

## Abbreviations

|         |  |
|---------|--|
| ABS     | asset-backed security                                    |
| AIG–TB  | Accord Implementation Group–Trading Book                 |
| ALM     | asset and liability management                           |
| AMA     | advanced measurement approach                            |
| AML     | anti-money laundering                                    |
| ASA     | alternative standardised approach                        |
| BEICF   | business environment and internal control factors        |
| BIA     | basic indicator approach                                 |
| BIS     | Bank for International Settlements                       |
| BoN     | Bank of Namibia  |
| BSD-CBK | Bank Supervision Department of the Central Bank of Kenya |
| CBA     | Co-operative Banks Act, 2007 (Act No. 40 of 2007)        |
| CBDA    | Co-operative Banks Development Agency                    |
| CBK     | Central Bank of Kenya                                    |
| CBRG    | Cross-Border Bank Resolution Group                       |
| CBSWCA  | Committee of Bank Supervisors in West and Central Africa |
| CCBG    | Committee of Central Bank Governors                      |
| CCF     | credit conversion factor                                 |
| CDO     | collateralised debt obligation                           |
| CDS     | credit default swap                                      |
| CEBS    | Committee of European Banking Supervisors                |
| COPAC   | Co-operatives and Policy Alternative Centre              |
| CRA     | credit-rating agency                                     |
| CTF     | combating the financing of terrorism                     |
| EAD     | exposure at default                                      |
| ECAI    | external credit assessment institutions                  |
| ESAAMLG | Eastern and Southern Africa Anti-Money Laundering Group  |
| EU      | European Union   |
| FATF    | Financial Action Task Force (on Money Laundering)        |
| FDIC    | Federal Deposit Insurance Corporation                    |
| FIC     | Financial Intelligence Centre                            |
| FICA    | Financial Intelligence Act, 2008 (Act No. 11 of 2008)    |
| FSA     | Financial Services Authority                             |
| FSAP    | Financial Sector Assessment Program                      |
| FSB     | Financial Stability Board                                |
| FSDU    | Financial Sector Development Unit                        |
| FSF     | Financial Stability Forum                                |
| FSI     | Financial Stability Institute                            |
| FX NOP  | net open foreign-currency position                       |
| G-20    | Group of Twenty  |
| GDP     | gross domestic product                                   |
| H-index | Herfindahl–Hirschman Index                               |
| IAIS    | International Association of Insurance Supervisors       |
| IAS     | International Accounting Standards                       |
| IASB    | International Accounting Standards Board                 |
| ICAAP   | internal capital-adequacy assessment process             |
| ICAEW   | Institute of Chartered Accountants of England and Wales  |
| IDRC    | incremental default risk charge                          |
| IMA     | internal models-based approach                           |
| IMF     | International Monetary Fund                              |

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| IOSCO | International Organisation of Securities Commission                             |
| IRB   | internal ratings based  |
| IT    | information technology  |
| LDA   | loss distribution approach  |
| LDCE  | loss data collection exercise   |
| LGD   | loss given default  |
| MDA   | Mineworkers Development Agency  |
| MEFMI | Macroeconomic and Financial Management Institute of Eastern and Southern Africa |
| MER   | Mutual Evaluation Report  |
| MoU   | memorandum of understanding   |
| OECD  | Organisation for Economic Co-operation and Development                          |
| OSFI  | Office of the Superintendent of Financial Institutions                          |
| OTC   | over the counter  |
| PD    | probability of default  |
| PIN   | Public Information Notice   |
| Remco | remuneration subcommittee   |
| ROA   | return on assets  |
| ROE   | return on equity  |
| ROP   | range of practice   |
| ROSC  | Reports on the Observance of Standards and Codes                                |
| S&P   | Standard & Poor's   |
| SA    | standardised approach (credit risk)   |
| SADC  | Southern African Development Community  |
| SAPO  | South African Post Office   |
| SAPS  | South African Police Service  |
| SARS  | South African Revenue Service   |
| SBA   | scenario-based approach   |
| SCAP  | Supervisory Capital Assessment Program  |
| SIG   | Standards Implementation Group  |
| SIGOR | Standards Implementation Group Operational Risk                                 |
| SIGV  | Standards Implementation Group Validation Subgroup                              |
| SME   | small and medium enterprise   |
| SREP  | supervisory review and evaluation process                                       |
| SSBS  | Subcommittee of Banking Supervisors   |
| TBG   | Trading Book Group  |
| TSA   | standardised approach (market risk and operational risk)                        |
| UK    | United Kingdom  |
| US    | United States   |
| VaR   | value at risk   |

## Glossary

|                             |  |
|-----------------------------|--|
| Basel I                     | <i>International Convergence of Capital Measurement and Capital Standards</i>                      |
| Basel II                    | <i>International Convergence of Capital Measurement and Capital Standards: A Revised Framework</i> |
| Core Principles             | Core Principles for Effective Banking Supervision  |
| East AFRITAC                | East African Regional Technical Assistance Centre  |
| FinStab                     | Financial Stability Department of the South African Reserve Bank                                   |
| Fitch                       | Fitch Ratings  |
| Meeg                        | Meeg Bank Limited  |
| Moody's                     | Moody's Investor Service   |
| New Companies Act           | Companies Act, 2008 (Act No. 71 of 2008)   |
| the Basel Committee         | the Basel Committee on Banking Supervision   |
| the Bank                    | South African Reserve Bank   |
| the Banks Act               | The Banks Act, 1990 (Act No. 94 of 1990)   |
| the Compensation Principles | FSB Principles for Sound Compensation Practices  |
| the Compensation Standards  | FSB Principles for Sound Compensation Practices: Implementation Standards                          |
| the Department              | Bank Supervision Department of the South African Reserve Bank                                      |
| the Fed                     | the United States Federal Reserve System   |
| the Methodology             | Compensation Principles and Standards Assessment Methodology                                       |
| the Registrar               | Registrar of Banks   |
| the Staff Report            | <i>IMF 2009 Article IV Consultation: Staff Report</i>  |