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## GOVERNMENT NOTICE

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### **SOUTH AFRICAN RESERVE BANK**

**No. R. 1033**

**15 December 2011**

**BANKS ACT, 1990 (ACT NO. 94 OF 1990)**

### **REGULATIONS RELATING TO BANKS**

The Minister of Finance has under section 90 of the Banks Act, 1990 (Act No. 94 of 1990), issued the regulations contained in the Schedule.

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## **CHAPTER I**

### **BASIS OF REGULATIONS**

#### **1. Objective of Regulations and completeness of information**

(1) The objective of these Regulations is to provide for the establishment of basic principles relating to the maintenance of effective risk management by banks and controlling companies, with due allowance for the ancillary objective that the benefits derived by banks and controlling companies from compliance with these Regulations exceed the costs entailed by such compliance.

(2) All information required to be reported in the forms prescribed in these Regulations shall be reflected against the appropriate items and in the columns specified in the forms. For example, subject to the provisions of regulation 2, all liabilities consisting of claims relating to and all assets arising from the business of the reporting bank shall be included against the appropriate liability or asset items in the relevant columns provided.

(3) Upon request, an analysis of any information or item furnished or appearing in any of the forms referred to in subregulation (2) shall be made available to the Registrar within a reasonable period of time.

#### **2. Management accounts as basis for the completion of returns**

(1) Unless expressly otherwise provided in the Act or these Regulations, all the prescribed returns shall reflect the management accounts presented to the management and/or board of directors of a bank or controlling company in the sense that the said returns-

(a) shall be prepared using the same principles used in the preparation of such management accounts and/or board reports;

(b) shall be easily reconcilable to such management accounts and/or board reports.

(2) In the event of a conflict between the instructions, directives and interpretations relating to the completion of the returns, as prescribed in these Regulations, and the manner in which the management accounts of the bank or controlling company concerned are completed, the basis and composition of amounts disclosed in such management accounts shall after consultation with the Registrar be presented to the Registrar for approval, provided that in all cases the aggregate amount of the relevant amounts disclosed shall agree or easily be reconcilable.

#### **3. Financial Reporting Standards**

(1) Subject to the provisions of regulation 9, unless expressly otherwise provided in the Act or these Regulations, all the relevant prescribed returns shall be prepared in accordance with Financial Reporting Standards issued from time to time, with additional disclosure when required, provided that in the absence of a specific Financial Reporting Standard and an approved interpretation reference shall be made to the relevant pronouncements of the International Accounting Standards Board. In virtually all circumstances the appropriate application of Financial Reporting Standards results in returns and information that provide a fair presentation of the financial position, the results of operations and the relevant risk positions of the relevant bank or controlling company.



(2) Unless-

- (a) specifically otherwise provided in these Regulations; or
- (b) on prior application, the Registrar authorised a deviation from such policy,

the same accounting policy applied by a bank or controlling company in the compilation of its annual financial statements shall be applied by such bank or controlling company in the compilation of the prescribed returns required to be furnished to the Registrar in terms of the Act and these Regulations.

(3) In the event of a deviation in the compilation of the prescribed returns required to be furnished by a bank or controlling company to the Registrar in terms of the Act and these Regulations from the accounting policy applied by such a bank or controlling company in the compilation of its annual financial statements, as envisaged in subregulation (2), the said returns shall be easily reconcilable to the said annual financial statements.

(4) When a bank or controlling company, in accordance with the relevant requirements contained in Financial Reporting Standards issued from time to time, wishes to implement or adopt any fair value option or approach in respect of financial instruments, the said bank or controlling company-

- (a) shall have in place robust risk management systems and board approved policies, procedures and controls prior to the initial application of the said fair value option for a particular activity, instrument or purpose, and on an ongoing basis, in order to ensure, amongst other things, that-
  - (i) sound risk management objectives consistent with the risk management framework and overall risk appetite approved by the bank or controlling company's board of directors, or a relevant committee of the board, are met when the fair value option or approach is applied;
  - (ii) the bank or controlling company applies appropriate valuation methods;
  - (iii) fair values are reliable for all instruments included in the fair value option category;
  - (iv) relevant risk management and control policies pertaining to the use of the fair value option and related valuation methodologies are consistently applied and complied with; and
  - (v) appropriate information is periodically provided to the bank or controlling company's relevant senior management and board of directors, or a relevant committee of the board, about the use of the fair value option, and the impact thereof on the bank's financial condition and performance;
- (b) shall at all times, in form and in substance, comply with any relevant criteria or requirements contained in the relevant Financial Reporting Standard;

- (c) shall duly document its application of the fair value option or approach and all relevant or related matters;
- (d) shall ensure that all relevant assets and liabilities designated as at fair value under the fair value option are duly captured in the relevant risk measurement systems and that the resulting exposure amounts are included in all relevant internal reports that compare actual overall exposure to approved overall risk management limits,

provided that-

- (i) no bank or controlling company shall for the purposes of these Regulations apply any fair value option or approach to instruments in respect of which it is unable to reliably estimate fair values;
- (ii) the Registrar may in writing require a bank or controlling company-
  - (A) to provide supplemental information regarding its application of the fair value option or approach in order to, amongst other things, assess the impact thereof on the bank or controlling company's-
    - (i) overall risk profile;
    - (ii) capital adequacy position;
    - (iii) earnings, and the volatility in earnings;
    - (iv) net interest margin;
    - (v) profit and loss position;
    - (vi) credit risk and related allowances for loss;
  - (B) to exclude from its qualifying amount of capital and reserve funds-
    - (i) any gains or losses arising from changes in its own credit risk due to the application of the fair value option to financial liabilities, that is, when a bank or controlling company, for example, applies the fair value option to its own debt and subsequently recognises a gain and a resulting increase in its capital and reserve funds owing to a deterioration in its own creditworthiness, the Registrar may require the said bank or controlling company to exclude the relevant amount from its qualifying amount of capital and reserve funds;
    - (ii) any unrealised gains or losses on items designated as at fair value through profit and loss when such treatment gives rise to safety and soundness concerns;

- (iii) the relevant fair values of assets and liabilities designated as at fair value under the fair value option shall be independently verified by an appropriately qualified unit independent from the relevant business unit(s), with the same frequency that the fair values of any related assets or liabilities are independently verified;
- (iv) all relevant models used to value items designated as at fair value under the fair value option shall be independently verified by an appropriately qualified unit as part of the bank or controlling company's regular cycle of model validation;
- (v) staff independent from those responsible for the origination of transactions shall monitor the application of the fair value option, amongst others, for conformity with all relevant Financial Reporting Standards, including all relevant accounting and disclosure requirements;
- (vi) based on its risk assessment, the appropriateness of a bank or controlling company's use of the fair value option shall periodically be subject to review by internal audit.

#### **4. Certification and rendition of returns**

- (1) Irrespective whether a return is rendered on a prescribed form or by means of an electronic facility, the chief executive officer, chief accounting officer and executive officer responsible for the relevant reporting bank or controlling company's compliance with the Financial Intelligence Centre Act, 2001 (Act No. 38 of 2001), as amended (FICA), shall sign and certify the prescribed form BA 099 in respect of each return indicated on the said form.
- (2) Every set of returns rendered simultaneously, as mentioned in subregulation (1), shall be accompanied by a duly completed, signed and certified form BA 099.
- (3) When the chief executive officer, chief accounting officer or executive officer responsible for compliance with FICA is not available to sign a completed form BA 099, the officer performing the relevant function shall sign the said form in an acting capacity and not on behalf of the absent officer, and the normal office of the officer so acting shall be clearly stated on the form BA 099.
- (4) The furnishing of the returns referred to in these Regulations, whether by way of the completion of the prescribed forms or by electronic means, shall be done at the intervals indicated in Chapter II and Chapter VI of these Regulations, and such returns shall be forwarded to the Registrar at the address set out in regulation 6(1).
- (5) A reporting bank or controlling company shall submit every appropriate, duly completed form prescribed in Chapter II and Chapter VI of these Regulations, reflecting the required particulars relating to the business conducted by it in the Republic.

(6) A reporting bank or controlling company shall, apart from the forms referred to in subregulation (5), submit every appropriate, duly completed form prescribed in Chapter II and Chapter VI of these Regulations, reflecting the required particulars relating to the relevant business conducted by it, other than the business referred to in subregulation (5), through the medium of an agency or in respect of a branch, a subsidiary company or a relevant associate contemplated in regulation 45(2)(b) in each country elsewhere in the world.

(7) Unless otherwise indicated, all returns shall be completed in either the currency of the country in which the banking or relevant business is being conducted or in the currency in which the banking or relevant business is officially reported, whichever is applicable.

(8) When completing the returns in respect of banking business conducted outside the Republic, the definitions and interpretation of items used in these Regulations shall be applied to the circumstances prevailing in each relevant country and any difficulty experienced or uncertainty in this regard shall be referred to the Registrar for an appropriate directive.

## **5. Failure or inability to comply with the provisions of the Regulations**

(1) Subject to the provisions of section 74 of the Act, a bank, controlling company, branch or branch of a bank that fails or is unable to comply with a provision of these Regulations shall report its failure or inability to comply in writing to the Registrar, stating the reasons for such failure or inability to comply.

(2) The Registrar may summarily take action under the Act or these Regulations against a bank, controlling company, branch or branch of a bank referred to in subregulation (1) or, if in the circumstances the Registrar deems it fit to do so, condone the said failure or inability and, subject to such conditions as may be specified in writing, afford the institution concerned an opportunity to comply with the relevant provision within a specified period.

## **6. General**

(1) Forms to be completed and submitted in terms of these Regulations can be obtained from the Reserve Bank, Office for Banks, P O Box 8432, Pretoria, 0001, and shall be completed and submitted in accordance with the relevant instructions, directives and interpretations contained in the applicable chapters of these Regulations.

(2) A bank or controlling company is not obliged to use the forms provided by the Office for Banks, but any reproduction used by the said bank or controlling company shall in all respects correspond to the prescribed forms.

(3) Additional facilities are provided by the Office for Banks for the rendition by a bank or controlling company of the required information in the prescribed statements and returns by electronic means, and further details in this regard may be obtained from the said Office for Banks.

## CHAPTER II

### FINANCIAL, RISK-BASED AND OTHER RELATED RETURNS, AND INSTRUCTIONS, DIRECTIVES AND INTERPRETATIONS RELATING TO THE COMPLETION THEREOF

7. List of forms prescribed in respect of financial, risk-based and other related returns to be submitted to the Registrar with indication of institution by which, intervals at which and period within which returns shall be submitted

Form number	Title/ description	Solo supervision					Consolidated supervision		
		Bank in Republic <sup>1</sup>	Foreign branches of South African banks <sup>2</sup>	Bank legal entity <sup>3</sup>	Foreign bank <sup>4</sup>	Other operations <sup>5</sup>	Bank consolidated <sup>6</sup>	Sub-consolidation <sup>7</sup>	Controlling company consolidated <sup>8</sup>
BA 099	Declaration in respect of statutory returns submitted <sup>9</sup>	Whenever required as control sheet and for purpose of making required declarations							
BA 099A	Declaration in respect of statutory returns submitted by foreign operations <sup>9</sup>								
BA 100	Balance sheet	Monthly <sup>10b, 10h</sup>		Monthly <sup>10b, 10h</sup>		In accordance with conditions specified by the Registrar	Quarterly <sup>10d, 10h</sup>	In accordance with conditions specified by the Registrar	Quarterly <sup>10d, 10h</sup>
BA 110	Off-balance-sheet activities	Monthly <sup>10b, 10h</sup>		Monthly <sup>10b, 10h</sup>			Quarterly <sup>10d, 10h</sup>		Quarterly <sup>10d, 10h</sup>
BA 120	Income statement	Monthly <sup>10b, 10h</sup>		Monthly <sup>10b, 10h</sup>			Quarterly <sup>10d, 10h</sup>		Quarterly <sup>10d, 10h</sup>
BA 125	Return regarding shareholders			Annually <sup>10f</sup>	Annually <sup>10f</sup>				Annually <sup>10f</sup>
BA 130	Restriction on investments, loans and advances	Quarterly <sup>10c, 10h</sup>							
BA 200	Credit risk: monthly return	Monthly <sup>10c, 10h</sup>							
BA 210	Credit risk: quarterly return	Quarterly <sup>10c, 10h</sup>							
BA 220	Credit risk: six-monthly return	Six-monthly <sup>10h</sup>							
BA 300	Liquidity risk	Monthly <sup>10c, 10h</sup>							
BA 310	Minimum reserve balance and liquid assets	Monthly <sup>10b, 10h</sup>							
BA 320	Market risk	Monthly <sup>10c, 10h</sup>							
BA 325	Daily return: selected risk exposure	Daily <sup>10a, 10h</sup>							
BA 330	Interest-rate risk: banking book	Monthly <sup>10c, 10h</sup>							
BA 340	Equity risk in the banking book	Monthly <sup>10c, 10h</sup>							
BA 350	Derivative instruments	Monthly <sup>10c, 10h</sup>							
BA 400	Operational risk: six-monthly return	Six-monthly <sup>10e, 10h</sup>							
BA 410	Operational risk: annual return	Annually <sup>10e, 10h</sup>							
BA 500	Securitisation schemes	Monthly <sup>10c, 10h</sup>							
BA 600	Consolidated return						Quarterly <sup>10d, 10h</sup>		Quarterly <sup>10d, 10h</sup>
BA 610	Foreign operations of South African banks		Quarterly <sup>10c, 10h</sup>		Quarterly <sup>10c, 10h</sup>				
BA 700	Capital adequacy	Monthly <sup>10c, 10h</sup>					Quarterly <sup>10d, 10h</sup>		Quarterly <sup>10d, 10h</sup>

- 1 Means the supervision of the South African operations of a bank incorporated in the Republic.
- 2 Means a bank conducting business as such outside the Republic, through the medium of a branch of a bank.
- 3 Means the supervision of a bank on a legal entity basis, that is, the combination of information of the relevant bank in the Republic and its relevant branches.
- 4 Means a bank or other entity conducting the business of a bank, which bank or entity is not located or incorporated in the Republic but is controlled by a bank or controlling company that is incorporated in the Republic, but does not include any branch of a bank.
- 5 Means any regulated or unregulated non-bank entity controlled by a bank or controlling company incorporated in the Republic.
- 6 Means the supervision on a consolidated basis of a bank incorporated in the Republic and its relevant branches, subsidiaries and associates, as envisaged in regulation 36.
- 7 Means the supervision on a sub-consolidated basis of a bank or controlling company and its relevant branches, subsidiaries and associates when the said bank or controlling company is a subsidiary of another bank or controlling company subject to the relevant requirements for consolidated supervision specified in these Regulations.
- 8 Means the supervision on a consolidated basis of a bank controlling company incorporated in the Republic and its relevant subsidiaries and associates, as envisaged in regulation 36.
- 9 Forms BA 099 and BA 099A are not prescribed financial returns, but shall be used as a control sheet and to furnish the required declarations regarding compliance and the maintenance of prescribed minimum balances.
- 10 The prescribed statements and returns shall be submitted within the periods specified below.
- a. Before 09:00 am on the second business day immediately following on the day to which the prescribed statement or return relates.
  - b. Within 15 business days immediately following on the month-end or quarter-end to which the prescribed statement or return relates.
  - c. Within 20 business days immediately following on the month-end or quarter-end to which the prescribed statement or return relates.
  - d. Within 30 business days immediately following on the month-end or quarter-end to which the prescribed statement or return relates.
  - e. Within 20 business days immediately following on the sixth month of the financial year or the date to which the annual financial statements relate.
  - f. Within 30 days of 31 December of each year.
  - g. Within 90 days immediately following on the date to which the annual financial statements relate.
  - h. Within 60 days immediately following on the sixth month of the financial year and within 90 days immediately following on the date to which the annual financial statements relate.

(Note: As an example, a reference to 10c; 10h in respect of a specific prescribed return means two independent submissions in respect of the specified return, interval and period.)

**DECLARATION IN RESPECT OF STATUTORY RETURNS SUBMITTED****BA 099**

(To accompany all relevant statutory returns submitted in terms of these Regulations)

Name of bank/controlling company .....

Period ended.....(yyyy-mm-dd)

**A. DECLARATION IN RESPECT OF RETURNS**

We, the undersigned, hereby declare as follows in respect of each of the relevant statutory statements and returns (identified and rendered in the manner indicated in the space provided for such purposes in part C of this form) submitted herewith in respect of the period indicated above:

**1. GENERAL**

- (i) The information contained in the statements and returns is to the best of our knowledge and belief correct; and
- (ii) the statements and returns have been compiled in accordance with the relevant provisions of these Regulations; and
- (iii) the statements and returns reflect the management accounts presented to the management and board of directors of the bank, as required in regulation 2 of these Regulations.

**2. FORM BA 130**

This bank has at all times during the reporting period complied with the relevant provisions and requirements specified in sections 76 and 77 of the Act.

**3. FORM BA 310**

- (i) None of the liquid assets included in items 16 to 22 of the form BA310 have been pledged or otherwise encumbered, as envisaged in section 72(3) of the Act, without the consent of the Registrar;
- (ii) all securities included under the liquid assets envisaged in paragraph (i) have been valued in accordance with the provisions of section 72(4) of the Act; and
- (iii) this bank has from the fifteenth business day of the month following the month for which the preceding return of form BA 310 was submitted to date maintained, and will continue to maintain, for every day until the fourteenth business day of the month following the month to which this return relates, the prescribed average daily minimum reserve balance with the Reserve Bank, as required in terms of section 10A of the South African Reserve Bank Act, 1989, and the prescribed average daily minimum amount of liquid assets, as prescribed in regulation 27(3), and complies/will comply, as from the fifteenth business day of the month following the month to which this return relates, with the aforesaid prescribed minimum requirements on the basis of its prescribed amount of liabilities during the reporting month. (When the bank failed to comply with the prescribed requirements, the declaration shall be qualified, and a statement showing the relevant deficiency(ies), for every day on which a deficiency existed, shall accompany this return.)

**4. FORM BA 325**

This bank has not exceeded the limit on its effective net open position(s) in foreign currency, as prescribed in regulation 29(3). (When the bank exceeded the prescribed limit, the declaration shall be qualified, and a statement showing the relevant excess(es), for every day on which an excess existed, shall accompany this return.)

**5. FORM BA 700**

This bank has from the twentieth business day of the month following the month for which the preceding return of form BA 700 was submitted to date maintained, and will continue to maintain, for every day until the nineteenth business day of the month following the month to which this return relates, the relevant prescribed minimum amount of-

- (i) allocated qualifying primary and secondary capital and reserve funds relating to risks other than market risk, as prescribed in regulations 38(8) and 38(9); and
- (ii) allocated qualifying primary and secondary capital and reserve funds and tertiary capital relating to market risk, as prescribed in regulations 38(8) and 38(9),

and complies/will comply, as from the twentieth business day of the month following the month to which this return relates, with the aforesaid relevant requirements relating to the maintenance of the prescribed minimum amounts of:

- (i) allocated qualifying primary and secondary capital and reserve funds; and
- (ii) allocated qualifying primary and secondary capital and reserve funds and tertiary capital.

(When the bank failed to comply with the relevant prescribed requirements, the declaration shall be qualified, and a statement showing the relevant deficiency(ies), for every day on which a deficiency existed, shall accompany this return.)

**B. DECLARATION IN RESPECT OF RELATED MATTERS**

We, the undersigned, hereby declare as follows:

**1. INVESTMENTS BY CONTROLLING COMPANIES\* (\* Delete when not relevant)**

The abovementioned controlling company has at all times during the reporting period complied with the provisions of section 50 of the Act.

**2. FINANCIAL INTELLIGENCE CENTRE ACT, 2001 (FICA)**

This bank/controlling company has to date complied with and will continue to comply with-

- (i) any relevant requirement contained in the Financial Intelligence Centre Act, 2001 (Act No. 38 of 2001), as amended; and
- (ii) any relevant requirement contained in the Regulations that may be issued from time to time in terms of the aforesaid Act.

(When the bank/controlling company failed to comply with any relevant requirement, the declaration shall be qualified, and a statement indicating the relevant details of the failure to comply shall accompany this return.)

**C. FORMS SUBMITTED**

The following statement(s) and return(s), as identified by a hash total or cross in the relevant space provided, are submitted herewith in the format indicated below:

Form number	Title/ description	Hash total on BA form electronically submitted <sup>1</sup>	In the event of a query, the Reserve Bank may contact:		
			Name	Tel no.	Ext
BA 100	Balance sheet				
BA 110	Off-balance-sheet activities				
BA 120	Income statement				
BA 125	Return regarding shareholders				
BA 130	Restriction on investments, loans and advances				
BA 200	Credit risk: monthly return				
BA 210	Credit risk: quarterly return				
BA 220	Credit risk: six-monthly return				
BA 300	Liquidity risk				
BA 310	Minimum reserve balance and liquid assets				
BA 320	Market risk				
BA 325	Daily return: selected risk exposure				
BA 330	Interest-rate risk: banking book				
BA 340	Equity risk in the banking book				
BA 350	Derivative instruments				
BA 400	Operational risk: six-monthly return				
BA 410	Operational risk: annual return				
BA 500	Securitisation schemes				
BA 600	Consolidated return				
BA 610	Foreign operations of South African banks				
BA 700	Capital adequacy				
BA 900	Institutional and maturity breakdown of liabilities and assets				
BA 920	Analysis of instalment sale transactions, leasing transactions and selected assets				
BA 930	Interest rates on deposits, loans and advances				
BA 940	Selected locational statistics based on residence				
BA 950	Selected locational statistics based on nationality of bank				



Form number	Title/ description	Hard copies submitted <sup>2</sup>	In the event of a query, the Reserve Bank may contact:		
			Name	Tel no.	Ext
BA 125	Return regarding shareholders				
BA 210	Credit risk: quarterly return				
BA 220	Credit risk: six-monthly return				
BA 410	Operational risk: annual return				
BA 500	Securitisation schemes				
BA 600	Consolidated return				
BA 700	Capital adequacy				
Other	(Please specify)				

1. In respect of relevant amounts electronically submitted.

2. In respect of detailed information not submitted in an electronic format on the relevant return.

#### D. ATTESTATION OF FORM BA 099

##### 1. CERTIFICATION BY OFFICIALS RESPONSIBLE FOR EACH RELEVANT RISK

RISK	RESPONSIBLE OFFICIAL	SIGNATURE	DATE
Balance sheet			
Income statement			
Solvency			
Liquidity			
Counterparty			
Interest rate			
Market (Position)			
Credit			
Technological			
Operational			
Any other risk regarded as material – please specify			

##### 2. CERTIFICATION BY CHIEF EXECUTIVE OFFICER, CHIEF ACCOUNTING OFFICER AND EXECUTIVE OFFICER (FICA)

Signed at ....., this ..... day of ..... (yyyy-mm)

.....  
Chief Executive Officer\*

.....  
Chief Accounting Officer\*

.....  
Executive Officer: FICA\*

\*Please note: When the Chief Executive Officer, Chief Accounting Officer or Executive Officer (FICA) is not available to sign a completed form BA 099, the officer performing the relevant function shall sign the said form in an acting capacity and not on behalf of the absent officer, and the normal office of the officer so acting shall clearly be stated.

**DECLARATION IN RESPECT OF STATUTORY RETURNS SUBMITTED BY  
FOREIGN OPERATIONS**

BA 099A

(To accompany all statutory returns submitted by the above institutions in terms of the Regulations relating to Banks)

Name of foreign operation.....

Period ended.....(yyyy-mm-dd) Host country .....

**A. DECLARATION IN RESPECT OF RETURNS**

We, the undersigned, hereby declare as follows in respect of each of the relevant statutory statements and returns (identified and rendered in the manner indicated in the space provided for such purposes in part C of this form) submitted herewith in respect of the period indicated above:

**1. GENERAL**

- (i) The information contained in the statements and returns is to the best of our knowledge and belief correct; and
- (ii) the statements and returns have been compiled in accordance with the relevant provisions of these Regulations or, when relevant, the rules and regulations of the relevant host supervisor; and
- (iii) the statements and returns reflect the relevant management accounts presented to the management and board of directors of the relevant bank/ operation.

**2. FORM BA 610**

The issued primary and secondary capital and reserve funds and tertiary capital of the abovementioned bank/ operation have on ..... (date) been reduced by the relevant amounts of items prescribed in regulations 23(6), 23(8), 23(11) and 23(13) as deductions against capital and reserve funds.

Furthermore, this bank/operation has from the twentieth business day of the month following the quarter for which the preceding return of form BA 610 was submitted to date maintained, and will continue to maintain, for every day until the nineteenth business day of the month following the quarter to which this return relates, the relevant prescribed minimum amount of-

- (i) allocated qualifying primary and secondary capital and reserve funds relating to risks other than market risk, as prescribed in regulations 38(8) and 38(9); and
- (ii) allocated qualifying primary and secondary capital and reserve funds and tertiary capital relating to market risk, as prescribed in regulations 38(8) and 38(9), or
- (iii) capital and reserve funds specified by the relevant host supervisor should the latter be higher,

and complies/will comply, as from the twentieth business day of the month following the quarter to which this return relates, with the aforesaid relevant requirements relating to the maintenance of the prescribed minimum amounts of:

- (i) allocated qualifying primary and secondary capital and reserve funds; and
- (ii) allocated qualifying primary and secondary capital and reserve funds and tertiary capital.

(When the bank/ operation failed to comply with the relevant prescribed requirements, the declaration shall be qualified, and a statement showing the relevant deficiency(ies), for every day on which a deficiency existed, shall accompany this return.)

**B. DECLARATION IN RESPECT OF RELATED MATTERS**

We, the undersigned, hereby declare as follows:

**1. ANTI-MONEY LAUNDERING AND COMBATING THE FINANCING OF TERRORISM LEGISLATION**

This bank/operation has to date complied with and will continue to comply with any relevant requirement contained in relevant legislation in respect of anti-money laundering or combating the financing of terrorism.

(When the bank/operation failed to comply with any relevant requirement, the declaration shall be qualified, and a statement indicating the relevant details of the failure to comply shall accompany this return.)

**C. FORMS SUBMITTED**

The following statement(s) and return(s), as identified by a hash total or cross in the relevant space provided, are submitted herewith in the format indicated below:

Form number	Heading of form	Hash total on BA form electronically submitted <sup>1</sup>	In the event of a query, the Reserve Bank may contact:		
			Name	Tel no.	Ext
BA 610	Foreign operations of South African banks				
		Hard copies submitted <sup>2</sup>	In the event of a query, the Reserve Bank may contact:		
			Name	Tel no.	Ext
BA 610	Foreign operations of South African banks				
Other	(Please specify)				

1. In respect of relevant amounts electronically submitted.

2. In respect of detailed information not submitted in an electronic format on the relevant return

**D. ATTESTATION OF FORM BA 099A****1. CERTIFICATION BY OFFICIALS RESPONSIBLE FOR EACH RELEVANT RISK**

RISK	RESPONSIBLE OFFICIAL	SIGNATURE	DATE
Balance sheet			
Income statement			
Solvency			
Liquidity			
Counterparty			
Interest rate			
Market (Position)			
Credit			
Technological			
Operational			
Any other risk regarded as material – please specify			

**2. CERTIFICATION BY FOREIGN CHIEF EXECUTIVE OFFICER, FOREIGN CHIEF ACCOUNTING OFFICER AND FOREIGN EXECUTIVE OFFICER (ANTI-MONEY LAUNDERING)**

Signed at ....., this ..... day of ..... (yyyy-mm)

.....  
Foreign Chief Executive Officer\*

.....  
Foreign Chief Accounting Officer\*

.....  
Foreign Executive Officer\* (Anti-money laundering)

\*Please note: When the Foreign Chief Executive Officer, Foreign Chief Accounting Officer or Foreign Executive Officer (Anti-money laundering) is not available to sign a completed form BA 099A, the officer performing the relevant function shall sign the said form in an acting capacity and not on behalf of the absent officer, and the normal office of the officer so acting shall clearly be stated.

## **INSTRUCTIONS RELATING TO FINANCIAL, RISK-BASED AND OTHER RELATED RETURNS**

### **8. Calculation of averages**

(1) Whenever relevant or required, unless specifically otherwise stated, the average daily balance for a month in respect of any liability or asset item, or any other balance or prescribed magnitude, identified in the prescribed forms, shall be calculated by totalling the amounts thereof for each day of the month and by dividing such total by the number of calendar days in the particular month to which the statement relates.

(2) The balance to be used in respect of any day on which the reporting bank is not open for business shall be the total of the relevant liability or asset item, balance or magnitude as at the close of business on the preceding business day.

(3) When a bank is unable to calculate an average daily balance for a month, as envisaged in subregulation (1), the bank concerned may apply to the Registrar for approval to use, in respect of a particular item, the month-end figure for the reporting month and the relevant figures for the preceding two month-ends to calculate an average balance. (A bank shall indicate, in its application to the Registrar, the approximate average difference between the month-end figure and the average daily balance for the particular item and by which date it expects to be able to calculate an average daily balance for the month, as envisaged in subregulation (1)).

### **9. Gross balances**

(1) Unless expressly otherwise directed in writing by the Registrar or provided in these Regulations, including the prescribed forms, all information required to be reported in the forms shall be reported on the basis of gross balances.

(2) Subject to the provisions of subregulation (1), the reduction of balances shall be effected only as a result of the application of set-off in terms of regulation 13, cash-management schemes in terms of regulation 16 or netting in terms of the relevant requirements specified in regulation 23.

(3) Assets pledged as security for liabilities of a bank, and such liabilities, shall respectively be reported on the basis of gross balances.

### **10. Maturity classification**

Unless specifically otherwise stated, the maturity classification of a liability or an asset (which classification shall for the purpose of the determination of any average amount be effected on a daily basis) shall be determined with reference to **the remaining period to maturity** of the liability or asset in question and not with reference to the date on which the liability was incurred or the asset was acquired.

**11. Reference to line item numbers**

Arabic numerals appearing under the heading "Line item" and used to number individual paragraphs of the regulations containing directives and interpretations for the completion of returns correspond to the relevant line item numbers appearing on the relevant forms.

**12. Revaluation surplus ranking as secondary unimpaired reserve funds**

(1) A surplus resulting from a revaluation of specified assets shall rank as secondary unimpaired reserve funds only to the extent permitted in paragraph (a) of the definition of "secondary unimpaired reserve funds", in section 1(1) of the Act, if the revaluation in question complies with the conditions specified below.

- (a) The revaluation shall be a revaluation of strategic long-term investments or fixed assets that have formally been identified by the board of directors of the relevant bank as strategic long-term investments.
- (b) The revaluation shall be made by an independent valuer or associated valuer registered as such under the Valuers' Act, 1982, as amended, the Property Valuers Profession Act, 2000, as amended, or, with the approval of the Registrar, by another suitably qualified person, at intervals of not more than once every financial year or at such intervals as may be specified in writing by the Registrar and in accordance with the accounting policy of the reporting bank and relevant financial reporting standards issued from time to time.
- (c) The assets being revalued shall be similar in nature, for example, investments in premises of a bank, and the revaluation of all such assets shall be undertaken on a portfolio basis at the same time.
- (d) A reduction in the value of any relevant asset revalued shall also be taken into account.
- (e) Details of all revaluations of assets shall be clearly disclosed in the annual financial statements of the relevant reporting bank.

(2) Subject to the provisions of subregulation (1), no surplus resulting from a contingency item shall rank as secondary unimpaired reserve funds in terms of section 1(1) of the Act.

**13. Set-off**

- (1) When a client maintains both debit and credit balances with a bank, it may be permissible in certain circumstances to set such balances off against one another for the purposes of completing the prescribed forms, resulting in only net balances being reported.
- (2) Unless specifically otherwise provided in these Regulations, set-off shall be allowed only if all of the circumstances specified below apply.
- (a) A legal right to set-off shall exist, and the reporting bank shall in cases of legal uncertainty obtain a legal opinion to the effect that its right to apply set-off is legally well founded and would be enforceable in the liquidation or bankruptcy of the client or the bank.
  - (b) The debit and credit balances shall relate to the same obligor.
  - (c) Both the debit and credit balances shall be denominated in the same currency.
  - (d) The debit and credit balances shall have identical maturities.
  - (e) The reporting bank shall monitor and control the relevant debit and credit balances on a net basis in its risk management process and client database for the granting of facilities.
- (3) For the purposes of this regulation 13, obligor means any natural person or juristic person, and "person" shall not have the same meaning as a "person" defined in regulation 67.

**14. Trading activities**

- (1) All items included in a bank's trading book or comprising a bank's trading portfolio-
- (a) shall be reported in the forms prescribed in these Regulations and shall be reflected against the appropriate items and in the columns specified in the forms;
  - (b) shall be reported in accordance with the relevant instructions, directives and interpretations of these Regulations;
  - (c) shall on a daily basis be marked to market or when the bank adopted an approach of marking to model, the bank shall assess on a daily basis the relevant parameters of the model;

- (d) shall be managed and monitored in terms of duly defined policies and procedures, and a duly defined trading strategy, which policies, procedures and strategy-
  - (i) shall be approved by the bank's board of directors and senior management;
  - (ii) shall be duly documented;
- (e) shall be managed through a trading desk by dealers with the autonomy, amongst other things, to enter into or manage the positions within the agreed limits and in accordance with the said board approved policies, procedures and trading strategy of the bank;
- (f) shall be subject to appropriate position limits;
- (g) shall be reported to the senior management of the bank as an integral part of the bank's day-to-day risk management process;
- (h) shall actively be monitored with reference to relevant market information, including a continuous assessment by the bank of-
  - (i) market liquidity;
  - (ii) the ability to hedge positions;
  - (iii) the extent of turnover in the market;
  - (iv) the quality and availability of information that has an impact on the bank's valuation process;
  - (v) the extent and nature of relevant positions traded in the market.

## **15. Accrued interest and amounts**

- (1) All liabilities and all assets shall include interest accrued up to the end of the period to which the relevant statement relates.
- (2) When a bank is unable to include interest accrued up to the end of the period to which the statement relates, as required by subregulation (1), the bank concerned may apply to the Registrar for approval to respectively reflect such accrued interest under other liabilities or other assets. (The bank shall indicate in its application to the Registrar by which date it expects to be able to include accrued interest in the respective liability or asset items, as required by subregulation (1)).
- (3) Amounts shall be reported to the nearest thousand units of currency, for example, R4 107 498 and R4 107 540 shall respectively be reported as R4 107 and R4 108.

**16. Cash-management schemes**

(1) Unless specifically otherwise specified or prescribed in these Regulations, the reduction of balances resulting from the application of a cash-management scheme shall be taken into account in completing the prescribed forms only when all of the conditions specified below are met.

- (a) The cash-management scheme shall be conducted only for companies that are subsidiaries of the same holding company and that are included in the group audited annual financial statements of such holding company, as well as for such holding company.
- (b) Any transfers of debit or credit balances from individual accounts to a central group account shall be shown as actual transactions on individual accounts, as well as in the accounting records of the individual account holders, in order to ensure that the accounting system of the relevant bank reflects the true debtor/creditor and legal relationships.
- (c) The bank shall provide its clients with statements of account evidencing the effect of transfers, whenever such transfers are made between their accounts and a central group account, in order to enable the clients of the bank to make the necessary entries to ensure that their respective accounting records reflect the true debtor/creditor and legal relationships *vis-à-vis* the bank (except for uncleared items, balances in the books of clients should therefore correspond to balances on client accounts in the accounting system of the relevant bank).
- (d) A group account, or any other account to which transfers are made, shall be in the name of a legal entity in order to protect the legal position of the bank.
- (e) Any transfer between client accounts and a central group account shall be supported by legal authorisation granted to the bank by its clients, including resolutions of clients' boards of directors to effect such transfers.
- (f) Written agreements whereby authorisation is granted as contemplated in paragraph (e) shall legally limit the bank's risk to the debtor/creditor relationship that exists after transfers have been effected.
- (g) Any statutory return shall reflect the true debtor/creditor and legal relationships of the bank *vis-à-vis* its clients.
- (h) The bank entering into written agreements relating to cash-management schemes with its clients shall ensure that the clients are fully aware that after the transfer of balances on their accounts, they have no claim against or obligation to the bank in respect of the amounts so transferred.
- (i) The bank shall ensure that all written agreements relating to cash-management schemes entered into by it with clients are legal and binding.



- (j) Any cash-management scheme involving the transfer of balances among different legal entities, as well as a standardised written agreement, providing for the conduct of such a scheme, entered into between a bank and its clients, shall be submitted to the Registrar for approval.

**17. *Assets sold or acquired in terms of a repurchase or resale agreement***

- (1) All repurchase and resale agreements concluded by a bank shall comply with the conditions specified below, and such further conditions as may be specified in writing by the Registrar.
  - (a) No repurchase or resale agreement shall be concluded by a bank with a client of that bank without such client's prior consent.
  - (b) A bank shall advise its client in writing of every such agreement concluded between them.
  - (c) All documentation relating to such agreements, including letters of confirmation, statements of account and audit certificates, furnished to its clients by a bank, shall clearly identify the relevant transactions as repurchase or resale agreements.
  - (d) Each transaction shall be recorded in the accounting records of the bank, including the client's account in the books of the bank, and the client shall be advised in writing of each transaction on his/her/its account with the bank concerned.
  - (e) The underlying asset of such agreement shall at all times separately be identified physically and in the accounting records of the bank.

**BALANCE SHEET****Page no.**

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| 1. | Form BA 100   | - | Balance sheet .....   | 29 |
| 2. | Regulation 18 | - | Directives and interpretations for completion of<br>monthly balance sheet (Form BA 100) ..... | 34 |

**BALANCE SHEET**

(Confidential and not available for inspection by the public)

Name of bank/ controlling company.....

Month ended ..... (yyyy-mm-dd)

**BA 100**

Monthly\*

\*Quarterly for columns 6 and 7

(All amounts to be rounded off to the nearest R'000)

ASSETS	Line no.	Actual balances at month-end					
		Operations in the Republic <sup>1</sup>			Total bank <sup>2</sup>	Memo item Bank intra-group balances	Consolidated bank*
		Banking	Trading	Total <sup>1</sup>			
		1	2	3	4	5	6
<b>Cash and balances with central bank</b> (total of items 2, 5 and 6)	1						
Cash in hand (total of items 3 and 4)	2						
Gold coin and bullion	3						
Local and foreign currency	4						
Mandatory reserve deposits with central bank	5						
Other balances with central bank	6						
<b>Short term negotiable securities</b> (total of items 8 to 10, less 11)	7						
Negotiable certificates of deposit	8						
Treasury bills	9						
Other	10						
Less: credit impairments	11						
<b>Loans and advances to customers</b> (item 24 less item 25)	12						
Home loans	13						
Commercial mortgages	14						
Credit card advances	15						
Lease and instalment debtors	16						
Overdrafts	17						
Redeemable preference shares and other equivalent instruments issued to provide credit	18						
Trade, other bills and bankers' acceptances	19						
Term loans	20						
Factoring accounts	21						
Loans granted/ deposits placed under resale agreements	22						
Other loans to customers/ clients	23						
<b>Gross loans and advances</b> (total of items 13 to 23)	24						
Less: credit impairments	25						

1. Excluding foreign branches

2. Including foreign branches

(All amounts to be rounded off to the nearest R'000)

ASSETS	Line no.	Actual balances at month-end						
		Operations in the Republic <sup>1</sup>			Total bank <sup>2</sup>	Memo item Bank intra-group balances	Consolidated bank*	Consolidated bank controlling company*
		Banking	Trading	Total <sup>1</sup>				
		1	2	3	4	5	6	7
<b>Investment and trading securities</b> (total of items 27 to 31, less item 32)	26							
Equities - listed	27							
Equities - unlisted	28							
Commodities	29							
Government and government-guaranteed securities	30							
Other dated securities	31							
Less: impairment	32							
<b>Derivative financial instruments</b>	33							
<b>Pledged assets</b> (total of items 35 to 38)	34							
Equities - listed	35							
Equities - unlisted	36							
Government and government-guaranteed securities	37							
Other dated securities	38							
<b>Investment in subsidiary companies</b>	39							
<b>Investment in associate companies</b>	40							
<b>Investments in joint ventures</b>	41							
<b>Non-current assets held for sale</b>	42							
<b>Intangible assets</b> (total of items 44 to 46)	43							
Goodwill	44							
Computer software and capitalised development costs	45							
Other	46							
<b>Reinsurance assets</b>	47							
<b>Investment property</b>	48							
<b>Property and equipment</b>	49							
<b>Current income tax receivables</b>	50							
<b>Deferred income tax assets</b>	51							
<b>Post-employment assets</b>	52							
<b>Other assets</b>	53							
<b>TOTAL ASSETS</b> (total of items 1, 7, 12, 26, 33, 34, 39 to 43 and 47 to 53)	54							

1. Excluding foreign branches

2. Including foreign branches

(All amounts to be rounded off to the nearest R'000)

LIABILITIES	Line no.	Actual balances at month-end						
		Operations in the Republic <sup>1</sup>			Total bank <sup>2</sup>	Memo item Bank intra-group balances	Consolidated bank*	Consolidated bank controlling company*
		Banking	Trading	Total <sup>1</sup>				
		1	2	3	4	5	6	7
<b>Deposits, current accounts and other creditors (total of items 56 to 62)</b>	55							
Current accounts	56							
Savings deposits	57							
Call deposits	58							
Fixed and notice deposits	59							
Negotiable certificates of deposit	60							
Other deposit and loan accounts	61							
Funds received under repurchase agreements	62							
<b>Liabilities under investment contracts</b>	63							
<b>Liabilities under insurance contracts</b>	64							
<b>Policyholder liabilities</b>	65							
<b>Derivative financial instruments and other trading liabilities (total of items 67 and 68)</b>	66							
Derivative financial instruments	67							
Other trading liabilities	68							
<b>Term debt instruments (total of items 70 and 71)</b>	69							
Qualifying as capital	70							
Other	71							
<b>Deferred revenue</b>	72							
<b>Current income tax liabilities</b>	73							
<b>Deferred income tax liabilities</b>	74							
<b>Non current liabilities held for sale</b>	75							
<b>Retirement benefit obligations</b>	76							
<b>Provisions</b>	77							
<b>Other liabilities</b>	78							
<b>TOTAL LIABILITIES (total of items 55, 63 to 66, 69 and 72 to 78)</b>	79							

1. Excluding foreign branches

2. Including foreign branches

(All amounts to be rounded off to the nearest R'000)

EQUITY Capital and reserve funds attributable to equity holders	Line no.	Actual balances at month-end					
		Operations in the Republic <sup>1</sup>			Total bank <sup>2</sup>	Memo item Bank intra-group balances	Consolidated bank*
		Banking	Trading	Total <sup>1</sup>			
		1	2	3	4	5	6
<b>Total equity attributable to equity holders</b> (total of items 81 to 83)	80						
Share capital	81						
Retained earnings	82						
Other reserves	83						
<b>Preference shareholders and minority shareholders equity</b> (total of items 85 and 86)	84						
Minority ordinary shareholders	85						
Preference shareholders	86						
<b>TOTAL EQUITY</b> (total of items 80 and 84)	87						
<b>TOTAL EQUITY AND LIABILITIES</b> (total of items 79 and 87)	88						

1. Excluding foreign branches.

2. Including foreign branches.

(All amounts to be rounded off to the nearest R'000)

Memorandum Items:	Line no.	Actual balances at month-end						
		Operations in the Republic <sup>1</sup>			Total bank <sup>2</sup>	Memo item Bank intra-group balances	Consolidated bank*	Consolidated bank controlling company*
		Banking	Trading	Total <sup>1</sup>				
		1	2	3	4	5	6	7
<b>Analysis of item 12</b> (loans and advances to customers)	89							
Loans and advances to customers other than banks	90							
Loans and advances to banks	91							
<b>Analysis of item 55</b> (deposits, current accounts and other creditors)	92							
Sovereigns, including central banks	93							
Public sector entities	94							
Local authorities	95							
Banks	96							
Securities firms	97							
Corporate customers	98							
Retail customers	99							
Other	100							
<b>Balances related to or in respect of banks:</b>								
Assets: (total of items 91 and 102 to 110)	101							
Included in item 7	102							
Included in item 26	103							
Included in item 33	104							
Included in item 34	105							
Included in item 39	106							
Included in item 40	107							
Included in item 41	108							
Included in item 43	109							
Included in item 53	110							
Liabilities: (total of items 96 and 112 to 114)	111							
Included in item 66	112							
Included in item 69	113							
Included in item 78	114							
Equity (total of items 116 and 117)	115							
Included in item 80	116							
Included in item 84	117							

1. Excluding foreign branches

2. Including foreign branches

**18. Balance sheet - Directives and interpretations for completion of monthly balance sheet (Form BA 100)**

(1) The content of the relevant return is confidential and not available for inspection by the public.

(2) In accordance with the relevant requirements specified in regulation 3 of these Regulations, unless expressly otherwise stated in this regulation 18 or the form BA100 or directed in writing by the Registrar, the form BA 100 shall be prepared in accordance with Financial Reporting Standards issued from time to time, with additional disclosure when required, provided that-

(a) in the absence of a specific Financial Reporting Standard and an approved interpretation reference shall be made to the relevant pronouncements of the International Accounting Standards Board;

(b) any uncertainty or difficulty experienced in this regard shall be referred to the Registrar for an appropriate directive.

(3) Instructions relating to the completion of the monthly balance sheet are furnished with reference to the headings and item descriptions of certain columns and line item numbers appearing on the form BA 100, as follows:

***Column number*****1 Banking**

This column shall include all asset and liability items other than the asset and liability items designated in terms of the reporting bank's board-approved policy as constituting part of the bank's trading activities.

**2 Trading**

This column shall include all asset and liability items designated in terms of the reporting bank's board-approved policy as constituting part of the bank's trading activities.

**3 Total SA operations, excluding foreign branches**

This column shall reflect the aggregate amount of columns 1 and 2 and relates only to the South African operations of the reporting bank.



**4 Total bank, including foreign branches**

This column shall reflect the relevant amounts relating to the balance sheets of the reporting bank and its foreign branches, which amounts shall be calculated on a consolidated basis.

**5 Bank intragroup balances**

Column 5 is a memorandum column and shall reflect any amount included in column 3 that relates to an amount received by/ owed to the reporting bank from any person, entity, institution or company that is a member of the group to which the reporting bank belongs, including any subsidiary, associate or joint venture of the reporting bank and its controlling company, and the controlling company itself.

**6 Consolidated bank**

This column shall reflect on a consolidated basis the consolidated amounts relating to the balance sheets of the reporting bank and its branches, subsidiaries, joint ventures and relevant associates.

**7 Consolidated bank controlling company**

This column shall reflect on a consolidated basis the consolidated amounts relating to the balance sheets of the controlling company and its subsidiaries, joint ventures and relevant associates.

*Line item  
number*

**5 Mandatory reserve deposits with central bank**

This item shall include any credit balance in an account, and any relevant balance in a contra account, maintained by the reporting bank with the Reserve Bank in terms of section 10A of the South African Reserve Bank Act, 1989 (Act No. 90 of 1989).

In completing the return in respect of banking business conducted outside the Republic, the definitions and interpretations of items used in these Regulations shall be applied to the circumstances prevailing in each relevant country and any difficulty experienced or uncertainty in this regard shall be referred to the Registrar for an appropriate directive.

**6 Other balances with central bank**

This item shall include any credit balance in a clearing account with the Reserve Bank, provided that the reporting bank shall include in the relevant item under item 12 any other balance in respect of loans or advances to/ with any other central bank.

**7 to 11 Short-term negotiable securities**

These items shall include the relevant required gross amounts relating to-

- Negotiable certificates of deposit;
- Treasury bills; and
- Any other relevant security of a short-term nature,

provided that the reporting bank shall report in item 11 any relevant amount relating to a credit impairment raised in respect of the instruments included in items 7 to 10.

**13 Homeloans**

This item shall reflect the relevant aggregate amount in respect of loans secured by mortgage on occupied urban residential dwellings or occupied individual sectional title dwellings that are or will be occupied by the relevant borrowers, or that is rented with the consent of the relevant obligors, provided that the bank shall report in item 14 the relevant aggregate amount relating to any loans secured by mortgage other than the aforesaid mortgaged lending in respect of residential property.

**25 Credit impairments**

This item shall include the aggregate amount relating to specific and portfolio credit impairments raised in respect of discounts, loans or advances included in item 24.

**30 Government and government guaranteed securities**

This item shall reflect the aggregate amount relating to debt securities issued by a sovereign, including any multilateral development bank that qualifies for a risk weight of zero per cent in terms of the provisions of regulation 23(6), the Bank for International Settlements, the International Monetary Fund, the European Central Bank or the European Community.

**31 Other dated securities**

This item shall reflect the aggregate amount relating to debt securities issued by-

- a bank;
- a public-sector entity; or
- any other person, entity or institution.

34 to **Pledged assets**  
38

In accordance with relevant Financial Reporting Standards issued and relevant accounting practices applied from time to time these items shall reflect the relevant required amounts in respect of assets lodged or pledged to secure liabilities.

40 **Investments in associate companies**

This item shall reflect the relevant required amounts relating to investments in associate companies, which amounts shall be reported at carrying value, including any relevant amount in respect of equity accounted earnings, and net of any impairment for a diminution in value.

41 **Investments in joint ventures**

This item shall reflect the relevant required amounts relating to investments in joint ventures, which amounts shall be reported at carrying value, including any relevant amount in respect of equity accounted earnings, and net of any impairment for a diminution in value.

70 **Term debt instruments qualifying as capital**

This item shall reflect the aggregate amount in respect of subordinated debt issued by the reporting bank and in respect of which the bank obtained the prior written approval of the Registrar for the relevant amount to qualify as capital of the bank.

71 **Term debt instruments, other**

This item shall include the aggregate amount in respect of subordinated debt instruments issued by the reporting bank, other than amounts relating to instruments reported in item 70, including any relevant amount that constitutes non-qualifying capital due to a prescribed limit or haircut being applied in respect of the said amount.

78 **Other liabilities**

This item shall include the relevant aggregate amount in respect of liabilities not specifically provided for elsewhere in the return, including but not limited to creditors and any accrual for leave payment.

**OFF-BALANCE-SHEET ACTIVITIES****Page no.**

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| 1. | Form BA 110   | - | Off-balance sheet activities .....  | 39 |
| 2. | Regulation 19 | - | Directives and interpretations for completion of monthly<br>off-balance sheet activities (Form BA 110)..... | 40 |

**OFF BALANCE SHEET ACTIVITIES**

(Confidential and not available for inspection by the public)

Name of bank/ controlling company.....

Month ended ..... (yyyy-mm-dd)

BA 110

Monthly\*

\*Quarterly for columns 6 and 7

(All amounts to be rounded off to the nearest R'000)

OFF BALANCE SHEET ACTIVITIES	Line no.	Actual balances at month-end						
		Operations in the Republic <sup>1</sup>			Total bank <sup>2</sup>	Memo item		Consolidated bank controlling company*
		Banking	Trading	Total <sup>1</sup>		Bank intra-group balances	Consolidated bank*	
		1	2	3	4	5	6	7
Guarantees on behalf of clients	1							
Letters of credit	2							
Customers' indebtedness for acceptances	3							
Committed undrawn facilities and/ or irrevocable undrawn loan commitments (including committed unutilised draw-down facilities)	4							
Underwriting exposures (including revolving underwriting exposures)	5							
Credit-derivative instruments	6							
Committed capital expenditure	7							
Operating lease commitments	8							
Other contingent liabilities	9							
<i>of which: uncommitted undrawn facilities (including conditionally revocable undrawn loan commitments)</i>	10							
<b>TOTAL (of items 1 to 9)</b>	11							
<b>Memorandum items:</b>								
<b>Portfolios managed</b>								
By others on behalf of the reporting institution	12							
For others where financing is provided	13							
<b>Securities lent to:</b>								
Residents (total of items 15 and 16)	14							
Banks	15							
Non-banks	16							
Non-residents	17							
<b>Securities borrowed from:</b>								
Residents (total of items 19 and 20)	18							
Banks	19							
Non-banks	20							
Non-residents	21							

1. Excluding foreign branches

2. Including foreign branches

**19. Off-balance sheet activities - Directives and interpretations for completion of monthly return concerning off-balance sheet activities (Form BA 110)**

(1) The content of the relevant return is confidential and not available for inspection by the public.

(2) The purpose of the return is to determine, among other things, the nature and extent of a bank or controlling company's unfunded off-balance sheet activities or exposures, including-

(a) off-balance sheet activities to which the reporting bank is irrevocably committed;

and

(b) off-balance sheet activities that may be revocable,

Provided that the funded component of any relevant exposure already included in the form BA 100 shall not be duplicated or also included in the form BA110.

(3) In order to ensure that the reporting bank can duly distinguish between, among other things, committed undrawn facilities, that is, facilities to which the reporting bank is irrevocably committed, and undrawn unconditionally cancellable commitments, that is, facilities to which the reporting bank is not irrevocably committed, the bank shall ensure that any relevant documentation or facility letter between the bank and its client clearly provides for such a distinction.

(4) For the purposes of this regulation 19 and the completion of the form BA 110-

(a) a bank shall regard any issued guarantee that represents an undertaking by the bank to fulfill a financial obligation of the person (buyer) in respect of which/whom it was issued with regards to the purchase of property upon the registration of a mortgage bond, that is, a property guarantee, as a lending related guarantee;

(b) letters of credit comprise all unutilised letter of credit facilities granted in respect of domestic and foreign transactions, confirmed letters of credit in respect of banks and letters of authority, including-

(i) documentary credits outwards for domestic and foreign transactions (sight and usance); and

(ii) documentary credits inwards (sight and usance) confirmed and/ or accepted;

provided that any letter of credit serving as a financial guarantee shall be regarded as a lending related guarantee;

- 
- (c) committed undrawn or unutilised facilities shall include-
- (i) loans and other credit facilities granted, whether for fixed or varying amounts, but not paid out to or used by clients;
  - (ii) undrawn or unutilised overdraft facilities on current account;
  - (iii) undrawn loan commitments;
  - (iv) undrawn or unutilised acceptance facilities; and
  - (v) undrawn or unutilised revolving credit facilities,
- to which the reporting bank is irrevocably committed;
- (d) irrevocable undrawn or unutilised draw-down facilities shall include any facility, regardless of its original maturity, granted in terms of a written agreement in terms of which the said facilities will be drawn down in agreed amounts during prearranged periods, provided that a bank shall include in the form BA 110 only those amounts that the bank is committed to advance during the three month period following the reporting month;
- (e) underwriting exposures shall include all quantifiable underwriting commitments, whether in writing or given verbally, including-
- (i) all note-issuance facilities; and
  - (ii) revolving underwriting facilities,
- in respect of which the contingent risk arise from the bank's role as underwriter of such issues, guaranteeing to provide a known amount of funds when other parties fail to do so;
- (f) a bank shall record its potential credit exposure originating from a credit-derivative contract when the bank acts as a protection provider/seller.
- (5) When a bank arranges a repurchase agreement, resale agreement, securities lending transaction or securities borrowing transaction, acting as an agent, but the bank provides a guarantee in respect of the performance of the third party, the bank shall be regarded as acting as principal and shall maintain capital in respect of the said transaction as if the bank acted as principal in respect of the relevant transaction.

(6) Instructions relating to the completion of the return are furnished with reference to the headings and item descriptions of certain items appearing on the form BA 110, as follows:

*Line item  
number*

**1 Guarantees on behalf of clients**

This item shall include the aggregate amount in respect of all relevant lending related guarantees and performance related guarantees issued on behalf of clients.

**3 Customers' indebtedness for acceptances**

This item shall include the relevant aggregate amount in respect of bankers' acceptances issued by customers or clients and subsequently endorsed and on-sold by the bank, that is, the relevant aggregate amount related to undertakings by the bank to fulfill an obligation of a customer or client who issued an acceptance, when the said customer or client fails to fulfill the relevant obligation at the due date.

**9 Other contingent liabilities**

This item shall include the aggregate amount of all other liabilities where an outflow of economic benefits is possible, not probable, including the relevant aggregate amount related to undrawn unconditionally cancellable commitments, that is, facilities to which the reporting bank or controlling company is not irrevocably committed.

**12 Portfolios managed by others on behalf of the reporting institution**

This item shall include assets not reported on the form BA 100.

**13 Portfolios managed for others and for which financing is provided**

This item shall include financing provided for the purpose of acquiring a portfolio of investments managed by the reporting bank, which financing has not been reported on the form BA 100.



**INCOME STATEMENT****Page no.**

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**INCOME STATEMENT**

(Confidential and not available for inspection by the public)

Name of bank/ controlling company.....

Month ended ..... (yyyy-mm-dd)

**BA 120**

Monthly\*

\* Quarterly for items 1 to 89, columns 8 and 9, and items 90 to 128, columns 2 and 3.

(All amounts to be rounded off to the nearest R'000)

Description of item	Line no.	Operations in the Republic <sup>1</sup>						Total bank <sup>2</sup>	Consolidated bank*	Consolidated bank controlling company*
		Current month			Current year to date			Year to date	Year to date	Year to date
		Banking	Trading	Total	Banking	Trading	Total	Year to date	Year to date	Year to date
		1	2	3	4	5	6	7	8	9
<b>Interest and similar income</b> (total of items 2, 3 and 14, less item 15)	1									
Short-term negotiable securities	2									
Loans and advances to customers (total of items 4 to 13)	3									
Homeloans	4									
Commercial mortgages	5									
Credit cards	6									
Lease and instalment debtors	7									
Overdrafts	8									
Redeemable preference shares and other equivalent instruments issued to provide credit	9									
Trade, other bills and bankers' acceptances	10									
Term loans	11									
Factoring accounts	12									
Other	13									
Government and other dated securities	14									
Less: interest income on trading assets allocated to trading revenue	15									
<b>Interest expense and similar charges</b> (total of items 17, 25 and 26, less item 27)	16									
Deposits, current accounts and other (total of items 18 to 20, 23 and 24)	17									
Current accounts	18									
Savings deposits	19									
Term and other deposits (total of items 21 and 22)	20									
Fixed and notice deposits	21									
Other	22									
Negotiable certificates of deposit	23									
Other deposits and loans	24									
Other liabilities	25									
Term debt instruments	26									
Less: interest expense on trading liabilities allocated to trading revenue	27									
<b>Net Interest Income</b> (item 1 less item 16)	28									

1. Excluding foreign branches

2. Including foreign branches

(All amounts to be rounded off to the nearest R'000)

Description of item	Line no.	Operations in the Republic <sup>1</sup>						Total bank <sup>2</sup>	Consolidated bank <sup>*</sup>	Consolidated bank controlling company <sup>*</sup>
		Current month			Current year to date					
		Banking	Trading	Total	Banking	Trading	Total			
		1	2	3	4	5	6			
							Year to date	Year to date	Year to date	
							7	8	9	
<b>Fee and commission income</b> (total of items 30 to 35)	29									
Service charges	30									
Insurance commission	31									
Exchange commission	32									
Guarantees	33									
Knowledge based fees	34									
Other	35									
<b>Fee and commission expense</b> (total of items 37 and 38)	36									
Brokerage fees paid	37									
Other fees paid	38									
<b>Net fee and commission income</b> (item 29 less item 36)	39									
<b>Net insurance premium revenue</b> (total of items 41 and 42)	40									
Insurance premium revenue	41									
Insurance premium ceded to reinsurers	42									
<b>Net reinsurance income</b> (total of items 44 and 45)	43									
Gross claims and benefits paid on insurance	44									
Reinsurance recoveries	45									
<b>Dividend income</b> (total of items 47 and 48)	46									
Subsidiary companies	47									
Other	48									
<b>Net trading income / (loss)</b> (total of items 50 to 55)	49									
Foreign exchange	50									
Debt securities	51									
Commodities	52									
Derivative instruments	53									
Equities	54									
Other	55									
<b>Other gains less losses</b> (total of items 57 to 60)	56									
Fair value gains and losses through profit and loss	57									
Fair value gains and losses on insurance liabilities	58									
Profit/ (loss) on sale of available-for-sale assets	59									
Impairment of available-for-sale equity securities	60									
<b>Other operating income / (loss)</b> (total of items 62 and 63)	61									
Rental income	62									
Other	63									
<b>Non interest revenue</b> (total of items 39, 40, 43, 46, 49, 56 and 61)	64									
<b>Gross operating income / (loss)</b> (total of items 28 and 64)	65									

1. Excluding foreign branches

2. Including foreign branches

(All amounts to be rounded off to the nearest R'000)

Description of Item	Line no.	Operations in the Republic <sup>1</sup>						Total bank <sup>2</sup>	Consolidated bank*	Consolidated bank controlling company*
		Current month			Current year to date					
		Banking	Trading	Total	Banking	Trading	Total			
		1	2	3	4	5	6			
							Year to date	Year to date	Year to date	
							7	8	9	
Credit losses	66									
Operating expenses (total of items 68 to 76)	67									
Staff	68									
Computer processing	69									
Communication and travel	70									
Occupation and accommodation	71									
Marketing	72									
Fees and insurances	73									
Office equipment and consumables	74									
Auditors remuneration	75									
Other	76									
Indirect taxation	77									
Operating profit / (loss) before non-trading and capital items (item 65 less items 66, 67 and 77)	78									
Non-trading and capital items (total of items 80 to 83)	79									
Goodwill (impairment / realisation)	80									
Impairment of investments	81									
Impairment of property and equipment, software and other	82									
Other non-trading and capital items	83									
Share of profit / (loss) of associates and joint ventures	84									
Profit / (loss) before Income tax (total of items 78, 79 and 84)	85									
Direct taxation	86									
Profit / (loss) for the year (item 85 less item 86)	87									
Attributable to:										
Equity holders of the company	88									
Preference shareholders and minority shareholders interest	89									

1. Excluding foreign branches

2. Including foreign branches

Du Pont analysis based on interest earning assets	Line no.	Percentages <sup>1</sup>		
		Total bank <sup>2</sup>	Consolidated bank*	Consolidated bank controlling company*
		1	2	3
Net interest income as a percentage of interest earning assets, plus	90			
Non interest revenue as a percentage of interest earning assets	91			
Total (of items 90 and 91)	92			
Less: Credit losses as a percentage of interest earning assets	93			
Less: Operating expenses as a percentage of interest earning assets	94			
Add: Associate income as a percentage of interest earning assets	95			
Net profit before tax (item 92 less items 93 and 94, plus item 95)	96			
Multiply by: (1 - effective tax rate)	97			
Equals: Earnings as a percentage of interest earning assets	98			
Multiply by: Interest earning assets as a percentage of total assets	99			
Equals: Return on assets (ROA)	100			
Multiply by: Gearing ratio	101			
Equals: Return on accounting equity (ROE)	102			
Supervisory deductions and non-qualifying amounts (item 104 less item 102)	103			
Equals: Return on qualifying primary share capital and reserve funds	104			

Du Pont analysis based on risk weighted assets	Line no.	Percentages <sup>1</sup>		
		Total bank <sup>2</sup>	Consolidated bank*	Consolidated bank controlling company*
		1	2	3
Net interest income as a percentage of risk weighted assets, plus	105			
Non interest revenue as a percentage of risk weighted assets	106			
Total (of items 105 and 106)	107			
Less: Credit losses as a percentage of risk weighted assets	108			
Less: Operating expenses as a percentage of risk weighted assets	109			
Add: Associate income as a percentage of risk weighted assets	110			
Net profit before tax (item 107 less items 108 and 109, plus item 110)	111			
Multiply by: (1 - effective tax rate)	112			
Equals: Earnings as a percentage of risk weighted assets	113			
Multiply by: Risk weighted assets as a percentage of total assets	114			
Equals: Return on assets (ROA)	115			
Multiply by: Gearing ratio	116			
Equals: Return on accounting equity (ROE)	117			
Supervisory deductions and non-qualifying amounts (item 119 less item 117)	118			
Equals: Return on qualifying primary share capital and reserve funds	119			

Other selected ratios	Line no.	Percentages <sup>1</sup>		
		Total bank <sup>2</sup>	Consolidated bank*	Consolidated bank controlling company*
		1	2	3
Cost to income ratio	120			
Credit losses as a percentage of net interest income	121			
Interest income as a percentage of risk weighted assets	122			
Interest expense as a percentage of risk weighted assets	123			
Fee and commission income as a percentage of total income	124			
Trading income as a percentage of total income	125			
Other income as a percentage of total income	126			
Staff expenses as a percentage of operating expenses	127			
Other expenses as a percentage of operating expenses	128			

1. Items shall be expressed as percentages, rounded to two decimal places.

2. Including foreign branches

## 20. Income statement - Directives and interpretations for completion of monthly income statement (Form BA 120)

- (1) The content of the relevant return is confidential and not available for inspection by the public.
- (2) The columns titled "Current year to date" in form BA 120 shall reflect the year-to-date amounts in respect of the financial year of the reporting bank. In order to ensure that the relevant columns titled "Current year to date" in form BA 120 reconcile with the aggregate amounts reported in the columns titled "Current month" for the particular financial year of the reporting bank a bank shall include any adjustment to amounts previously incorrectly reported in the columns titled "Current month", provided that amounts reported in columns 7 to 9 of items 1 to 89 relate only to the relevant year-to-date amounts.
- (3) All income and expense items, including gains and losses, shall be divided between those items relating to the bank's banking activities and those items relating to the bank's trading activities.
- (4) Instructions relating to the completion of the monthly income statement are furnished with reference to the item descriptions and line item numbers appearing on the form BA 120, as follows (where appropriate, the corresponding balance sheet item number is indicated):

*Line item  
number*

### 1 Interest and similar income

The items listed in the income statement under this heading shall reflect interest income in respect of the corresponding asset items listed in the balance sheet, as follows:

Item description	Income statement Form BA120	Corresponding item on the balance sheet Form BA100
	Line item	Line item
Short term negotiable securities	2	7
Loans and advances to customers	3	12
• Homeloans	4	13
• Commercial mortgages	5	14
• Credit cards	6	15
• Lease and instalment debtors	7	16
• Overdrafts	8	17
• Redeemable preference shares and other equivalent instruments	9	18
• Trade, other bills and bankers' acceptances	10	19
• Term loans	11	20
• Factoring accounts	12	21
Government and other securities	14	30 plus 31 plus 37 plus 38

**16 Interest expense and similar charges**

The items listed in the income statement under this heading shall reflect the interest expense in respect of the corresponding liability items listed in the balance sheet, as follows:

Item description	Income statement Form BA120	Corresponding item on the balance sheet Form BA100
	Line item	Line item
Deposits, current accounts and other creditors	17	55
• Current accounts	18	56
• Savings deposits	19	57
• Term and other deposits	20	58 plus 59
• Negotiable certificates of deposit	23	60
• Other deposits and loan accounts	24	61
Term debt instruments	26	69

**47 Subsidiary companies**

This item shall reflect the aggregate amount in respect of dividends received from subsidiary companies.

**48 Other**

This item shall reflect the aggregate amount in respect of dividends received from investments other than investments in subsidiary companies.

**52 Commodities**

This item shall include any profit or loss resulting from the reporting bank's trading in commodities.

**68 Staff costs**

This item shall include any relevant amount in respect of-

- salaries and wages for staff;
- post retirement benefits;
- training costs;
- costs paid for contractors;

- temporary staff costs; and
- employee share-based payment expenses.

**69 Computer processing**

This item shall include any amount relating to depreciation in respect of computer equipment.

**70 Communication and travel**

This item shall include any relevant amount in respect of-

- telecommunication costs;
- local and foreign travel costs;
- postage and freight costs;
- vehicle depreciation costs; and
- vehicle operating lease charges.

**71 Occupation and accommodation**

This item shall include any relevant amount in respect of-

- external rental costs;
- wear and tear on leasehold properties and improvements;
- related operating lease charges; and
- other occupation and accommodation costs.

**73 Fees and insurances**

This item shall include any relevant amount in respect of fee and insurance costs but not any amount in respect of-

- fees paid for auditing services, which fees shall be included in item 75; or
- direct fees and commissions paid in the generation of income, which fees and commissions shall be included in item 36.



**74 Office equipment and consumables**

This item shall include any relevant amount in respect of-

- depreciation for furniture and other equipment;
- operating lease charges for furniture and other equipment;
- stationery and printing costs; and
- other office equipment or office consumable cost.

**75 Auditors remuneration**

This item shall include any relevant amount in respect of remuneration paid to auditors for audit services but not any fees paid to auditors for services other than audit services.

**76 Other**

This item shall include any relevant amount in respect of-

- share-based payment costs relating to BEE schemes;
- joint venture fees;
- deficiency;
- theft and fraud expenditure;
- maintenance costs relating to any property in possession; and
- any other expenditure item not included in items 68 to 75.

**90 to 128 Du Pont analysis and other selected ratios**

For the completion of items 90 to 128 of the form BA 120, risk weighted assets shall in the case of-

- (a) a bank, as envisaged in column 7 of the form BA 120, be deemed to be equal to (item 11, column 6, of the form BA700) **divided by** (item 3, column 6, of the form BA700);
- (b) a consolidated bank, as envisaged in column 8 of the form BA 120, be deemed to be equal to (item 7, column 3, of the form BA600) **divided by** (item 4, column 3, of the form BA600);

- (c) a consolidated bank controlling company, as envisaged in column 9 of the form BA 120, be deemed to be equal to (item 7, column 3, of the form BA600) **divided by** (item 4, column 3, of the form BA600).

Provided that the aforesaid forms BA600 and BA700 respectively used in the calculation of the relevant amount of risk-weighted assets shall be the forms BA600 and BA700 relating to the reporting period immediately preceding the reporting period in respect of which the current form BA120 is completed.

**90 Net interest income as a percentage of interest earning assets**

This item shall be equal to item 28 **divided by** (item 6 **plus** item 7 **plus** item 12, of the form BA 100) **multiplied by** (365 days **divided by** the year to date number of days to the end of the current reporting month).

**91 Non interest income as a percentage of interest earning assets**

This item shall be equal to item 64 **divided by** (item 6 **plus** item 7 **plus** item 12, of the form BA 100) **multiplied by** (365 days **divided by** the year to date number of days to the end of the current reporting month).

**93 Credit losses as a percentage of interest earning assets**

This item shall be equal to item 66 **divided by** (item 6 **plus** item 7 **plus** item 12, of the form BA 100) **multiplied by** (365 days **divided by** the year to date number of days to the end of the current reporting month).

**94 Operating expenses as a percentage of interest earning assets**

This item shall be equal to item 67 **divided by** (item 6 **plus** item 7 **plus** item 12, of the form BA 100) **multiplied by** (365 days **divided by** the year to date number of days to the end of the current reporting month).

**95 Associate income as a percentage of interest earning assets**

This item shall be equal to item 84 **divided by** (item 6 **plus** item 7 **plus** item 12, of the form BA 100) **multiplied by** (365 days **divided by** the year to date number of days to the end of the current reporting month).

**97 1 – effective tax rate**

This item shall be equal to 1 **minus** ((item 86 **plus** item 77) **divided by** (item 85 **less** item 79 **plus** item 77)).

**99 Interest earning assets as a percentage of total assets**

This item shall be equal to (item 6 **plus** item 7 **plus** item 12, of the form BA 100) **divided by** item 54 of the form BA 100.

**101 Gearing ratio**

This item shall be equal to (item 88 of the form BA 100) **divided by** (item 80 of the form BA 100).

**103 Supervisory deductions and non-qualifying amounts**

In order to reconcile the reporting bank's return on accounting equity, that is, ROE, and its return on qualifying primary share capital and reserve funds, this item shall reflect the difference between accounting equity and qualifying primary share capital and reserve funds owing to all relevant prescribed supervisory deductions and other non-qualifying amounts.

**104 Return on qualifying primary share capital and reserve funds**

This item shall be equal to (item 87 less item 79 of the form BA 120) **divided by** (item 23, column 1, of the form BA 700) **multiplied by** (365 days **divided by** the year to date number of days to the end of the current reporting month).

**105 Net interest income as a percentage of risk weighted assets**

This item shall be equal to item 28 **divided by** the relevant amount of risk weighted assets as defined hereinbefore in this subregulation (4) **multiplied by** (365 days **divided by** the year to date number of days to the end of the current reporting month).

**106 Non interest income as a percentage of risk weighted assets**

This item shall be equal to item 64 **divided by** the relevant amount of risk weighted assets as defined hereinbefore in this subregulation (4) **multiplied by** (365 days **divided by** the year to date number of days to the end of the current reporting month).

**108 Credit losses as a percentage of risk weighted assets**

This item shall be equal to item 66 **divided by** the relevant amount of risk weighted assets as defined hereinbefore in this subregulation (4) **multiplied by** (365 days **divided by** the year to date number of days to the end of the current reporting month).

**109 Operating expenses as a percentage of risk weighted assets**

This item shall be equal to item 67 **divided by** the relevant amount of risk weighted assets as defined hereinbefore in this subregulation (4) **multiplied by** (365 days **divided by** the year to date number of days to the end of the current reporting month).

**110 Associate income as a percentage of risk weighted assets**

This item shall be equal to item 84 **divided by** the relevant amount of risk weighted assets as defined hereinbefore in this subregulation (4) **multiplied by** (365 days **divided by** the year to date number of days to the end of the current reporting month).

**112 1 – effective tax rate**

This item shall be equal to 1 **minus** ((item 86 **plus** item 77) **divided by** (item 85 **less** item 79 **plus** item 77)).

**114 Risk weighted assets as a percentage of total assets**

This item shall be equal to the relevant amount of risk weighted assets as defined hereinbefore in this subregulation (4) **divided by** item 54 of the form BA 100.

**116 Gearing ratio**

This item shall be equal to (item 88 of the form BA 100) **divided by** (item 80 of the form BA 100).

**118 Supervisory deductions and non-qualifying amounts**

In order to reconcile the reporting bank's return on accounting equity, that is, ROE, and its return on qualifying primary share capital and reserve funds, this item shall reflect the difference between accounting equity and qualifying primary share capital and reserve funds owing to all relevant prescribed supervisory deductions and other non-qualifying amounts.

**119 Return on qualifying primary share capital and reserve funds**

This item shall be equal to (item 87 less item 79 of the form BA 120) **divided by** (item 23, column 1, of the form BA 700) **multiplied by** (365 days **divided by** the year to date number of days to the end of the current reporting month).

**120 Cost to income ratio**

This item shall be equal to item 67 **divided by** item 65.

**121 Credit losses as a percentage of net interest income**

This item shall be equal to item 66 **divided by** item 28.

**122 Interest income as a percentage of risk weighted assets**

This item shall be equal to item 1 **divided by** the relevant amount of risk weighted assets as defined hereinbefore in this subregulation (4) **multiplied by** (365 days **divided by** the year to date number of days to the end of the current reporting month).

**123 Interest expense as a percentage of risk weighted assets**

This item shall be equal to item 16 **divided by** the relevant amount of risk weighted assets as defined hereinbefore in this subregulation (4) **multiplied by** (365 days **divided by** the year to date number of days to the end of the current reporting month).

**124 Fee and commission income as a percentage of total income**

This item shall be equal to item 39 **divided by** item 65.

**125 Trading income as a percentage of total income**

This item shall be equal to item 49 **divided by** item 65.

**126 Other income as a percentage of total income**

This item shall be equal to (the sum of items 40, 43, 46, 56 and 61) **divided by** item 65.

**127 Staff expenses as a percentage of operating expenses**

This item shall be equal to item 68 **divided by** item 67.

**128 Other expenses as a percentage of operating expenses**

This item shall be equal to (item 67 less item 68) **divided by** item 67.

**SHAREHOLDERS OF A BANK/CONTROLLING COMPANY****Page no.**

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