | - |
| 6 Other | - | - | - | - | - | - |
| 7 RWA at end of reporting period | 8 244 | 11 245 | - | - | - | 19 490 |

¹ Other reflects RWA movements on non-performing loans due to misalignment of the definition of default between IFRS 9 impairment and regulatory capital models.



2. Leverage

Consistent with the treatment in table KM1, the leverage position below is shown on a regulatory basis.

2.1 LR1: Summary comparison of accounting assets versus leverage ratio exposure measure¹

| | Group | | Bank | |
|--|------------------|---------------------|------------------|---------------------|
| | a | b | a | b |
| | 31 March 2022 | 31 December 2021 | 31 March 2022 | 31 December 2021 |
| | Rm | Rm | Rm | Rm |
| 1 Total consolidated assets | 1 632 126 | 1 640 833 | 1 363 524 | 1 350 998 |
| 2 Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation | (33 381) | (33 081) | - | - |
| 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 | (1 641) | (2 569) | (1 429) | (2 526) |
| 5 Adjustments for securities financing transactions (i.e. repos and similar secured lending) | - | - | - | - |
| 6 Adjustments for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures) | 120 663 | 123 674 | 98 130 | 99 170 |
| 7 Other adjustments | (12 615) | (12 568) | (11 922) | (11 819) |
| 8 Leverage ratio exposure measure | 1 705 152 | 1 716 289 | 1 448 303 | 1 435 823 |

¹ Numbers reported are on a regulatory quarter-end basis.



2. Leverage

2.2 LR2: Leverage ratio common disclosure template

| | Group | | Bank | |
|--|---------------|------------------|---------------|------------------|
| | a | b | a | b |
| | 31 March 2022 | 31 December 2021 | 31 March 2022 | 31 December 2021 |
| | Rm | Rm | Rm | Rm |
| On-balance sheet exposures | | | | |
| 1 On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral) ¹ | 1 453 750 | 1 461 297 | 1 221 886 | 1 212 365 |
| 2 (Asset amounts deducted in determining Basel III Tier 1 capital) | (12 615) | (12 568) | (11 922) | (11 819) |
| 3 Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 and 2) ¹ | 1 441 135 | 1 448 729 | 1 209 964 | 1 200 546 |
| Derivative exposures | | | | |
| 4 Replacement cost associated with all derivative transactions (where applicable net of eligible cash variation margin and/ or with bilateral netting) | 41 904 | 26 071 | 40 780 | 25 428 |
| 5 Add-on amounts for potential future exposure (PFE) associated with all derivative transactions | 31 133 | 32 639 | 30 298 | 31 834 |
| 6 Gross-up for derivatives collateral provided 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) ¹ | (4 701) | (6 103) | (4 701) | (6 103) |
| 8 (Exempted central counterparty (CCP) leg of client-cleared trade exposures) | - | - | - | - |
| 9 Adjusted effective notional amount of written credit derivative | 5 175 | 5 287 | 5 175 | 5 287 |
| 10 (Adjusted effective notional offsets and add-on deductions for written credit derivatives) | - | - | - | - |
| 11 Total derivative exposures (sum of rows 4 to 10) ¹ | 73 511 | 57 894 | 71 552 | 56 446 |
| Security financing transaction exposures | | | | |
| 12 Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions | 69 843 | 85 992 | 68 657 | 79 661 |
| 13 (Netted amounts of cash payables and cash receivables of gross SFT assets) | - | - | - | - |
| 14 CCR exposure for SFT assets | - | - | - | - |
| 15 Agent transaction exposures | - | - | - | - |
| 16 Total securities financing transaction exposures (sum of rows 12 to 15) | 69 843 | 85 992 | 68 657 | 79 661 |
| Other off-balance sheet exposures | | | | |
| 17 Off-balance sheet exposures at gross notional amount | 369 367 | 374 839 | 313 915 | 315 079 |
| 18 (Adjustments for conversion to credit equivalent amounts) | (248 704) | (251 165) | (215 785) | (215 909) |
| 19 Off-balance sheet items (sum of rows 17 and 18) | 120 663 | 123 674 | 98 130 | 99 170 |
| Capital and total exposures | | | | |
| 20 Tier 1 capital (excluding unappropriated profits) | 126 582 | 131 059 | 89 171 | 90 279 |
| 21 Total exposures (sum of lines 3, 11, 16 and 19) | 1 705 152 | 1 716 289 | 1 448 303 | 1 435 823 |
| Leverage ratio | | | | |
| 22 Basel III leverage ratio | 7.4 | 7.6 | 6.2 | 6.3 |

¹ Prior period restated with a move of the cash variation margin deduction from line 1 to line 7.



3. Liquidity

3.1 LIQ1: Liquidity coverage ratio (LCR)

| Group | a | | b | | a | | b | |
|---|----------------------------------|--------------------------------|----------------------------------|--------------------------------|----------------------------------|--------------------------------|----------------------------------|--------------------------------|
| | 31 March 2022 | | 31 March 2022 | | 31 December 2021 | | 31 December 2021 | |
| | Total unweighted value (average) | Total weighted value (average) | Total unweighted value (average) | Total weighted value (average) | Total unweighted value (average) | Total weighted value (average) | Total unweighted value (average) | Total weighted value (average) |
| | Rm | Rm | Rm | Rm | Rm | Rm | Rm | Rm |
| High-quality liquid assets (HQLA) | | | | | | | | |
| 1 Total HQLA | | 211 840 | | | | | 206 880 | |
| Cash outflows | | | | | | | | |
| 2 Retail deposits and deposits from small business customers of which: | 431 674 | 33 319 | | | 435 400 | 33 448 | | |
| 3 Stable deposits | - | - | | | - | - | | |
| 4 Less stable deposits | 431 674 | 33 319 | | | 435 400 | 33 448 | | |
| 5 Unsecured wholesale funding of which: | 490 404 | 243 911 | | | 495 655 | 246 822 | | |
| 6 Operational deposits (all counterparties) and deposits in networks of cooperative banks | 150 055 | 37 514 | | | 147 790 | 36 947 | | |
| 7 Non-operational deposits (all counterparties) | 336 357 | 202 405 | | | 345 235 | 207 245 | | |
| 8 Unsecured debt | 3 992 | 3 992 | | | 2 630 | 2 630 | | |
| 9 Secured wholesale funding | | 400 | | | | 743 | | |
| 10 Additional requirements of which: | 310 872 | 35 067 | | | 310 293 | 35 881 | | |
| 11 Outflows related to derivative exposures and other collateral requirements | 11 577 | 11 577 | | | 12 418 | 12 418 | | |
| 12 Outflows related to loss of funding on debt products | - | - | | | - | - | | |
| 13 Credit and liquidity facilities | 299 295 | 23 490 | | | 297 875 | 23 463 | | |
| 14 Other contractual funding obligations | - | - | | | - | - | | |
| 15 Other contingent funding obligations | 149 743 | 6 437 | | | 149 080 | 6 425 | | |
| 16 Total cash outflows (Sum of lines 2+5+9+10+14+15) | | 319 134 | | | | 323 319 | | |
| Cash inflows | | | | | | | | |
| 17 Secured lending (e.g. reverse repos) | 28 670 | 3 573 | | | 41 836 | 6 560 | | |
| 18 Inflows from fully performing exposures | 152 456 | 127 448 | | | 147 266 | 123 336 | | |
| 19 Other cash inflows | 11 880 | 10 311 | | | 17 987 | 16 348 | | |
| 20 Total cash inflows (Sum of lines 17-19) | 193 006 | 141 332 | | | 207 089 | 146 244 | | |
| | | Total weighted value | | | | Total weighted value | | |
| High-quality liquid assets (HQLA) | | | | | | | | |
| 21 Total HQLA (Rm) | | 211 840 | | | | 206 880 | | |
| 22 Total net cash outflows (Rm) | | 177 802 | | | | 177 075 | | |
| 23 LCR (%) ¹ | | 119.1 | | | | 116.8 | | |

¹ The Group LCR reflects an aggregation of the Bank LCR and the ARO LCR. For this purpose, a simple average of the relevant three month-end data points is used in ARO, noting that, at a legal entity level, the ARO LCR is capped at 90% per the minimum regulatory requirements. For the Bank, the LCR was calculated as a simple average of 90 calendar-day LCR observations.



| | a | | b | | a | | b | |
|---|----------------------------------|--------------------------------|----------------------------------|--------------------------------|----------------------------------|--------------------------------|----------------------------------|--------------------------------|
| | 31 March 2022 | | 31 December 2021 | | 31 March 2022 | | 31 December 2021 | |
| | Total unweighted value (average) | Total weighted value (average) | Total unweighted value (average) | Total weighted value (average) | Total unweighted value (average) | Total weighted value (average) | Total unweighted value (average) | Total weighted value (average) |
| | Rm | Rm | Rm | Rm | Rm | Rm | Rm | Rm |
| Bank¹ | | | | | | | | |
| High-quality liquid assets (HQLA) | | | | | | | | |
| 1 Total HQLA | | 186 662 | | | | | 182 584 | |
| Cash outflows | | | | | | | | |
| 2 Retail deposits and deposits from small business customers of which: | 348 498 | 26 171 | 350 282 | 26 214 | | | | |
| 3 Stable deposits | - | - | - | - | | | | |
| 4 Less stable deposits | 348 498 | 26 171 | 350 282 | 26 214 | | | | |
| 5 Unsecured wholesale funding of which: | 400 212 | 204 492 | 396 408 | 202 705 | | | | |
| 6 Operational deposits (all counterparties) and deposits in networks of cooperative banks | 150 055 | 37 514 | 147 790 | 36 947 | | | | |
| 7 Non-operational deposits (all counterparties) | 246 795 | 163 616 | 246 572 | 163 712 | | | | |
| 8 Unsecured debt | 3 362 | 3 362 | 2 046 | 2 046 | | | | |
| 9 Secured wholesale funding | | 400 | | 743 | | | | |
| 10 Additional requirements of which: | 282 321 | 30 603 | 282 112 | 32 843 | | | | |
| 11 Outflows related to derivative exposures and other collateral requirements | 9 567 | 9 567 | 11 854 | 11 854 | | | | |
| 12 Outflows related to loss of funding on debt products | - | - | - | - | | | | |
| 13 Credit and liquidity facilities | 272 754 | 21 036 | 270 258 | 20 989 | | | | |
| 14 Other contractual funding obligations | - | - | - | - | | | | |
| 15 Other contingent funding obligations | 124 445 | 5 385 | 122 430 | 5 298 | | | | |
| 16 Total cash outflows (Sum of lines 2+5+9+10+14+15) | | 267 051 | | 267 803 | | | | |
| Cash inflows | | | | | | | | |
| 17 Secured lending (e.g. reverse repos) | 28 670 | 3 573 | 41 836 | 6 560 | | | | |
| 18 Inflows from fully performing exposures | 123 371 | 103 856 | 126 054 | 106 874 | | | | |
| 19 Other cash inflows | 8 431 | 6 862 | 9 303 | 7 664 | | | | |
| 20 Total cash inflows (Sum of lines 17-19) | 160 472 | 114 291 | 177 193 | 121 098 | | | | |
| | | Total weighted value | | Total weighted value | | | | |
| High-quality liquid assets (HQLA) | | | | | | | | |
| 21 Total HQLA (Rm) | | 186 662 | | 182 584 | | | | |
| 22 Total net cash outflows (Rm) | | 152 760 | | 146 705 | | | | |
| 23 LCR (%) | | 122.2 | | 124.5 | | | | |

¹ The Bank LCR was calculated as a simple average of 90 calendar-day LCR observations.



4. Abbreviations and acronyms

A

| | |
|------|--|
| AIRB | advanced internal ratings-based approach |
| ARO | Absa Regional Operations |
| ASF | available stable funding |

B

| | |
|-------|----------------------|
| Bank | Absa Bank Limited |
| Basel | Basel Capital Accord |

C

| | |
|------|------------------------------|
| CAR | capital adequacy requirement |
| CCP | central counterparty |
| CCR | counterparty credit risk |
| CET1 | common equity tier 1 |
| CRM | credit risk mitigation |
| CVA | credit valuation adjustment |

D

| | |
|--------|---------------------------------------|
| D-SIBs | domestic systemically important banks |
|--------|---------------------------------------|

F

| | |
|------|-----------------------------------|
| FIRB | foundation internal ratings-based |
|------|-----------------------------------|

G

| | |
|--------|---|
| GRCMC | Group Risk and Capital Management Committee |
| Group | Absa Group Limited |
| G-SIBs | global systemically important banks |

H

| | |
|------|----------------------------|
| HQLA | high quality liquid assets |
|------|----------------------------|

I

| | |
|------|---|
| IAA | internal assessment approach |
| IFRS | International Financial Reporting Standard(s) |
| IMA | internal models approach |
| IMM | internal model method |
| IRB | internal ratings-based |
| IRBA | internal ratings-based approach |
| IRC | incremental risk charge |

L

| | |
|-----|--------------------------|
| LCR | liquidity coverage ratio |
|-----|--------------------------|

M

| | |
|-----|------------------------------|
| MCR | minimum capital requirements |
|-----|------------------------------|

N

| | |
|------|--------------------------|
| NSFR | net stable funding ratio |
|------|--------------------------|

P

| | |
|-----|---------------------------|
| PFE | potential future exposure |
|-----|---------------------------|

R

| | |
|-----|-------------------------|
| RBA | ratings-based approach |
| RSF | required stable funding |
| RWA | risk-weighted assets |

S

| | |
|--------|--|
| SA | standardised approach |
| SA-CCR | standardised approach for counterparty credit risk |
| SEC | securitisation |
| SFTs | securities financing transactions |
| sVaR | stressed value at risk |

V

| | |
|-----|---------------|
| VaR | value at risk |
|-----|---------------|



www.absa.africa

Administration and contact details

Absa Group Limited

Incorporated in the Republic of South Africa
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Queries

Please direct investors relations queries to
IR@absa.africa

Please direct media queries to
groupmedia@absa.africa

Please direct queries relating to your Absa Group
shares to
web.questions@computershare.co.za

Please direct general queries regarding the Group
to absa@absa.co.za

Sponsors

Lead independent sponsor

J.P. Morgan Equities South Africa (Pty) Ltd
Telephone: +27 11 507 0300

Joint sponsor

Absa Bank Limited (Corporate and Investment
Bank)
Telephone: +27 11 895 6843
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