

BASEL PILLAR 3 STANDARDISED DISCLOSURES

as at 31 March 2025

Introduction

In accordance with the Basel Pillar 3 framework and Regulation 43 of the amended Regulations relating to Banks (the Regulations), the group is required to publish standardised disclosure templates that provide users with key quantitative and qualitative information that is comparable and consistent.



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Certain entities within the FirstRand group are authorised financial services and credit providers. This analysis is available on the group's website:

www.firstrand.co.za

Email questions to
investor.relations@firstrand.co.za

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KM1: Key metrics (at consolidated group)

The table below consists of key prudential metrics related to regulatory capital, leverage and liquidity for FirstRand Limited (FirstRand or the group).

		FIRSTRAND LIMITED				
<i>R million</i>		March 25	December 24	September 24	June 24	March 24
AVAILABLE CAPITAL (AMOUNTS)*						
1	Common Equity Tier 1 (CET1)	196 906	189 749	182 662	183 747	181 699
2	Tier 1	210 194	203 312	195 373	196 733	193 301
3	Total capital**	236 603	230 465	219 253	220 634	218 798
RISK-WEIGHTED ASSETS (AMOUNTS)						
4	Total risk-weighted assets (RWA)	1 475 040	1 464 708	1 416 658	1 404 760	1 383 347
RISK-BASED CAPITAL RATIOS AS A PERCENTAGE OF RWA*						
5	CET1 ratio (%)	13.3%	13.0%	12.9%	13.1%	13.1%
6	Tier 1 ratio (%)	14.3%	13.9%	13.8%	14.0%	14.0%
7	Total capital ratio (%)	16.0%	15.7%	15.5%	15.7%	15.8%
ADDITIONAL CET1 BUFFER REQUIREMENTS AS A PERCENTAGE OF RWA						
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.5%	2.5%	2.5%	2.5%	2.5%
9	Countercyclical buffer (CCyB) requirement (%) [‡]	0.5%	0.5%	0.5%	0.5%	0.5%
10	Bank global systemically important bank (G-SIB) and/or domestic systemically important bank (D-SIB) additional requirements (%) [†]	1.0%	1.0%	1.0%	1.0%	1.0%
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)	4.0%	4.0%	4.0%	4.0%	4.0%
12	CET1 available after meeting the bank's minimum capital requirements (%)	2.6%	2.3%	2.0%	2.2%	2.3%
BASEL III LEVERAGE RATIO[‡]						
13	Total Basel III leverage ratio exposure measure	2 648 181	2 639 269	2 531 024	2 462 713	2 452 974
14	Basel III leverage ratio (%) (row 2/row13)	7.9%	7.7%	7.7%	8.0%	7.9%
LIQUIDITY COVERAGE RATIO (LCR)						
15	Total high-quality liquid assets	531 698	488 342	459 027	448 706	448 161
16	Total net cash outflow	400 671	384 789	382 276	379 310	372 666
17	LCR	133%	127%	120%	118%	120%
NET STABLE FUNDING RATIO (NSFR)						
18	Total available stable funding	1 672 609	1 665 905	1 593 066	1 571 877	1 545 342
19	Total required stable funding	1 391 811	1 364 271	1 326 702	1 310 958	1 294 965
20	NSFR	120%	122%	120%	120%	119%

* Excluding unappropriated profits.

** Relates to total qualifying capital and reserves, which include Tier 1 and Tier 2 capital.

[‡] The CCyB add-on was 48 bps at 31 March 2025.

[†] Total D-SIB requirement was 1.5% at 31 March 2025, of which 1% is held in CET1 capital.

[‡] Based on month-end balances.

Key drivers:

December 2024 to March 2025

Risk-based capital ratios

Available capital

- Increase in total capital mainly due to appropriation of profits (increasing CET1 capital).

RWA

- Increase primarily driven by a higher credit RWA (mostly volume related), partly offset by a reduction in market risk RWA.

Leverage ratio

Tier 1 capital

- Refer to commentary above.

Total exposure measure

- Increase in exposure measure driven by an increase in on-balance sheet and securities financing transaction exposures, partly offset by a decrease in derivatives and off-balance sheet exposures.

Liquidity ratios

The increase in the LCR reflects the expected cyclical changes from the previous quarter. Both the LCR and NSFR exceeded their minimum requirement of 100%.

KM1: Key metrics (FirstRand Bank Limited*)

The table below consists of key prudential metrics related to regulatory capital, leverage and liquidity for FirstRand Bank Limited (FRB or the bank).

<i>R million</i>		FIRSTRAND BANK LIMITED				
		March 25	December 24	September 24	June 24	March 24
AVAILABLE CAPITAL (AMOUNTS)**						
1	CET1	117 652	113 933	109 894	110 191	108 248
2	Tier 1	129 026	125 338	120 312	121 244	118 319
3	Total capital [#]	150 602	147 509	138 743	139 805	137 397
RISK-WEIGHTED ASSETS (AMOUNTS)						
4	Total RWA	953 370	954 015	926 578	915 172	894 231
RISK-BASED CAPITAL RATIOS AS A PERCENTAGE OF RWA**						
5	CET1 ratio (%)	12.3%	11.9%	11.9%	12.0%	12.1%
6	Tier 1 ratio (%)	13.5%	13.1%	13.0%	13.2%	13.2%
7	Total capital ratio (%)	15.8%	15.5%	15.0%	15.3%	15.4%
ADDITIONAL CET1 BUFFER REQUIREMENTS AS A PERCENTAGE OF RWA						
8	Capital conservation buffer requirement (2.5% from 2019) (%)	2.5%	2.5%	2.5%	2.5%	2.5%
9	CCyB requirement (%) [†]	0.0%	0.0%	0.0%	0.0%	0.0%
10	Bank G-SIB and/or D-SIB additional requirements (%) [‡]	1.0%	1.0%	1.0%	1.0%	1.0%
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)	3.5%	3.5%	3.5%	3.5%	3.5%
12	CET1 available after meeting the bank's minimum capital requirements (%)	2.8%	2.4%	2.0%	2.3%	2.4%
BASEL III LEVERAGE RATIO[^]						
13	Total Basel III leverage ratio exposure measure	1 954 942	1 965 549	1 900 372	1 814 018	1 799 392
14	Basel III leverage ratio (%) (row 2/row13)	6.6%	6.4%	6.3%	6.7%	6.6%
LIQUIDITY COVERAGE RATIO[◊]						
15	Total high-quality liquid assets	452 640	426 917	396 225	379 949	383 016
16	Total net cash outflow	327 864	324 175	322 377	314 786	310 871
17	LCR	138%	132%	123%	121%	123%
NET STABLE FUNDING RATIO[◊]						
18	Total available stable funding	1 167 978	1 163 509	1 119 029	1 076 020	1 046 295
19	Total required stable funding	1 000 977	979 887	952 484	926 690	910 196
20	NSFR	117%	119%	117%	116%	115%

* FRB including foreign branches.

** Excluding unappropriated profits.

[#] Relates to total qualifying capital and reserves, which include Tier 1 and Tier 2 capital.

[†] The CCyB add-on for FRB was nil at 31 March 2025.

[‡] Total D-SIB requirement was 1.5% at 31 March 2025, of which 1% is held in CET1 capital.

[^] Based on month-end balances.

[◊] Reflects FRB's operations in South Africa.

OV1: Overview of RWA

The table below provides an overview of RWA per risk type for the group.

FIRSTRAND LIMITED					
<i>R million</i>	RWA			Minimum capital requirement*	
	As at 31 March 2025	As at 31 December 2024	As at 31 March 2024	As at 31 March 2025	
1	Credit risk (excluding counterparty credit risk)**	1 040 830	1 025 584	985 618	140 258
2	– Standardised approach [#]	400 608	391 926	406 561	53 984
5	– Advanced internal ratings-based approach	640 222	633 658	579 057	86 274
16	Securitisation exposures in banking book[†]	6 551	6 266	6 071	883
17	– Internal ratings-based approach (SEC-IRBA)	4 245	4 036	4 191	572
19	– Standardised approach (SEC-SA) [#]	2 306	2 230	1 880	311
	Total credit risk	1 047 381	1 031 850	991 689	141 141
6	Counterparty credit risk[‡]	14 392	14 081	14 439	1 939
7	– Of which: standardised approach for CCR	14 033	13 758	14 142	1 891
9	– Of which: other CCR [^]	359	323	297	48
10	Credit valuation adjustment	10 665	10 708	9 721	1 437
11	Equity positions in banking book under market-based approach[§]	33 262	33 792	28 856	4 482
12	Equity investments in funds – look-through approach	272	293	330	37
13	Equity investments in funds – mandate-based approach	29 826	26 356	25 038	4 019
14	Equity investments in funds – fall-back approach	–	–	499	–
20	Market risk[§]	41 150	50 831	35 221	5 545
21	– Standardised approach	14 851	16 538	12 503	2 001
22	– Internal model approach	26 299	34 293	22 718	3 544
24	Operational risk	165 714	165 714	157 536	22 331
	– Basic indicator approach	29 423	29 423	27 023	3 965
	– Standardised approach	33 162	33 162	28 550	4 469
	– Advanced measurement approach	103 129	103 129	101 963	13 897
25	Amounts below the thresholds for deduction (subject to 250% risk weight)	36 584	37 374	37 849	4 930
26	Floor adjustment	52 098	52 098	44 073	7 021
	Other assets	43 696	41 611	38 096	5 888
27	Total^Δ	1 475 040	1 464 708	1 383 347	198 770

* The minimum capital requirement is calculated at 13.5% of RWA. The minimum requirement excludes the confidential bank-specific individual capital requirement (Pillar 2B). The difference to the BCBS base minimum (8%) relates to the buffer add-ons for Pillar 2A, CCyB, capital conservation and D-SIB as prescribed in the Regulations.

** The group does not apply the foundation internal ratings-based (IRB) and the supervisory slotting approaches (rows 3 and 4 of OV1 template). These rows are therefore excluded.

[#] The comparative disclosure splits for March 2024 between the credit risk standardised approach and securitisation standardised approach have been restated following a refinement in mappings.

[†] Securitisation external ratings-based approach (SEC-ERBA) including internal assessment approach (IAA) for securitisation exposures in the banking book was nil for the periods under review (row 18 in OV1 template). This row is therefore excluded.

[‡] The group does not apply the internal model method to counterparty credit risk (row 8 of OV1 template). This row is therefore excluded.

[^] Reflects counterparty credit risk exposure to central clearing counterparties (CCPs), which follow a specific CCP methodology. Therefore it is disclosed separately under "other CCR".

[§] Subject to the simple risk-weighted method.

[§] There were no switches between trading and banking book during the period under review (row 23 of OV1 template). This row is therefore excluded.

^Δ Settlement risk was nil for the periods under review (row 15 in OV1 template). This row is therefore excluded.

OV1: Overview of RWA

The table below provides an overview of RWA per risk type for the bank.

FIRSTRAND BANK LIMITED*					
<i>R million</i>	RWA			Minimum capital requirement**	
	As at 31 March 2025	As at 31 December 2024	As at 31 March 2024	As at 31 March 2025	
1	Credit risk (excluding counterparty credit risk)[#]	677 148	670 217	638 895	88 029
2	– Standardised approach	13 503	12 960	41 786	1 755
5	– Advanced internal ratings-based approach	663 645	657 257	597 109	86 274
16	Securitisation exposures in banking book[†]	4 314	4 105	4 260	561
17	– SEC-IRBA	4 245	4 036	4 191	552
19	– SEC-SA	69	69	69	9
	Total credit risk	681 462	674 322	643 155	88 590
6	Counterparty credit risk[‡]	10 552	10 686	9 316	1 372
7	– Of which: standardised approach for CCR	10 348	10 489	9 147	1 345
9	– Of which: other CCR [^]	204	197	169	27
10	Credit valuation adjustment	9 489	9 801	6 316	1 234
11	Equity positions in banking book under market-based approach[°]	1 725	2 115	2 094	224
12	Equity investments in funds – look-through approach	69	42	–	9
13	Equity investments in funds – mandate-based approach	1 332	1 332	560	173
14	Equity investments in funds – fall-back approach	–	–	499	–
20	Market risk[§]	35 024	45 846	30 896	4 553
21	– Standardised approach	8 725	11 553	8 178	1 134
22	– Internal model approach	26 299	34 293	22 718	3 419
24	Operational risk	105 857	105 857	102 849	13 762
	– Standardised approach	4 006	4 006	3 085	521
	– Advanced measurement approach	101 851	101 851	99 764	13 241
25	Amounts below the thresholds for deduction (subject to 250% risk weight)	14 374	15 100	16 415	1 869
26	Floor adjustment	56 328	56 328	48 107	7 323
	Other assets	37 158	32 586	34 024	4 831
27	Total^Δ	953 370	954 015	894 231	123 940

* FRB including foreign branches.

** The minimum capital requirement is calculated at 13% of RWA. The minimum requirement excludes the confidential bank-specific individual capital requirement (Pillar 2B). The difference to the BCBS base minimum (8%) relates to the buffer add-ons for Pillar 2A, CCyB, capital conservation and D-SIB as prescribed in the Regulations.

[#] The bank does not apply the foundation IRB and the supervisory slotting approaches (rows 3 and 4 of OV1 template). These rows are therefore excluded.

[†] SEC-ERBA including IAA for securitisation exposures in the banking book was nil for the periods under review (row 18 of OV1 template). This row is therefore excluded.

[‡] The bank does not apply the internal model method to counterparty credit risk (row 8 of OV1 template). This row is therefore excluded.

[^] Reflects CCR exposure to CCPs, which follows a specific CCP methodology. Therefore it is disclosed separately under "other CCR".

[°] Subject to the simple risk-weighted method.

[§] There were no switches between trading and banking book during the period under review (row 23 of OV1 template). This row is therefore excluded.

^Δ Settlement risk was nil for the periods under review (row 15 of OV1 template). This row is therefore excluded.

CR8: RWA flow statements of credit risk exposures under AIRB

The table below provides a breakdown of the key drivers of changes in the credit RWA determined under AIRB.

<i>R million</i>	RWA
1. RWA at 31 December 2024	633 658
2. Asset size	12 740
3. Asset quality	(6 004)
4. Model updates	245
5. Methodology and policy	-
6. Acquisitions and disposals	-
7. Foreign exchange movements	(417)
8. Other	-
9. RWA at 31 March 2025*	640 222

* The RWA represents AIRB credit risk exposures excluding securitisation exposure per the OV1: Overview of RWA template on page 4.

The asset size reflects organic growth, which is primarily driven by residential mortgages and retail other.

MR2: RWA flow statements of market risk exposures under an IMA*

The table below provides a breakdown of the key drivers of changes in the market RWA determined under an IMA.

<i>R million</i>	VaR	sVaR	Total RWA
1. RWA at 31 December 2024	18 714	15 579	34 293
2. Movement in risk levels	(6 007)	(1 987)	(7 994)
3. Model updates/changes	-	-	-
4. Methodology and policy	-	-	-
5. Acquisitions and disposals	-	-	-
6. Foreign exchange movements	-	-	-
7. Other	-	-	-
8. RWA at 31 March 2025	12 707	13 592	26 299

* The group does not use the incremental risk charge and comprehensive risk measure approaches.

Market risk RWA decreased due to a reduction in risk driven by market movements of foreign exchange and equity asset class components.

LR1: Summary comparison of accounting assets vs leverage ratio exposure measure*

The table below provides a reconciliation of total assets as per the statement of financial position to the leverage ratio exposure measure for the group and bank.

<i>R million</i>		FIRSTRAND LIMITED	FIRSTRAND BANK LIMITED**
		As at 31 March 2025	
1	Total consolidated assets	2 560 754	1 861 945
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	(13 439)	-
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	(21 447)	(8 485)
5	Adjustment for securities financing transactions (i.e. repos and similar secured lending)	1 632	1 632
6	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	131 530	102 265
7	Other adjustments	(10 849)	(2 414)
8	Leverage ratio exposure	2 648 181	1 954 942

* Based on month-end balances.

** FRB including foreign branches.

LR2: Leverage ratio common disclosure template*

The table below provides a detailed breakdown of the components of the leverage ratio exposure measure for the group and bank.

<i>R million</i>		FIRSTRAND LIMITED		FIRSTRAND BANK LIMITED**	
		As at 31 March 2025	As at 31 December 2024	As at 31 March 2025	As at 31 December 2024
ON-BALANCE SHEET EXPOSURES					
1	On-balance sheet exposures (excluding derivatives and security financing transactions (SFTs), but including collateral)	2 436 882	2 431 170	1 743 113	1 754 608
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	(65 867)	(66 042)	(44 520)	(44 132)
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	2 371 015	2 365 128	1 698 593	1 710 476
DERIVATIVE EXPOSURES					
4	Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)	11 169	13 780	16 812	15 962
5	Add-on amounts for potential future exposure (PFE) associated with all derivatives transactions	22 370	23 069	23 932	23 966
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	-	-	-	-
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	(4 214)	(3 755)	(4 214)	(3 755)
8	(Exempted central clearing counterparty (CCP) leg of client-cleared trade exposures)	(1 926)	(1 433)	(1 926)	(1 433)
9	Adjusted effective notional amount of written credit derivatives	4 138	3 805	4 138	3 805
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	(970)	(970)	(970)	(970)
11	Total derivative exposures (sum of lines 4 to 10)	30 567	34 496	37 772	37 575
SECURITIES FINANCING TRANSACTION EXPOSURES					
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	113 438	97 313	114 681	104 585
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-	-	-	-
14	Counterparty credit risk (CCR) exposure for SFT assets	1 632	2 278	1 632	2 278
15	Agent transaction exposures	-	-	-	-
16	Total securities financing transaction exposures (sum of lines 12 to 15)	115 070	99 591	116 313	106 863
OTHER OFF-BALANCE SHEET EXPOSURES					
17	Off-balance sheet exposure at gross notional amount	575 468	606 946	530 124	559 209
18	(Adjustments for conversion to credit equivalent amounts)	(443 938)	(466 892)	(427 859)	(448 574)
19	Off-balance sheet items (sum of lines 17 and 18)	131 530	140 054	102 265	110 635
CAPITAL AND TOTAL EXPOSURES					
20	Tier 1 capital	210 194	203 312	129 026	125 338
21	Total exposures (sum of lines 3, 11, 16 and 19)	2 648 181	2 639 269	1 954 942	1 965 549
LEVERAGE RATIO					
22	Basel III leverage ratio	7.9%	7.7%	6.6%	6.4%

* Based on month-end balances.

** FRB including foreign branches.

LIQ1: Liquidity coverage ratio

The table below provides a breakdown of the group and bank's available high-quality liquid assets (HQLA), cash outflows and cash inflows, as measured and defined according to the LCR standards.

	FIRSTRAND LIMITED*		FIRSTRAND BANK LIMITED SOUTH AFRICA*	
	Total unweighted value (average)	Total weighted value (average)	Total unweighted value (average)	Total weighted value (average)
<i>R million</i>				
HIGH-QUALITY LIQUID ASSETS				
1	Total HQLA	586 973		452 640
CASH OUTFLOWS				
2	Retail deposits and deposits from small business customers, of which:	876 187	59 175	512 435
3	Stable deposits	195 359	7 546	3 102
4	Less stable deposits	680 828	51 629	38 621
5	Unsecured wholesale funding, of which:	763 121	365 768	638 009
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	226 697	56 674	195 017
7	Non-operational deposits (all counterparties)	526 128	298 798	433 944
8	Unsecured debt	10 296	10 296	9 048
9	Secured wholesale funding		11 346	1 992
10	Additional requirements, of which:	391 751	62 079	348 723
11	Outflows related to derivative exposures and other collateral requirements	19 344	19 344	15 527
12	Outflows related to loss of funding on debt products	116 656	5 833	5 346
13	Credit and liquidity facilities	255 751	36 902	226 275
14	Other contractual funding obligations	61	61	-
15	Other contingent funding obligations	327 282	13 217	290 636
16	TOTAL CASH OUTFLOWS		511 646	410 753
CASH INFLOWS				
17	Secured lending (e.g. reverse repos)	21 968	13 808	11 653
18	Inflows from fully performing exposures	124 159	99 977	93 717
19	Other cash inflows	6 929	4 481	6 757
20	TOTAL CASH INFLOWS	153 056	118 266	112 127
			value	value
21	TOTAL HQLA**		531 698	452 640
22	TOTAL NET CASH OUTFLOW#		400 671	327 864
23	LIQUIDITY COVERAGE RATIO†		133%	138%

* The consolidated LCR for the group (FirstRand) includes FRB and all other banking subsidiaries. FRB's LCR reflects its operations in South Africa.

** The weighted values have been calculated after the application of the respective haircuts for HQLA, outflows and inflows. The surplus HQLA holdings by subsidiaries and foreign branches in excess of the minimum required LCR, which is not considered as fully transferable, has been excluded in the calculation of the consolidated LCR for the group.

The regulatory cap on inflows is applied per entity and is reflected in total net cash outflow. The total cash inflows balance is prior to the application of the cap.

† The LCR is calculated as a simple average of 90 days of daily observations over the period ended 31 March 2025 for FRB South Africa and the London branch, as well as FNB Botswana and FNB Namibia. The remaining banking entities, including Aldermore, are based on the quarter-end values.

The figures are based on the regulatory submissions to the Prudential Authority (PA).