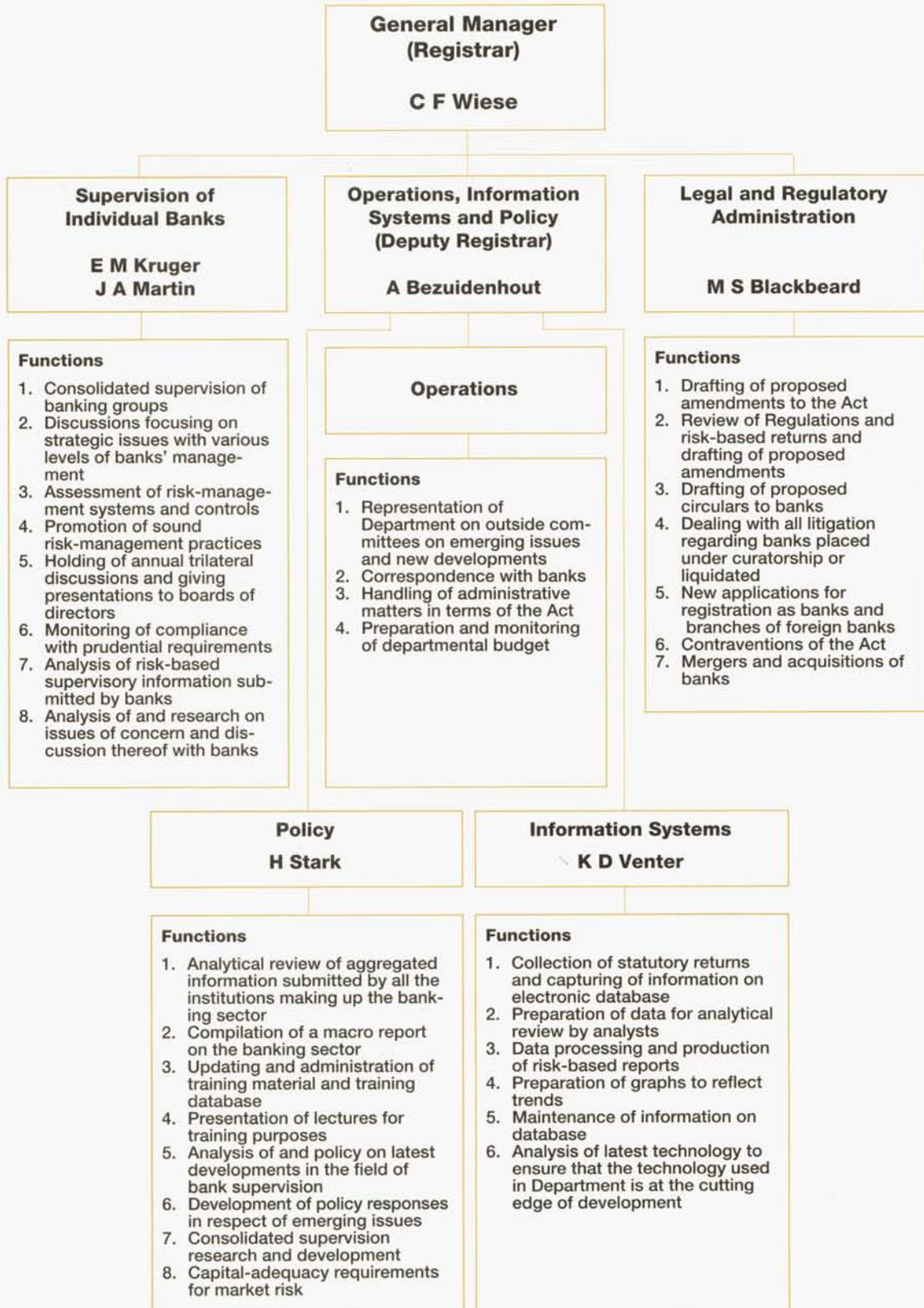




# ORGANISATIONAL STRUCTURE OF THE BANK SUPERVISION DEPARTMENT





## APPENDIX 2

# REGISTERED BANKS AND MUTUAL BANKS AS AT 31 DECEMBER 1998

### REGISTERED BANKS

Institution	Address	Total assets Rmillion
1. ABSA Bank Limited	P O Box 7735, Johannesburg, 2000	148 507
2. African Merchant Bank Limited	P O Box 786833, Sandton, 2146	2 828
3. Albaraka Bank Limited	P O Box 4395, Durban, 4000	353
4. Bank of Taiwan (South Africa) Limited	P O Box 1999, Parklands, 2121	420
5. BOE Bank Limited	P O Box 86, Cape Town, 8000	46 313
6. Brait Merchant Bank Limited	P O Box 785889, Sandton, 2146	2 485
7. Cape of Good Hope Bank Limited	P O Box 2125, Cape Town, 8000	3 536
8. District Securities Bank Limited	P O Box 44547, Claremont, 7735	915
9. FBC Fidelity Bank Limited	P O Box 32, Port Elizabeth, 6000	6 955
10. First National Bank of Southern Africa Limited	P O Box 1153, Johannesburg, 2000	93 209
11. FirstCorp Merchant Bank Limited	P O Box 9773, Johannesburg, 2000	1 035
12. Fulcrum Science and Technology Bank Limited	P O Box 91656, Auckland Park, 2006	950
13. Gensec Bank Limited	P O Box 411420, Craighall, 2024	1 959
14. Habib Overseas Bank Limited	P O Box 62369, Marshalltown, 2107	115
15. HBZ Bank Limited	P O Box 48449, Qualbert, 4078	185
16. Imperial Bank Limited /	P O Box 3567, Edenvale, 1610	2 529
17. International Bank of Southern Africa Limited	P O Box 8771, Johannesburg, 2000	1 492
18. Investec Bank Limited	P O Box 785700, Sandton, 2146	32 541
19. Marriott Merchant Bank Limited	P O Box 3211, Durban, 4000	457
20. McCarthy Bank Limited	P O Box 1286, Umhlanga Rocks, 4320	309
21. Mercantile Bank Limited	P O Box 782699, Sandton, 2146	4 280
22. MLS Bank Limited	P O Box 87175, Houghton, 2041	2 924
23. Nedcor Bank Limited	P O Box 1144, Johannesburg, 2000	82 539

APPENDIX 2

**REGISTERED BANKS AND MUTUAL BANKS  
AS AT 31 DECEMBER 1998 (continued)**

**REGISTERED BANKS (continued)**

<b>Institution</b>	<b>Address</b>	<b>Total assets Rmillion</b>
24. Nedcor Investment Bank Limited	P O Box 582, Johannesburg, 2000	16 623
25. New Republic Bank Limited	P O Box 4928, Durban, 4000	1 666
26. Ons Eerste Volksbank (Association not for gain incorporated in terms of section 21 of the Companies Act, 1973)	P O Box 12419, Queenswood, 0121	43
27. PSG Investment Bank Limited	P O Box 24024, Claremont, 7735	1 024
28. Rand Merchant Bank Limited	P O Box 786273, Sandton, 2146	20 779
29. Real Africa Durolink Investment Bank Limited	P O Box 1387, Sandton, 2146	1 104
30. Regal Treasury Private Bank Limited	P O Box 3215, Rivonia, 2128	697
31. Saambou Bank Limited	P O Box 74127, Lynnwood Ridge, 0040	10 592
32. Securities Investment Bank Limited	P O Box 1499, Saxonwold, 2132	1 040
33. Southern Bank of Africa Limited	P O Box 2533, Saxonwold, 2132	106
34. TA Bank of South Africa Limited	P O Box 2938, Parklands, 2121	626
35. The African Bank Limited	P O Box 61352, Marshalltown, 2107	982
36. The Business Bank Limited	P O Box 786306, Sandton, 2146	607
37. The South African Bank of Athens Limited	P O Box 7781, Johannesburg, 2000	431
38. The Standard Bank of South Africa Limited	P O Box 7725, Johannesburg, 2000	127 818
39. Unibank Limited	P O Box 5490, Rivonia, 2128	2 888

## APPENDIX 2

### REGISTERED BANKS AND MUTUAL BANKS AS AT 31 DECEMBER 1998 (continued)

#### REGISTERED MUTUAL BANKS

Institution	Type of registration	Address	Total assets Rmillion
1. Credit and Savings Help Bank	Final	P O Box 8331, Roggebaai, 8012	393
2. GBS Mutual Bank	Final	P O Box 114, Grahamstown, 6140	269
3. TNBS Mutual Bank	Provisional	P O Box 186, Umtata, 5100	272
4. VBS Mutual Bank	Provisional	P O Box 3618, Louis Trichardt, 0920	116

#### BANK IN TERMS OF THE SUPERVISION OF FINANCIAL INSTITUTIONS RATIONALISATION ACT, 1996

In terms of the provisions of the Supervision of Financial Institutions Rationalisation Act, 1996 (Act No. 32 of 1996), the following is regarded as a bank, with effect from 1 July 1996:

Institution	Address	Total assets Rmillion
1. Bank of Transkei Limited	P O Box 332, Umtata, 5100	363

#### BANK IN FINAL LIQUIDATION

Institution	Liquidator	Date of order
1. Islamic Bank Limited	Mr A D Wilkins of Deloitte & Touche	13 January 1998

## APPENDIX 3

### LOCAL BANK BRANCHES OF FOREIGN BANKS AS AT 31 DECEMBER 1998

Institution	Address
1. ABN AMRO Bank N.V.	P O Box 78769, Sandton, 2146
2. Bank of Baroda	91/121 Cowey Road, Cowey Park, Berea, Durban, 4001
3. Barclays Bank Plc, South Africa Branch	P O Box 1542, Saxonwold, 2132
4. Citibank N.A.	P O Box 1800, Saxonwold, 2132
5. Commerzbank Aktiengesellschaft	P O Box 860, Parklands, 2121
6. Crédit Agricole Indosuez	P O Box 61523, Marshalltown, 2107
7. Deutsche Bank AG	Private Bag X9933, Sandton, 2146
8. ING Bank N.V. South Africa Branch	P O Box 782080, Sandton, 2146
9. Merrill Lynch Capital Markets Bank Limited	P O Box 61, Johannesburg, 2000
10. Morgan Guaranty Trust Company of New York	Private Bag X9936, Sandton, 2146
11. Société Générale	P O Box 6872, Johannesburg 2000
12. State Bank of India	P O Box 2538, Saxonwold, 2132



## APPENDIX 4

# NAME CHANGES AND CANCELLATION OF REGISTRATION OF BANKS AND MUTUAL BANKS DURING THE PERIOD FROM 1 JANUARY 1998 TO 31 DECEMBER 1998

### NAME CHANGES

Previous name	New name	Date of change
1. BOE Natwest Limited	BOE Investment Bank Limited	9 March 1998
2. Boland Bank PKS Limited	NBS Boland Bank Limited	12 February 1998
3. Capital Alliance Bank Limited	Brait Merchant Bank Limited	21 September 1998
4. Community Bank	Unibank Savings and Loans Limited (conversion of mutual bank to bank)	14 August 1998
5. DLJ African Merchant Bank Limited	African Merchant Bank Limited	27 January 1998
6. Genbel Securities Bank Limited	Gensec Bank Limited	8 December 1998
7. Investec Merchant Bank Limited	Investec Bank Limited	1 April 1997*
8. NBS Boland Bank Limited	BOE Bank Limited	26 October 1998
9. UAL Merchant Bank Limited	Nedcor Investment Limited	1 October 1997*

- \* Changed in 1998, with retrospective effect; too late for publication in 1997 Annual Report

### CANCELLATION OF REGISTRATION

Institution	Date of cancellation
1. Barclays Bank of South Africa Limited	26 March 1998
2. BOE Investment Bank Limited (following transfer of assets and liabilities to NBS Boland Bank Limited)	1 October 1998
3. BOE Private Bank & Trust Company Limited (following transfer of assets and liabilities to NBS Boland Bank Limited)	1 October 1998
4. Investec Bank Limited (following transfer of assets and liabilities to Investec Merchant Bank Limited)	31 March 1997*
5. NBS Bank Limited (following transfer of assets and liabilities to Boland Bank PKS Limited)	1 October 1997*
6. Syfrets Bank Limited (following transfer of assets and liabilities to UAL Merchant Bank Limited)	1 October 1997*
7. Unibank Savings and Loans Limited	14 August 1998

- \* Cancelled in 1998, with retrospective effect; too late for publication in 1997 Annual Report

## APPENDIX 5

# REGISTERED CONTROLLING COMPANIES AS AT 31 DECEMBER 1998

Institution	Address
1. ABSA Group Limited	P O Box 260595, Excom, 2023
2. AMB Holdings Limited	P O Box 786833, Sandton, 2146
3. BOE Investment Bank Holdings Limited	P O Box 86, Cape Town, 8000
4. Brait South Africa Limited	P O Box 2345, Saxonwold, 2138
5. FBC Fidelity Holdings Limited	P O Box 32, Port Elizabeth, 6000 P O Box 1789, Joubert Park, 2044
6. First National Bank Holdings Limited	P O Box 1153, Johannesburg, 2000
7. FirstCorp Merchant Bank Holdings Limited	P O Box 9773, Johannesburg, 2000
8. Fulcrum Science and Technology Bank Controlling Company Limited	P O Box 91656, Auckland Park, 2006
9. Genbel Securities Limited	P O Box 411420, Craighall, 2006
10. Imperial Bank Holdings Limited	P O Box 3567, Edenvale, 1610
11. Investec Holdings Limited	P O Box 785700, Sandton, 2146
12. Investec Limited	P O Box 785700, Sandton, 2146
13. Marriott Holdings Limited	P O Box 207, Durban, 4000
14. McCarthy Bank Holdings Limited	P O Box 1286, Umhlanga Rocks, 4320
15. Mercantile Lisbon Bank Holdings Limited	P O Box 782699, Sandton, 2146
16. Momentum Life Assurers Limited	P O Box 7400, Hennopsmeer, 0046
17. Nedcor Investment Bank Holdings Limited	P O Box 582, Johannesburg, 2000
18. Nedcor Limited	P O Box 1144, Johannesburg, 2000
19. NRB Holdings Limited	P O Box 4928, Durban, 4000
20. PSG Investment Bank Holdings Limited	P O Box 24024, Claremont, 7735
21. Real Africa Durolink Holdings Limited	P O Box 1387, Rivonia, 2128
22. Saambou Holdings Limited	P O Box 74127, Lynnwood Ridge, 0040
23. Saflife Limited	P O Box 260362, Excom, 2023
24. Southern Bank of Africa Investment Holdings Limited	P O Box 2533, Saxonwold, 2132
25. Standard Bank Investment Corporation Limited	P O Box 7725, Johannesburg, 2000
26. TA Investment Holdings South Africa Limited	P O Box 2938, Parklands, 2121
27. Theta Group Limited	P O Box 646, Parklands, 2121
28. Unibank Group Limited	P O Box 5490, Rivonia, 2128
29. Unibank Investment Holdings Limited	P O Box 5490, Rivonia, 2128

The following institutions are deemed to be controlling companies in terms of section 42 of the Banks Act, 1990:

Institution	Address
1. Albaraka Investment and Development Company	P O Box 6854, Jeddah, 21452, Saudi Arabia
2. Bank of Taiwan	P O Box 5, Taipei, Taiwan
3. National Bank of Greece	86 Eolou Street, Athens TT 121, Greece
4. Pitcairns Finance	121, Avenue de la Faiencerie, L-1511 Luxembourg, RCS Luxembourg, B nr 33-106
5. Société Financière pour les Pays d'Outre-mer	69, Rue la Boétie, 75008, Paris, France

## APPENDIX 6

# FOREIGN BANKS WITH APPROVED LOCAL REPRESENTATIVE OFFICES AS AT 31 DECEMBER 1998

Institution	Address
1. American Express Bank Limited	P O Box 31079, Braamfontein, 2017
2. Banca di Roma	P O Box 787018, Sandton, 2146
3. Banco BPI, SA	Box 99-292, Carlton Centre, Johannesburg, 2001
4. Banco Comercial Português	Suite 254, Postnet X9, Rosettenville, 2130
5. Banco Espirito Santo e Comercial de Lisboa	P O Box 749, Bruma, 2026
6. Banco Português do Atlântico SA	P O Box 273, Bruma, 2026
7. Banco Santander	3rd Floor Hamlet Building (West Wing), 27 Ridge Road, Parktown, 2193
8. Banco Santander Portugal, SA	P O Box 752146, Garden View, 2047
9. Banco Totta & Açores SA	P O Box 309, Bruma, 2026
10. Bank Austria Creditanstalt International AG	P O Box 4918, Randburg, 2194
11. Bank Leumi Le-Israel BM	P O Box 8214, Johannesburg, 2000
12. Bank of America National Trust & Savings Association	P O Box 653144, Benmore, 2010
13. Bank of Cyprus Group	P O Box 652176, Benmore, 2010
14. Bankers Trust Company	Suite 144, Postnet X9924, Sandton, 2146
15. Banque Belge (Guernsey) Limited	P O Box 650142, Benmore, 2010
16. Banque Bruxelles Lambert S.A.	P O Box 650660, Benmore, 2010
17. Banque Commerciale Zaïroise	P O Box 652065, Benmore, 2010
18. Banque de Gestion Edmond de Rothschild Luxembourg	P O Box 1027, Saxonwold, 2132
19. Banque Nationale de Paris	P O Box 653002, Benmore, 2010
20. Banque Paribas	P O Box 1779, Saxonwold, 2132
21. Bayerische Landesbank Girozentrale	P O Box 47337, Parklands, 2121
22. Bayerische Vereinsbank AG	P O Box 1483, Parklands, 2121
23. Belgolaise Bank	P O Box 652065, Benmore, 2010
24. Berliner Handels- und Frankfurter Bank	P O Box 1933, Saxonwold, 2132
25. Commerzbank AG	Box 99-308, Carlton Centre, Johannesburg, 2001
26. Compagnie Financière de CIC et de l'Union Européenne	302 Portofino, 30 9 <sup>th</sup> Street, Killarney, 2193
27. Coöperatieve Centrale Raiffeisen- Boerenleenbank B.A. (Rabobank Nederland)	P O Box 1396, Parklands, 2121
28. Credit Commercial de France	P O Box 2200, Randburg, 2125
29. Crédit Lyonnais	P O Box 78728, Sandton, 2146
30. Credit Suisse First Boston	Private Bag X9911, Sandton, 2146
31. Deutsche Bank AG	P O Box 781948, Sandton, 2146
32. DG Bank Deutsche Genossenschaftsbank	P O Box 1541, Parklands, 2121
33. Dresdner Bank AG	P O Box 9722, Johannesburg, 2000
34. Export-Import Bank of India	P O Box 2018, Saxonwold, 2132



## APPENDIX 6

# FOREIGN BANKS WITH APPROVED LOCAL REPRESENTATIVE OFFICES AS AT 31 DECEMBER 1998 (continued)

Institution	Address
35. First Union National Bank of Carolina	P O Box 3091, Saxonwold, 2132
36. Hambros Bank Limited	P O Box 652275, Benmore, 2010
37. Hellenic Bank Limited	P O Box 783392, Sandton, 2146
38. HSBC Equator Bank Plc	P O Box 3248, Parklands, 2121
39. Kleinwort Benson Ltd	P O Box 651414, Benmore, 2010
40. KBC Bank NV	P O Box 11241, Hatfield, 0028
41. Kredietbank SA Luxembourgeoise	P O Box 11241, Hatfield, 0028
42. MeesPierson NV	P O Box 3310, Parklands, 2121
43. Merita Bank Plc	P O Box 11241, Hatfield, 0028
44. Natexis Banque	P O Box 61689, Marshalltown, 2107
45. National Bank of Egypt	P O Box 55402, Northlands, 2116
46. National Bank of Malawi	P O Box 412723, Craighall, 2024
47. Nordbanken AB	P O Box 11241, Hatfield, 0028
48. Royal Bank of Canada	P O Box 652260, Benmore, 2010
49. Société Générale - South Africa	P O Box 6872, Johannesburg, 2000
50. Standard Chartered Bank	P O Box 2047, Houghton, 2041
51. The Bank of Tokyo-Mitsubishi, Ltd	P O Box 78519, Sandton, 2146
52. The Chase Manhattan Bank, National Association	P O Box 651996, Benmore, 2010
53. The Cyprus Popular Bank	P O Box 1621, Bruma, 2026
54. The Sumitomo Bank Limited	Private Bag X9932, Sandton, 2146
55. Union Bank of Nigeria Plc	P O Box 653125, Benmore, 2010
56. UBS AG	P O Box 652863, Benmore, 2010
57. Vereins- und Westbank AG	P O Box 1483, Parklands, 2121
58. West Merchant Bank Limited	P O Box 786126, Sandton, 2146



## APPENDIX 7

# TRENDS IN SOUTH AFRICAN BANKS

The following tables have been selected for publication because they disclose:

- The most important industry trends.
- Industry statistics that facilitate banks' evaluation of their own positions.

**Note:** Certain of the comparative figures in respect of December 1997 may differ from those reported in the 1997 Annual Report owing to amended returns having been submitted by banks after publication of that report.

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TABLE 1

## COMPOSITION OF BALANCE SHEET

	Average month-end balance for quarter				Month-end balance	Prior-year comparative	Average 12 months	Annual growth Percentage
	Quarter 1	Quarter 2	Quarter 3	Quarter 4				
	March	June	September	December	December	December		
	1998	1998	1998	1998	1998	1997	R million	
	R million	R million	R million	R million	R million	R million	R million	
<b>Liabilities</b>								
Interbank funding	20 602	26 836	33 522	29 048	28 544	22 809	27 502	25,1
Non-bank funding	409 450	422 683	435 350	454 847	460 311	396 349	430 582	16,1
Foreign funding	35 658	40 237	52 127	44 058	42 156	35 628	43 020	18,3
Loans received under repurchase agreements	8 779	15 976	16 150	14 417	14 296	7 734	13 830	84,8
Other liabilities	38 085	47 970	46 567	48 223	52 507	38 958	45 211	34,8
Acknowledgement of debt	5 937	4 699	4 175	4 059	3 929	6 137	4 718	(36,0)
Capital and reserves	43 707	47 097	50 166	51 951	52 533	41 754	48 230	25,8
<b>TOTAL</b>	<b>562 217</b>	<b>605 498</b>	<b>638 058</b>	<b>646 602</b>	<b>654 276</b>	<b>549 369</b>	<b>613 094</b>	<b>19,1</b>
<b>Assets</b>								
Money	11 335	11 832	12 969	13 392	14 809	13 630	12 382	8,7
Interbank advances	17 245	20 808	24 360	21 415	22 081	21 957	20 957	0,6
Non-bank advances	455 299	481 435	500 384	509 782	515 784	439 767	486 725	17,3
Loans granted under resale agreements	6 034	10 334	7 325	3 494	3 531	5 678	6 797	(37,8)
Trading portfolio	9 116	10 626	13 073	18 798	19 537	8 262	12 903	136,5
Investment portfolio	28 330	31 591	36 758	38 304	36 903	27 305	33 746	35,2
Fixed assets	10 881	11 052	11 132	11 539	11 535	10 725	11 151	7,6
Acknowledgement of debt outstanding	5 937	4 699	4 187	4 059	3 929	6 137	4 721	(36,0)
Other assets	18 040	23 117	27 869	25 820	26 167	15 909	23 712	64,5
<b>TOTAL</b>	<b>562 217</b>	<b>605 498</b>	<b>638 058</b>	<b>646 602</b>	<b>654 276</b>	<b>549 369</b>	<b>613 094</b>	<b>19,1</b>



TABLE 2

## COMPOSITION OF SELECTED LIABILITIES

	Average month-end balance for quarter				Month-end	Prior-year	Average 12 months R million	Annual growth Percentage
	Quarter 1	Quarter 2	Quarter 3	Quarter 4	balance	comparative		
	March	June	September	December	December	December		
	1998	1998	1998	1998	1998	1997		
	R million	R million	R million	R million	R million	R million		
<b>Deposits</b>								
Demand	177 476	191 329	215 257	215 760	217 347	171 003	199 955	27,1
Savings	26 298	26 710	26 443	26 782	27 266	26 372	26 558	3,4
Fixed and notice	135 673	139 037	132 252	135 349	135 699	134 474	135 578	0,9
Negotiable certificates of deposit	70 002	65 607	61 399	76 956	79 999	64 500	68 491	24,0
<b>TOTAL</b>	<b>409 450</b>	<b>422 683</b>	<b>435 350</b>	<b>454 847</b>	<b>460 311</b>	<b>396 349</b>	<b>430 582</b>	<b>16,1</b>
<b>Loans under repurchase agreements</b>								
Banks	3 358	9 884	10 836	10 113	9 946	3 899	8 548	155,1
Non-banks	5 421	6 092	5 314	4 304	4 350	3 835	5 283	13,4
<b>TOTAL</b>	<b>8 779</b>	<b>15 976</b>	<b>16 150</b>	<b>14 417</b>	<b>14 296</b>	<b>7 734</b>	<b>13 830</b>	<b>84,8</b>
<b>Foreign funding</b>								
Banks	30 070	33 749	39 737	30 508	30 164	30 877	33 516	(2,3)
Non-banks	5 588	6 489	12 391	13 550	11 992	4 751	9 504	152,4
<b>TOTAL</b>	<b>35 658</b>	<b>40 237</b>	<b>52 127</b>	<b>44 058</b>	<b>42 156</b>	<b>35 628</b>	<b>43 020</b>	<b>18,3</b>



TABLE 3

## COMPOSITION OF LOANS AND ADVANCES TO NON-BANKS

	Average month-end balance for quarter				Month-end balance	Prior-year comparative	Average 12 months	Annual growth
	Quarter 1	Quarter 2	Quarter 3	Quarter 4				
	March	June	September	December	December	December		
	1998	1998	1998	1998	1998	1997	R million	Percentage
	R million	R million	R million	R million	R million	R million		
Negotiable certificates of deposit	14 513	12 160	13 383	20 088	20 183	12 380	15 036	63,0
Instalment debtors	71 863	73 243	73 513	73 713	73 552	71 569	73 083	2,8
Mortgage loans	176 338	180 875	185 516	188 897	189 401	172 369	182 906	9,9
Credit cards	9 837	10 107	9 952	10 290	10 545	9 655	10 046	9,2
Acknowledgement of debt discounted	21 782	21 243	23 474	24 245	23 903	22 493	22 686	6,3
Redeemable preference shares	8 059	9 278	10 136	11 509	11 380	7 429	9 745	53,2
Overdrafts and loans	140 755	150 036	158 790	168 360	174 193	133 522	154 485	30,5
Foreign-currency loans and advances	19 667	32 399	33 900	22 208	22 367	17 640	27 044	26,8
<b>Subtotal</b>	<b>462 814</b>	<b>489 340</b>	<b>508 665</b>	<b>519 310</b>	<b>525 524</b>	<b>447 058</b>	<b>495 032</b>	<b>17,6</b>
<i>Less:</i>								
Specific provisions	7 515	7 905	8 281	9 527	9 739	7 291	8 307	33,6
<b>TOTAL</b>	<b>455 299</b>	<b>481 435</b>	<b>500 384</b>	<b>509 782</b>	<b>515 784</b>	<b>439 767</b>	<b>486 725</b>	<b>17,3</b>
<b>Ratios</b>								
Specific provisions:								
Gross loans and advances (%)	1,62	1,62	1,63	1,83	1,85	1,63	1,68	-

TABLE 4

## CAPITAL ADEQUACY

	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Prior-year comparative		Annual growth
					Quarter 4	Average	
	March	June	September	December	December	last 4	Percentage
	1998	1998	1998	1998	1997	quarters	
	R million	R million					
Risk-weighted assets and off-balance-sheet items	401 555	426 498	453 554	451 938	388 139	433 386	16,4
Counterparty risk exposure	4 312	7 739	12 195	8 555	4 404	8 200	94,3
Total risk exposure	405 867	434 237	465 749	460 493	392 543	441 586	17,3
Required capital							
- 8 per cent	32 469	34 739	37 260	36 839	31 403	35 327	17,3
Net qualifying capital							
- Rand	42 470	46 046	49 898	49 711	39 794	47 031	24,9
- Percentage	10,1	10,1	10,0	10,7	9,7	10,2	-

TABLE 5

## ANALYSIS OF CAPITAL AND RESERVES

	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Prior-year comparative		Annual growth
					Quarter 4	Average	
	March	June	September	December	December	last 4	Percentage
	1998	1998	1998	1998	1997	quarters	
	R million	R million					
Primary capital	30 730	34 040	39 448	40 360	28 920	36 145	39,6
Qualifying secondary capital	14 671	15 483	15 317	15 067	12 848	15 135	17,3
Total qualifying capital	45 401	49 523	54 765	55 427	41 768	51 279	32,7
Less: Impairments	2 931	3 477	4 867	5 716	1 973	4 248	189,7
Net qualifying capital	42 470	46 046	49 898	49 711	39 794	47 031	24,9
Primary capital:							
Total risk exposure	7,6	7,8	8,5	8,8	7,4	8,2	-
Impairments:							
Total risk exposure	0,7	0,8	1,0	1,2	0,5	1,0	-
Secondary capital:							
Total risk exposure	3,6	3,6	3,3	3,3	3,3	3,4	-

TABLE 6

## RISK PROFILE OF ASSETS

Risk category	Average month-end balance for quarter				Month-end	Prior-year	Average 12 months	Annual growth Percentage
	Quarter 1	Quarter 2	Quarter 3	Quarter 4	balance	comparative		
	March	June	September	December	December	December		
	1998	1998	1998	1998	1998	1997		
Risk category	R million	R million	R million	R million	R million	R million	R million	Percentage
0%	61 681	70 667	77 113	78 247	80 937	65 366	71 927	23,8
5%	3	0	0	2	4	0	1	-
10%	11 233	11 744	12 387	13 346	12 837	11 512	12 178	11,5
20%	43 358	51 558	56 155	50 655	51 969	41 013	50 432	26,7
50%	146 735	151 103	152 902	154 054	152 780	142 943	151 199	6,9
100%	298 122	319 142	337 831	347 792	353 196	287 697	325 722	22,8
1250%	1 084	1 283	1 670	2 507	2 553	839	1 636	204,3
<b>TOTAL</b>	<b>562 217</b>	<b>605 497</b>	<b>638 058</b>	<b>646 602</b>	<b>654 276</b>	<b>549 369</b>	<b>613 094</b>	<b>19,1</b>
Risk-weighted assets	394 835	422 222	447 627	467 616	473 178	379 007	433 075	24,8
Risk-weighted assets:								
Total average assets (%)	70,2	69,7	70,2	72,3	72,3	69,0	70,6	-

TABLE 7

## RISK PROFILE OF OFF-BALANCE-SHEET ITEMS

Risk category	Average month-end balance for quarter				Month-end	Prior-year	Average 12 months	Annual growth Percentage
	Quarter 1	Quarter 2	Quarter 3	Quarter 4	balance	comparative		
	March	June	September	December	December	December		
	1998	1998	1998	1998	1998	1997		
Risk category	R million	R million	R million	R million	R million	R million	R million	Percentage
0%	12 989	14 506	14 778	14 823	14 586	12 945	14 274	12,7
5%	1 265	1 731	2 112	1 680	1 469	1 355	1 697	8,4
10%	544	518	972	553	565	557	647	1,4
20%	4 709	4 574	4 918	4 515	4 506	4 816	4 679	(6,4)
50%	28 732	32 933	36 460	38 753	40 890	26 654	34 219	53,4
100%	11 600	14 155	15 413	13 202	11 492	14 268	13 592	(19,5)
Impairments	6	6	0	1	1	38	3	(97,4)
<b>TOTAL</b>	<b>59 845</b>	<b>68 423</b>	<b>74 652</b>	<b>73 525</b>	<b>73 509</b>	<b>60 634</b>	<b>69 111</b>	<b>21,1</b>
Risk-weighted off-balance-sheet items	27 105	31 749	34 830	33 629	32 977	29 159	31 828	13,1
Risk-weighted items:								
Total average off-balance-sheet items (%)	45,3	46,4	46,7	45,7	44,9	48,1	46,1	-

TABLE 8

## RISK PROFILE OF LOANS AND ADVANCES

	Average month-end balance for quarter				Month-end balance	Prior-year comparative	Average 12 months Percentage
	Quarter 1	Quarter 2	Quarter 3	Quarter 4			
	March	June	September	December	December	December	
	1998	1998	1998	1998	1998	1997	
	Percentage	Percentage	Percentage	Percentage	Percentage	Percentage	
Interbank advances	14,12	14,10	15,14	14,68	15,62	15,47	14,51
Negotiable certificates of deposit	19,85	19,75	19,00	19,22	19,20	19,68	19,45
Instalment debtors	99,60	99,62	99,67	99,73	99,73	99,60	99,66
Mortgage loans	59,24	59,68	59,95	60,83	61,12	59,38	59,92
Credit cards	100,00	100,00	100,00	100,00	100,00	100,00	100,00
Acknowledgement of debt discounted	21,23	23,04	21,35	18,40	18,54	19,96	21,00
Redeemable preference shares	117,02	114,42	98,73	98,13	97,97	119,54	107,07
Overdrafts and loans	94,20	95,50	96,07	95,27	95,03	94,08	95,26
Foreign currency loans and advances	38,10	32,24	34,81	46,73	48,50	42,45	37,97
Loans granted under resale agreements	35,00	31,27	40,19	19,62	15,77	17,38	31,52
- Banks	19,91	13,97	17,11	15,43	15,08	7,04	16,61
- Non-banks	53,04	61,54	80,13	31,84	19,89	23,33	56,64
<b>Total loans and advances</b>	<b>71,46</b>	<b>70,87</b>	<b>70,84</b>	<b>72,19</b>	<b>72,49</b>	<b>70,90</b>	<b>71,34</b>
Specific provisions	101,31	106,02	105,61	104,79	104,70	99,87	104,43
Deposits, loans and advances - after provisions	70,99	70,33	70,30	71,61	71,91	70,45	70,81



TABLE 9

## COMPOSITION OF INCOME STATEMENT

	Average monthly balance for quarter						
	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Average	Results for the	Results for the
	March	June	September	December		12 months ended	12 months ended
	1998	1998	1998	1998	12 months	31 December 1998	31 December 1997
R million	R million	R million	R million	R million	R million	R million	
Interest income	6 886	6 998	8 848	9 274	8 002	96 019	78 395
Interest expense	5 338	5 608	7 431	7 564	6 485	77 822	62 707
Interest margin	1 548	1 390	1 417	1 710	1 516	18 196	15 688
Less: Specific provisions							
- loans and advances	284	279	397	474	359	4 302	3 229
Less: General debt provisions	78	45	39	23	46	553	312
Less: Other provisions	48	40	78	6	43	517	339
Adjusted interest margin	1 138	1 026	903	1 207	1 069	12 824	11 808
Add: Transaction-based fee income	792	815	871	887	841	10 097	8 711
Income from management of funds	1 930	1 841	1 774	2 095	1 910	22 921	20 519
Less: Operational expenses	1 998	2 064	2 223	2 153	2 110	25 316	21 395
Net income from management of funds	(68)	(223)	(448)	(59)	(200)	(2 395)	(876)
Add: Investment income	362	385	415	543	426	5 113	4 682
Less: Specific provisions							
- investments	0	0	1	0	0	4	2
Add: Trading income	280	378	577	392	407	4 880	2 751
Add: Knowledge-based fee income	113	157	182	162	154	1 844	1 206
Net income before tax	686	697	725	1 038	786	9 438	7 762
Financial services levy	0	0	0	0	0	0	(2)
Taxation	180	199	188	291	214	2 574	2 102
Net income after tax	506	498	537	747	572	6 864	5 661

TABLE 10

## PROFITABILITY RATIOS (ALL PERCENTAGES ANNUALISED)

	Average monthly balance for quarter					
	Quarter 1 March 1998 Percentage	Quarter 2 June 1998 Percentage	Quarter 3 September 1998 Percentage	Quarter 4 December 1998 Percentage	Results for the 12 months ended 31 December 1998 Percentage	Results for the 12 months ended 31 December 1997 Percentage
<b>Operating ratios</b>						
Interest income: Loans and advances	17,3	16,4	20,0	20,8	18,7	18,1
Interest expense: Funding	13,0	12,8	16,1	16,3	14,6	13,9
Interest margin: Loans and advances	3,9	3,3	3,2	3,8	3,5	3,6
Interest margin: Gross interest income	22,5	19,9	16,0	18,4	19,0	20,0
Investment income: Investments	15,3	14,6	13,5	17,0	15,1	17,7
Provisions: Loans and advances	0,9	0,8	1,0	1,1	0,9	0,8
Operating expenses: Income from management of funds	103,5	112,1	125,3	102,8	110,4	104,3
<b>Profitability ratios</b>						
Net income after tax: Total assets	1,0	0,7	0,2	1,2	0,8	1,3
Net income after tax: Owners equity	12,8	9,3	3,1	15,6	10,2	18,3
<b>Stated as a percentage of total assets</b>						
Interest income	14,7	13,9	16,6	17,2	15,7	15,3
Interest expense	11,4	11,1	14,0	14,0	12,7	12,2
Interest margin	3,3	2,8	2,7	3,2	3,0	3,1
Operating expenses	4,3	4,1	4,2	4,0	4,1	4,2
Fees and commissions	1,9	1,9	2,0	1,9	2,0	1,9

TABLE 11

## PERCENTAGE COMPOSITION OF INTEREST INCOME

	Average monthly balance for quarter					
	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Results for the	Results for the
	March	June	September	December	12 months ended	12 months ended
	1998	1998	1998	1998	31 December 1998	31 December 1997
	Percentage	Percentage	Percentage	Percentage	Percentage	Percentage
Interbank loans	6,4	6,4	5,9	7,2	6,5	6,3
Instalment debtors	16,7	16,2	16,3	15,1	16,1	18,1
Mortgage loans	37,5	36,9	36,5	36,6	36,9	39,3
Credit cards	2,4	2,4	2,1	2,1	2,2	2,5
Acknowledgement of debt discounted	4,4	4,3	4,3	5,0	4,5	4,6
Redeemable preference shares	1,3	1,4	1,5	1,9	1,5	1,1
Overdrafts and loans	28,1	28,3	29,5	29,7	28,9	25,8
Foreign-currency loans and advances	1,3	2,4	2,2	2,0	2,0	1,2
Loans under resale agreements	2,0	1,8	1,8	0,5	1,5	1,2
<b>TOTAL</b>	<b>100,0</b>	<b>100,0</b>	<b>100,0</b>	<b>100,0</b>	<b>100,0</b>	<b>100,0</b>

TABLE 12

## PERCENTAGE COMPOSITION OF INTEREST EXPENSE

	Average monthly balance for quarter					
	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Results for the	Results for the
	March	June	September	December	12 months ended	12 months ended
	1998	1998	1998	1998	31 December 1998	31 December 1997
	Percentage	Percentage	Percentage	Percentage	Percentage	Percentage
Intragroup bank funding	3,8	3,7	3,6	3,4	3,6	3,5
Interbank funding	3,4	3,7	4,2	3,3	3,7	3,0
Demand deposits	32,2	35,1	42,4	39,6	37,3	32,0
Savings deposits	2,9	2,9	2,9	3,0	2,9	3,3
Fixed and notice deposits	30,3	27,2	25,2	26,3	27,2	31,2
Negotiable certificates of deposit	15,1	13,5	10,0	13,9	13,1	15,4
Foreign funding	4,1	4,5	4,2	3,6	4,1	4,4
Loans under repurchase agreements	2,0	2,7	1,9	1,2	2,0	1,4
Interest expense in respect of debt instruments	2,1	2,0	1,8	2,1	2,0	2,0
Other	4,2	4,7	3,8	3,7	4,1	3,7
<b>TOTAL</b>	<b>100,0</b>	<b>100,0</b>	<b>100,0</b>	<b>100,0</b>	<b>100,0</b>	<b>100,0</b>

TABLE 13

## LIQUIDITY STRUCTURE AS AT 31 DECEMBER 1998

	Short term	32-60 days	61-91 days	92-181 days
On-balance-sheet mismatch	(157 458)	(35 107)	(6 091)	(23 604)
Anticipated future cash flows				
- Inward	80 580	28 668	29 109	68 941
- Outward	39 622	24 520	24 395	62 415
Mismatch for month	(116 500)	(30 959)	(1 377)	(17 078)
Cumulative mismatch	(116 500)	(147 459)	(148 836)	(165 914)

TABLE 14

## LIQUIDITY STRUCTURE AS AT 31 DECEMBER 1997

	Short term	32-60 days	61-91 days	92-181 days
On-balance-sheet mismatch	(126 063)	(37 006)	(14 454)	(18 717)
Anticipated future cash flows				
- Inward	97 291	33 071	28 852	69 136
- Outward	69 793	34 068	31 202	76 239
Mismatch for month	(98 565)	(38 003)	(16 804)	(25 820)
Cumulative mismatch	(98 565)	(136 568)	(153 372)	(179 192)

TABLE 15

## PERCENTAGE ANALYSIS OF DEPOSIT-MATURITY STRUCTURE

	Average month-end balance for quarter				Month-end balance December 1998	Prior-year comparative December 1997	Average 12 months
	Quarter 1 March 1998	Quarter 2 June 1998	Quarter 3 September 1998	Quarter 4 December 1998			
	Percentage	Percentage	Percentage	Percentage	Percentage	Percentage	Percentage
Short term	62,8	64,5	66,9	62,8	64,2	64,4	64,3
Medium term	24,9	22,8	20,5	23,3	22,7	24,5	22,9
Long term	12,3	12,7	12,6	13,9	13,1	11,1	12,8
<b>TOTAL</b>	<b>100,0</b>	<b>100,0</b>	<b>100,0</b>	<b>100,0</b>	<b>100,0</b>	<b>100,0</b>	<b>100,0</b>

TABLE 16

## CALCULATION OF LIQUID-ASSET REQUIREMENT

	Average month-end balance for quarter				Month-end balance	Prior-year comparative	Average 12 months	Annual growth Percentage
	Quarter 1	Quarter 2	Quarter 3	Quarter 4				
	March 1998	June 1998	September 1998	December 1998	December 1998	December 1997	R million	
	R million	R million	R million	R million	R million	R million	R million	
Liabilities, including capital and reserves	562 217	605 498	638 058	646 602	654 276	549 369	613 094	19,1
Less: Capital and reserves	43 707	47 097	50 166	51 951	52 533	41 754	48 230	25,8
Liabilities as adjusted	518 510	558 401	587 892	594 651	601 743	507 615	564 864	18,5
Liquid-asset requirement	25 843	27 779	29 394	29 719	30 085	25 380	28 184	18,5
Liquid assets held	29 354	29 374	34 282	35 550	34 104	28 892	32 140	18,0
SARB notes and coin	29	5	15	27	12	15	19	(20,0)
Gold coin and bullion	0	3	2	0	0	0	1	-
Clearing account balances	19	12	21	32	28	3	21	833,3
Treasury bills of the Republic	11 694	12 871	15 452	16 905	17 749	9 328	14 231	90,3
Stock issued- Exchequer Act, 1975	15 132	13 603	15 592	14 518	12 637	17 913	14 711	(29,5)
Securities of the SARB	520	354	39	1 174	850	536	522	58,6
Land Bank Bills	1 972	2 543	3 055	2 894	2 828	1 097	2 616	157,8
<b>Ratios</b>								
Liquid assets held:								
Liquid-asset requirement (%)	113,6	105,7	116,6	119,6	113,4	113,8	114,0	-
<b>Memorandum items:</b>								
Cash-management schemes	52 009	59 903	61 860	65 739	70 800	51 759	59 878	36,8
Set-off	43 663	49 175	50 295	49 783	48 528	41 511	48 229	16,9

TABLE 17

## INTEREST-RATE RISK: SENSITIVITY ANALYSIS

	Average month-end balance for quarter				Month-end balance	Prior-year comparative	Average 12 months	Annual growth	
	Quarter 1	Quarter 2	Quarter 3	Quarter 4					
	March 1998	June 1998	September 1998	December 1998	December 1998	December 1997	R million	Percentage	
	R million	R million	R million	R million	R million	R million			
<b>Sensitivity analysis</b>									
Effect on income:									
-	1% increase in the Bank rate (see note)	110	210	200	221	549	169	185	224,9
-	1% decrease in the Bank rate (see note)	(368)	(230)	(252)	(221)	(397)	(503)	(268)	21,1
Effect on income as a percentage of net qualifying capital and reserves:									
-	1% increase in the Bank rate (see note)	0,3	0,5	0,4	0,5	1,1	0,4	0,4	175,0
-	1% decrease in the Bank rate (see note)	(0,9)	(0,5)	(0,6)	(0,5)	(0,8)	(1,3)	(0,6)	38,5

**Note:** The figures reported in respect of the third and fourth quarters do not represent the effect, on income, of a 1 per cent change in the Bank rate, but the impact, on income, of an interest-rate shock, as determined by the banks themselves in terms of their ALCO models.

TABLE 18

## MARKET RISK: NET EFFECTIVE OPEN POSITION AND VALUE AT RISK

	Average month-end balance for quarter				Month-end balance	Prior-year comparative	Average	Annual
	Quarter 1	Quarter 2	Quarter 3	Quarter 4				
	March	June	September	December	December	December	Average	Percentage
	1998	1998	1998	1998	1998	1997	R million	R million
	R million	R million	R million	R million	R million	R million	R million	Percentage
<b>Net effective open position after transactions in derivatives</b>								
Money market	14 835	12 218	19 345	26 210	29 659	9 236	18 152	221,1
Capital market	5 182	7 046	4 020	3 309	7 253	4 987	4 889	45,4
Aggregate net foreign-currency position	(1 248)	(629)	1 624	1 497	1 376	(1 069)	311	228,7
Equities	790	795	729	395	368	672	677	(45,2)
Commodities	237	568	308	292	304	175	351	73,7
Other	1 572	1 968	3 208	2 085	1 828	553	2 208	230,6
Investments	21 174	23 006	28 700	23 298	22 461	20 975	24 045	7,1
<b>Net effective open position</b>	<b>42 541</b>	<b>44 973</b>	<b>57 934</b>	<b>57 085</b>	<b>63 250</b>	<b>35 528</b>	<b>50 633</b>	<b>78,0</b>
<b>Net effective open position as percentage of:</b>								
- Total assets	7,6	7,4	9,1	8,8	9,7	6,5	8,2	-
- Total capital and reserves	97,3	95,5	115,5	109,9	120,4	85,1	105,0	-
<b>Value at risk</b>								
Equities	10	14	28	66	35	1	29	3 400,0
Money market	94	183	133	301	144	22	178	554,5
Capital market	(26)	(90)	41	49	54	28	(7)	92,9
Commodities	10	20	11	10	10	9	13	11,1
Foreign currency	9	(30)	7	9	(1)	15	(1)	(106,7)
Investments	54	62	171	216	158	43	126	267,4
Other	29	44	32	15	16	40	30	(60,0)
<b>Total value at risk</b>	<b>180</b>	<b>201</b>	<b>422</b>	<b>666</b>	<b>416</b>	<b>156</b>	<b>368</b>	<b>166,7</b>
<b>Value at risk as a percentage of total capital and reserves</b>	<b>0,5</b>	<b>0,5</b>	<b>0,9</b>	<b>1,4</b>	<b>0,9</b>	<b>0,4</b>	<b>0,8</b>	<b>-</b>



TABLE 19

**CREDIT RISK: ANALYSIS OF OVERDUE ACCOUNTS**

	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Prior-year comparative		Annual growth
					Quarter 4	Average	
	March	June	September	December	December	for year	Percentage
	1998	1998	1998	1998	1997		
	R million	R million					
<b>Overdue accounts</b>							
Mortgage loans	7 673	8 019	7 903	9 192	7 068	8 197	30,1
Instalment finance	2 173	2 710	2 724	3 326	2 041	2 733	63,0
Other loans	7 086	8 449	8 994	8 875	6 485	8 351	36,9
<b>TOTAL</b>	<b>16 932</b>	<b>19 179</b>	<b>19 164</b>	<b>21 393</b>	<b>15 594</b>	<b>19 167</b>	<b>37,2</b>
Specific provisions	7 383	8 019	8 398	9 185	7 002	8 246	31,2
Market value of security held	8 458	9 933	10 008	13 179	8 141	10 395	61,9
<b>Ratios</b>							
Specific provisions: Overdues (%)	43,6	41,8	43,8	42,9	44,9	43,0	-
Specific provision and securities held:							
Overdues (%)	93,6	93,6	96,0	104,5	97,1	96,9	-
Overdues: Advances (%)	3,4	3,6	3,6	3,9	3,3	3,6	-
Specific provisions: Advances (%)	1,5	1,5	1,6	1,7	1,5	1,6	-
<b>Overdues where no provision has been raised</b>							
Interest suspended	1 624	1 600	1 616	1 696	1 563	1 634	8,5
Interest not suspended	269	212	253	206	222	235	(7,2)
<b>TOTAL</b>	<b>1 893</b>	<b>1 812</b>	<b>1 869</b>	<b>1 902</b>	<b>1 785</b>	<b>1 869</b>	<b>6,6</b>

TABLE 20

## LARGE CREDIT EXPOSURES

					Prior-year comparative		Annual growth Percentage
	Quarter 1 March 1998 R million	Quarter 2 June 1998 R million	Quarter 3 September 1998 R million	Quarter 4 December 1998 R million	Quarter 4 December 1997 R million	Average for year R million	
Granted	447 984	446 838	502 429	451 848	413 536	462 275	9,3
Utilised	134 419	146 820	158 600	180 515	134 189	155 089	34,5
Utilised: Advances (%)	26,9	27,8	29,6	32,8	28,3	29,3	-
Utilised: Net qualifying capital and reserves (%)	330,7	335,2	341,4	367,8	353,0	343,8	-
Granted: Net qualifying capital and reserves (%)	1 102,3	1 020,2	1 081,5	920,7	1 088,0	1 031,1	-

TABLE 21

## PROFITABILITY OF ASSETS

					Prior-year comparative		Annual growth Percentage
	Quarter 1 March 1998 R million	Quarter 2 June 1998 R million	Quarter 3 September 1998 R million	Quarter 4 December 1998 R million	Quarter 4 December 1997 R million	Average for year R million	
<b>Advances</b>							
Reasonable margin	450 904	481 405	503 182	520 880	441 729	489 093	17,9
Small margin	39 165	43 888	43 658	42 729	40 107	42 360	6,5
No yield	10 024	11 505	12 467	12 788	8 238	11 696	55,2
<b>Investments</b>							
Profitable	11 851	12 505	15 268	15 116	9 173	13 685	64,8
Not profitable	2 318	2 625	2 400	3 819	3 503	2 790	9,0
<b>Infrastructure</b>							
35 011	42 694	40 334	41 525	32 761	48 081	26,8	
<b>TOTAL</b>	<b>549 273</b>	<b>594 622</b>	<b>617 309</b>	<b>636 857</b>	<b>535 511</b>	<b>607 705</b>	<b>18,9</b>

Note: It is apparent from the fluctuations in this table that the information supplied is based on broad estimates.

TABLE 22

## OPEN POSITION IN FOREIGN CURRENCY

	Average month-end balance for quarter				Month-end	Prior-year		
	Quarter 1	Quarter 2	Quarter 3	Quarter 4	balance	comparative	Average	Annual
	March	June	September	December	December	December	12 months	growth
	1998	1998	1998	1998	1998	1997	USA\$	Percentage
	USA\$	USA\$	USA\$	USA\$	USA\$	USA\$	USA\$	
	million	million	million	million	million	million	million	
Total foreign-exchange assets	4 357	6 356	5 788	4 214	4 109	3 880	5 179	5,9
Total foreign-exchange liabilities	7 136	7 860	8 138	7 146	6 813	7 144	7 570	(4,6)
Net spot position	(2 779)	(1 504)	(2 351)	(2 932)	(2 704)	(3 264)	(2 391)	17,2
Mismatched forward commitments	2 997	2 028	3 117	3 365	3 013	4 014	2 877	(24,9)
Net position in derivatives	(137)	(370)	(541)	(251)	(180)	(648)	(325)	72,2
Foreign branches	(17)	(19)	(6)	(64)	(65)	(136)	(27)	52,2
Total net open position after hedging	152	136	220	119	64	(34)	157	288,2



## APPENDIX 8

# CIRCULARS SENT TO BANKING INSTITUTIONS DURING 1998

Banks Act Circular 1/98	Annual withdrawal and retention of circulars
Banks Act Circular 2/98	Amendments to the form DI 310 and DI 900 returns of the Regulations relating to Banks
Banks Act Circular 3/98	Objective criteria for the assessment of the acceptability of an auditing firm as auditor of a regulated institution
Banks Act Circular 4/98	Risk weighting of mortgage loans in terms of regulation 23(6) of the Regulations relating to Banks and of the Regulations relating to Mutual Banks
Banks Act Circular 5/98	Regulation and supervision of banks' securities trading activities
Banks Act Circular 6/98	Electronic submission of statutory DI returns to this Office by banks and branches of foreign banks
Banks Act Circular 7/98	Risk weighting of mortgage loans as from 1 October 1998
Banks Act Circular 8/98	Amendments to the Regulations relating to Banks and the Regulations relating to Mutual Banks
Banks Act Circular 9/98	Information technology - "year 2000" compliance
Banks Act Circular 10/98	Pledge of assets held in compliance with liquid-asset requirement as security for accommodation purposes
Banks Act Circular 11/98	Insurance policies pledged as security for debt

## APPENDIX 9

# EXEMPTIONS AND EXCLUSIONS FROM THE APPLICATION OF THE BANKS ACT, 1990

### SECTION 1(cc): EXEMPTIONS BY THE REGISTRAR OF BANKS

GOVERNMENT GAZETTE		TOPIC	EXPIRY
Date	Number		
1994/12/14	16167	Mining houses	Indefinite
1992/01/03	13723	Securitisation schemes	Indefinite
1994/12/14	16167	Commercial paper	Indefinite
1994/12/14	16167	Trade in securities and financial instruments	Indefinite
1994/12/14	16167	A group of persons between which a common bond exists	Indefinite
1998/09/22	19283	Members of the Johannesburg Stock Exchange	Indefinite

### SECTION 1(dd): EXEMPTIONS BY THE MINISTER OF FINANCE

GOVERNMENT GAZETTE		TOPIC	SUBPARAGRAPH	EXPIRY
Date	Number			
1998/03/10	18741	Village financial service co-operatives	(dd)(i)	Indefinite
1991/01/31	13003	Participation bond schemes	(dd)(ii)	Indefinite
1991/01/31	13003	Unit trust schemes	(dd)(ii)	Indefinite

### SECTION 2(vii): EXCLUSIONS BY THE MINISTER OF FINANCE

GOVERNMENT GAZETTE		TOPIC	EXPIRY
Date	Number		
1992/01/24	13744	Post Office Savings Bank	Indefinite
1994/12/14	16167	Industrial Development Corporation of SA Limited	Indefinite

### SECTION 78(1)(d)(iii): EXEMPTION BY THE REGISTRAR OF BANKS

GOVERNMENT GAZETTE		TOPIC	EXPIRY
Date	Number		
1997/05/02	17949	Category of assets of a bank held in the name of a person other than the bank concerned	Indefinite



## APPENDIX 10

# LEGISLATION REGARDING REGULATION OF FINANCIAL SERVICES

The following Acts fall within the ambit of the current regulatory structure in respect of which the Policy Board for Financial Services and Regulation, established in terms of the Policy Board for Financial Services and Regulation Act, 1994 (Act No. 141 of 1994), advises the Minister of Finance, with a view to co-ordinating the financial regulation policy in respect of the entire financial services sector.

1. Banks Act, 1990	No. 94 of 1990	(A)
2. Mutual Banks Act, 1993	No. 124 of 1993	(A)
3. Bills of Exchange Act, 1964	No. 34 of 1964	(A)
4. Financial Services Board Act, 1990	No. 97 of 1990	(B)
5. Participation Bonds Act, 1981	No. 55 of 1981	(B)
6. Financial Institutions (Investment of Funds) Act, 1984	No. 39 of 1984	(B)
7. Pension Funds Act, 1956	No. 24 of 1956	(B)
8. Friendly Societies Act, 1956	No. 25 of 1956	(B)
9. Unit Trusts Control Act, 1981	No. 54 of 1981	(B)
10. Long-term Insurance Act, 1998	No. 52 of 1998	(B)
11. Short-term Insurance Act, 1998	No. 53 of 1998	(B)
12. Insider Trading Act, 1998	No. 135 of 1998	(B)
13. Inspection of Financial Institutions Act, 1998	No. 88 of 1998	(B)
14. Stock Exchanges Control Act, 1985	No. 1 of 1985	(B)
15. Financial Markets Control Act, 1989	No. 55 of 1989	(B)
16. Safe Deposit of Securities Act, 1992	No. 85 of 1992	(B)
17. Financial Supervision of the Multilateral Motor Vehicle Accidents Fund Act, 1993	No. 8 of 1993	(B)
18. Companies Act, 1926 (Partially)	No. 46 of 1926	(C)
19. Business Names Act, 1960	No. 27 of 1960	(C)
20. Companies Act, 1973	No. 61 of 1973	(C)
21. Share Blocks Control Act, 1980	No. 59 of 1980	(C)
22. Close Corporations Act, 1984	No. 69 of 1984	(C)

(A) Supervised by the Bank Supervision Department, South African Reserve Bank.

(B) Supervised by the Financial Services Board.

(C) Administered by the Registrar of Companies.



## APPENDIX 11

### APPROVAL OF ACQUISITION OF FOREIGN BANKING INTERESTS IN TERMS OF SECTION 52 OF THE BANKS ACT, 1990, FROM 1 JANUARY 1998 TO 31 DECEMBER 1998

Name of bank/ controlling company	Date of approval	Name of interest (and type of interest)	Country
ABSA Bank Limited	1998-12-18	ABSA Dublin Finance Company Plc (subsidiary)	Ireland
ABSA Group Limited	1998-07-27	Interest of 26 per cent in Commercial Bank of Zimbabwe	Zimbabwe
ABSA Group Limited	1998-09-01	Nexus Management International (1997) Limited (subsidiary)	Israel
ABSA Group Limited	1998-10-07	SC Offshore Holdings Limited, together with its subsidiaries (subsidiaries)	British Virgin Islands
BOE Bank Limited	1998-09-03	SMK International Limited (subsidiary)	Guernsey
Brait Merchant Bank Limited	1998-05-04	African Trade Management Services Limited (subsidiary)	Ireland
Genbel Securities Limited	1998-08-04	- Sanlam Asset Management (Dublin) Limited (subsidiary) - Sanlam Asset Management (Gibraltar) Limited (subsidiary)	Ireland Gibraltar
Genbel Securities Limited	1998-12-21	Gensec Ireland Limited (subsidiary)	Ireland
Investec Bank Limited	1998-03-10	- Investec Financial Services Corporation (subsidiary) - Investec US Holdings Corporation (subsidiary)	United States of America United States of America
Investec Bank Limited	1998-05-11	Guinness Mahon Holdings Plc (subsidiary)	United Kingdom
Investec Bank Limited	1998-06-03	Interest of 11,5 per cent in Castle Brewing Kenya Limited	Kenya
Investec Bank Limited	1998-06-04	IBJ Secretaries Limited (subsidiary)	Jersey
Invested Bank Limited	1998-06-10	- Investec Holdings (Botswana) (Pty) Limited (subsidiary) - Investec Bank (Botswana) (Limited) (subsidiary)	Botswana Botswana
Investec Bank Limited	1998-08-04	- John Hatton & Company Limited (subsidiary) - John Hatton Insurance Brokers Limited (subsidiary) - Hart & Co Insurance Brokers Limited (subsidiary) - Supercover Direct Limited (subsidiary)	United Kingdom United Kingdom United Kingdom United Kingdom
Investec Bank Limited	1998-08-27	Acsis Capital (Pty) Limited (subsidiary)	Australia
Investec Bank Limited	1998-09-02	Investec Finance Service (Indian Ocean) Limited (subsidiary)	Mauritius
Investec Bank Limited	1998-10-19	Increase in shareholding in Integro Insurance Services Limited from 50 per cent to 100 per cent	United Kingdom
Investec Bank Limited	1998-11-11	- CS Trustee Services Limited (subsidiary) - Individual Savings Accounts Administration Limited (subsidiary) - ISA Administration Limited (subsidiary)	United Kingdom United Kingdom United Kingdom
Investec Holdings Limited	1998-07-01	Investec 1 Limited (formerly Hambros Plc Group) (subsidiary)	United Kingdom
Investec Holdings Limited	1998-10-07	- Sub 1 (subsidiary) - Sub 2 (subsidiary)	Mozambique Mozambique
Investec Holdings Limited	1998-10-07	Investec Private Equity Management (Ireland) Limited (subsidiary)	Ireland

APPENDIX 11

**APPROVAL OF ACQUISITION OF FOREIGN BANKING INTERESTS IN TERMS OF SECTION 52 OF THE BANKS ACT, 1990, FROM 1 JANUARY 1998 TO 31 DECEMBER 1998 (continued)**

<b>Name of bank/ controlling company</b>	<b>Date of approval</b>	<b>Name of interest (and type of interest)</b>	<b>Country</b>
Investec Holdings Limited	1998-11-04	Stuart Coleman & Company (subsidiary)	United States of America
Nedcor Bank Limited	1998-02-09	Interest of 22,92 per cent in MBCA Holdings Limited	Zimbabwe
Nedcor Bank Limited	1998-03-11	Interest of 30 per cent in Banque SBM Madagascar	Madagascar
Nedcor Bank Limited	1998-05-06	Singapore Representative Office (representative office)	Singapore
Nedcor Bank Limited	1998-06-26	Interest of 50 per cent in SBM-Nedbank International Limited	Mauritius
Nedcor Bank Limited	1998-11-29	Increase in shareholding in Equator Holdings Limited from 20 per cent to 40 per cent	United Kingdom
Nedcor Bank Limited	1998-12-15	Interest of 74,9 per cent in Newco	Mauritius
Nedcor Investment Bank Limited	1998-02-04	UAL International Funds Plc (subsidiary)	Ireland
Nedcor Investment Bank Limited	1998-07-27	Increase in shareholding in New Limpopo Bridge Investments (Pvt) Limited from 6 per cent to 8,35 per cent	Mauritius
New Republic Bank Limited	1998-03-13	Interest of 26 per cent in Mitrajaya Holdings Berhad	Malaysia
PSG Investment Bank Holdings Limited	1998-12-15	- PSG Investment Bank International Holdings Limited (subsidiary) - PSG Risk Management International Limited (subsidiary)	Mauritius Mauritius
Rand Merchant Bank Limited	1998-03-27	RMB International (Dublin) Limited (subsidiary)	Ireland
Rand Merchant Bank Limited	1998-04-08	Interest of up to 51 per cent in RMB Energy Group NZ Limited	New Zealand
Rand Merchant Bank Limited	1998-04-08	RMB Australia (VIC) (Pty) Limited (subsidiary)	Australia
Rand Merchant Bank Limited	1998-07-02	Interest of up to 36 per cent in Jersey General Group Holdings Limited	Channel Islands
Real Africa Durolink Holdings Limited	1998-08-05	RAD London Limited (subsidiary)	United Kingdom
Safife Limited	1998-12-28	Stenham Gestinor Limited, together with its subsidiaries (subsidiaries)	United Kingdom
Standard Bank Investment Corporation Limited	1998-03-30	- Standard Resources Limited (subsidiary) - Standard Bank London Limited - New Zealand Representative Office (representative office) - Standard New York Incorporated - Chicago Representative Office (representative office)	United Kingdom New Zealand United States of America
Standard Bank Investment Corporation Limited	1998-10-12	Interest of up to 27,98 per cent in Kingfisher Properties Limited	Kenya
Standard Bank Investment Corporation Limited	1998-10-22	Standard Finance (IOM) Limited (subsidiary)	Isle of Man
Standard Bank Investment Corporation Limited	1998-10-22	Standard Bank Trust Company (Mauritius) Limited (subsidiary)	Mauritius
The Business Bank Limited	1998-09-15	- FU Venture AG (subsidiary) - Axial Computer Vermietungs AG (subsidiary) - Axial Hungary (subsidiary)	Switzerland Switzerland Hungary

