

Abbreviations

ABS	asset-backed securities
AC	additional criteria
AIRB	advanced internal ratings-based
AMA	advanced measurement approach
AML	anti-money laundering
ASA	alternative standardised approach
BIA	basic indicator approach
BIS	Bank for International Settlements
BOC	Bank of China
BSD	Bank Supervision Department (the Department)
CAR	capital-adequacy requirement
CBDA	Co-operative Banks Development Agency
CBK	Central Bank of Kenya
CBRC	China Banking Regulatory Commission
CBSU	Co-operative Banking Supervision Unit
CDO	collateralised debt obligations
CEO	chief executive officer
CFT	the combating of the financing of terrorism
CMG	Capital Monitoring Group
CP	core principle
CSD	Central Securities Depository
CTF	combating the financing of terrorism
CTR	cash threshold reporting
DHA	Department of Home Affairs
dti	Department of Trade and Industry
EAD	Exposure at default
EC	essential criteria
FATF	Financial Action Task Force
FIC	Financial Intelligence Centre
FICA	Financial Intelligence Act, 2008 (Act No. 11 of 2008)
FIRB	foundation internal ratings-based approach
FRS	Financial Risk Subcommittee
FSA	Financial Services Authority
FSAP	Financial Sector Assessment Program
FSB	Financial Stability Board
FSCF	Financial Sector Contingency Forum
FSI	Financial Stability Institute
FX	foreign exchange
G-20	Group of Twenty Finance Ministers and Central Bank Governors
GDP	gross domestic product
GHOS	Governors and Heads of Supervision
H-index	Herfindahl–Hirschman Index
HKMA	Hong Kong Monetary Authority
HSBC	HongKong Shanghai Banking Corporation Limited
IAS	International Accounting Standards
ICAAP	Internal Capital Adequacy Assessment Process
ICBS	International Conference of Banking Supervisors
IFRSs	International Financial Reporting Standards
IIF	Institute of International Finance
IMA	internal models approach
IMF	International Monetary Fund
IRB	internal ratings-based
IRC	incremental risk capital
IRRBB	Interest-rate risk in the banking book
IT	information technology
LC	largely compliant
LCR	liquidity coverage ratio
LGD	Loss given default
MBA	models-based approaches
MEFMI	Macroeconomic and Financial Management Institute of Eastern and Southern Africa
MNC	materially non-compliant
MoU	Memorandum of Understanding
NCA	National Credit Act
NCD	negotiable certificate of deposit
NCR	National Credit Regulator



NOP	net open foreign-currency position
NSFR	net stable funding ratio
NT	National Treasury
OECD	Organisation for Economic Co-operation and Development
ORAS	operational risk appetite statement
ORMF	operational risk management framework
ORMS	operational risk measurement system
ORS	Operational Risk Subcommittee
OTC	over the counter
PCC	Public Compliance Communication
PD	probability of default
PFI	Protocol on Finance and Investment
PIIGS	Portugal, Ireland, Italy, Greece and Spain
PIN	Public Information Notice
PN	promissory notes
PoD	probability of default
QIS	Quantitative Impact Study
RO	representative office
ROA	return on assets
ROE	return on equity
ROSC	Report on the Observance of Standards and Codes
RWA	risk-weighted assets
SADC	Southern African Development Community
SAM	solvency asset and management
SARS	South African Revenue Service
SIG	Standards Implementation Group
SIGOR	Standards Implementation Group Operational Risk
SIGV	Standards Implementation Group Validation Subgroup
SME	small and medium enterprise
SSBS	SADC Sub-committee of Banking Supervisors
STA	standardised approach
sVaR	stressed value at risk'
UK	United Kingdom
US	United States
VaR	value at risk
VDP	Voluntary Disclosure Programme

Glossary

Basel II	Capital Measurement and Capital Standards: A Revised Framework issued in June 2006
Basel III	A global regulatory framework for more resilient banks and banking systems, Basel Committee on Banking Supervision
Basel Committee	Basel Committee on Banking Supervision
Core Principles	Core Principles for Effective Banking Supervision
Cooperative Banks Act	Cooperative Banks Act, 2007 (Act No. 40 of 2007)
CP Notice	Commercial Paper Notice No. 2172, <i>Government Gazette</i> No. 16167 of 14 December 1994
New Companies Act	New Companies Act, 2008 (Act No. 71 of 2008)
Postbank Act	South African Postbank Limited Act, 2010 (Act No. 9 of 2010)
SARB Act	South African Reserve Bank Act, 1989 (Act No. 90 of 1989)
Standing Committee	Standing Committee for the Revision of the Banks Act, 1990
the Bank	South African Reserve Bank
the Banks Act, 1990	Banks Act, 1990 (Act No. 94 of 1990)
the Department	Bank Supervision Department of the South African Reserve Bank
the Minister	Minister of Finance
the Registrar	Registrar of Banks