



**Absa Group Pillar 3 risk
management report**

31 March 2024

Absa is more than a bank; it is a united Pan-African team that is inspired by a shared purpose: “Empowering Africa’s tomorrow, together ... one story at a time”. And it’s this purpose that guides Absa Group Limited (the Group) every day, helps create value, run and grow the business, partner with clients to help them achieve their aspirations, and impact the communities and environments in which it operates.

One of the pillars of the Growth Strategy focuses on what it means to be “an active force for good in everything that we do”. The Group’s commitment to be an active force for good includes continued sponsorship of the Absa L’Atelier art competition. This longstanding and prestigious competition gives aspiring artists a global stage. In celebration of these breakthrough artists, the Group is using the corporate reports as a vehicle to showcase this continental shift towards creativity.



**Collin Gandor
Mensah**

2022 Absa L’Atelier
Ambassador Ghana



Collins Gandor Mensah (born 1993). Gandor’s practice explores the homology between the human body and technological entities in relation to post-human aesthetics. His work questions the boundaries between humans and machines, examining the potential consequences of blurring the lines in terms of ethics, identity and societal values.

Featured Artwork



Black Arabian 2021

The Pillar 3 risk management report provides the quarterly view of Absa Group Limited (the Group) and Absa Bank Limited (the Bank) regulatory capital and risk exposures. It complies with:

- The Basel Committee on Banking Supervision (BCBS) Pillar 3 disclosure requirements (Pillar 3 Standard).
- Regulation 43 of the Regulations relating to Banks (Regulations), issued in terms of the Banks Act, 1990 (Act No. 94 of 1990), where not superseded by the Pillar 3 disclosure requirements.

Management and the Group Risk and Capital Management Committee (GRCMC) have reviewed the report. The Board is satisfied that the Group’s risk and capital management processes operated effectively for the period under review, and the Group is adequately capitalised and funded to support the execution of its strategy.

The information in this report is unaudited.

Contents

| | |
|---|----|
| 1. Key prudential metrics and risk-weighted assets (RWA) | |
| 1.1 KM1: Key metrics (at consolidated group level) | 1 |
| 1.2 OV1: Overview of RWA | 4 |
| 1.3 CR8: RWA flow statements of credit risk exposures under internal ratings-based (IRB) approach | 5 |
| 1.4 MR2: RWA flow statements of market risk exposures under internal models approach (IMA) | 5 |
| 2. Leverage | |
| 2.1 LR1: Summary comparison of accounting assets versus leverage ratio exposure measure | 6 |
| 2.2 LR2: Leverage ratio common disclosure template | 7 |
| 3. Liquidity | |
| 3.1 LIQ1: Liquidity coverage ratio (LCR) | 8 |
| 4. Abbreviations and acronyms | 10 |



1. Key prudential metrics and RWA

In line with regulatory and accounting requirements, the capital and leverage positions of the Group and the Bank in this document are reflected on a regulatory basis (which requires unappropriated profits to be excluded).

The Group liquidity coverage ratio (LCR) reflects an aggregation of the Bank LCR and the LCR of the Absa Regional Operations (ARO). For this purpose, a simple average of the relevant three month-end data points is used for ARO, noting that ARO LCR is capped at 100% per the minimum regulatory requirements. For the Bank, the LCR was calculated as a simple average of 90 calendar-day LCR observations.

1.1 KM1: Key metrics

The summary tables to follow provide key capital adequacy and liquidity information on a regulatory basis as at 31 March 2024.

Common equity tier 1 (CET1) capital increased during the quarter mainly due to movements in foreign currency movements attributable to the Group and minority shareholders equity in the ARO entities combined with an increase in the share-based payment reserve.

RWA increase was primarily attributed to higher credit risk and equity risk which was marginally offset by a reduction in market risk and threshold risk.

Leverage exposure increase was mainly driven by an increase in on-balance sheet exposure, combined with marginal increase in off-balance sheet items. This was offset by a decrease in derivatives exposure quarter-on.

The net stable funding ratio (NSFR) decrease was mainly attributable to the five-year phase-out of the national discretion.

The Group continued to lengthen and diversify the funding base, while optimizing funding costs, to support asset growth, other strategic initiatives and maintain the strong NSFR.

The liquidity risk position remained healthy and key liquidity metrics were within risk appetite and above the minimum regulatory requirements.

Absa Group^{1,2}

| | a | b | c | d | e |
|---|---------------|-------------------------------|-------------------|--------------|---------------|
| | 31 March 2024 | 31 December 2023 ³ | 30 September 2023 | 30 June 2023 | 31 March 2023 |
| Available capital (Rm) | | | | | |
| 1 CET1 | 129 841 | 127 914 | 123 582 | 125 138 | 119 299 |
| 2 Tier 1 | 148 970 | 146 549 | 141 373 | 142 705 | 136 206 |
| 3 Total capital | 165 306 | 162 529 | 159 205 | 158 388 | 159 247 |
| RWA (Rm) | | | | | |
| 4 Total RWA | 1 080 525 | 1 058 380 | 1 020 992 | 1 018 726 | 1 017 928 |
| Risk-based capital ratios as a percentage of RWA (%) | | | | | |
| 5 CET1 ratio | 12.0 | 12.1 | 12.1 | 12.3 | 11.7 |
| 6 Tier 1 ratio | 13.8 | 13.8 | 13.8 | 14.0 | 13.4 |
| 7 Total capital ratio | 15.3 | 15.4 | 15.6 | 15.5 | 15.6 |
| Additional CET1 buffer requirements as a percentage of RWA (%) | | | | | |
| 8 Capital conservation buffer requirement | 2.5 | 2.5 | 2.5 | 2.5 | 2.5 |
| 9 Countercyclical buffer requirement ⁴ | - | - | - | - | - |
| 10 Global systemically important banks (G-SIB) and/or domestic systemically important banks (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 | 3.5 | 3.6 | 3.6 | 3.8 | 3.2 |
| Basel III leverage ratio | | | | | |
| 13 Total Basel III leverage ratio exposure measure (Rm) | 2 001 360 | 1 955 432 | 1 964 177 | 1 947 965 | 1 902 576 |
| 14 Basel III leverage ratio (%) (row 2 / row 13) | 7.4 | 7.5 | 7.2 | 7.3 | 7.2 |
| LCR | | | | | |
| 15 Total high-quality liquid assets (HQLA) (Rm) | 259 304 | 257 309 | 265 705 | 259 337 | 245 024 |
| 16 Total net cash outflow (Rm) | 209 283 | 207 665 | 192 400 | 184 175 | 185 132 |
| 17 LCR (%) | 123.9 | 123.9 | 138.1 | 140.8 | 132.4 |
| NSFR | | | | | |
| 18 Total available stable funding (ASF) (Rm) | 1 211 706 | 1 191 407 | 1 181 066 | 1 156 346 | 1 116 892 |
| 19 Total required stable funding (RSF) (Rm) | 1 034 357 | 1 008 962 | 997 896 | 980 161 | 969 803 |
| 20 NSFR (%) | 117.1 | 118.1 | 118.4 | 118.0 | 115.2 |

¹ The fully loaded accounted expected credit loss (ECL) basis has been fully transitioned in.

² The numbers are excluding unappropriated profits.

³ The December 2023 figures were revised to align with final regulatory submissions.

⁴ The countercyclical buffer in South Africa is currently zero.

Absa Bank^{1,2,3}

| | a | b | c | d | e |
|---|------------------|----------------------------------|----------------------|-----------------|------------------|
| | 31 March 2024 | 31 December 2023 ⁴ | 30 September 2023 | 30 June 2023 | 31 March 2023 |
| Available capital (Rm) | | | | | |
| 1 CET1 | 79 064 | 79 019 | 76 011 | 78 350 | 79 704 |
| 2 Tier 1 | 96 240 | 95 797 | 92 147 | 94 324 | 95 402 |
| 3 Total capital | 108 497 | 108 034 | 106 192 | 106 235 | 114 701 |
| RWA (Rm) | | | | | |
| 4 Total RWA | 687 881 | 683 018 | 643 430 | 637 677 | 660 250 |
| Risk-based capital ratios as a percentage of RWA (%) | | | | | |
| 5 CET1 ratio | 11.5 | 11.6 | 11.8 | 12.3 | 12.1 |
| 6 Tier 1 ratio | 14.0 | 14.0 | 14.3 | 14.8 | 14.4 |
| 7 Total capital ratio | 15.8 | 15.8 | 16.5 | 16.7 | 17.4 |
| Additional CET1 buffer requirements as a percentage of RWA (%) | | | | | |
| 8 Capital conservation buffer requirement | 2.5 | 2.5 | 2.5 | 2.5 | 2.5 |
| 9 Countercyclical buffer requirement ⁵ | | | | - | - |
| 10 Global systemically important banks (G-SIB) and/or domestic systemically important banks (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 | 3.0 | 3.1 | 3.3 | 3.8 | 3.6 |
| Basel III leverage ratio | | | | | |
| 13 Total Basel III leverage ratio exposure measure (Rm) | 1 645 860 | 1 614 778 | 1 618 848 | 1 599 001 | 1 578 254 |
| 14 Basel III leverage ratio (%) (row 2 / row 13) | 5.9 | 5.9 | 5.7 | 5.9 | 6.0 |
| LCR | | | | | |
| 15 Total high-quality liquid assets (HQLA) (Rm) | 231 637 | 229 944 | 234 755 | 227 997 | 215 111 |
| 16 Total net cash outflow (Rm) | 181 616 | 180 301 | 161 451 | 154 992 | 157 519 |
| 17 LCR (%) | 127.5 | 127.5 | 145.4 | 147.1 | 136.6 |
| NSFR | | | | | |
| 18 Total available stable funding (ASF) (Rm) | 982 999 | 973 368 | 959 933 | 936 587 | 917 129 |
| 19 Total required stable funding (RSF) (Rm) | 886 261 | 869 787 | 854 405 | 838 695 | 837 645 |
| 20 NSFR (%) | 110.9 | 111.9 | 112.4 | 111.7 | 109.5 |

¹ The fully loaded accounted ECL basis has been fully transitioned in.

² The numbers are excluding unappropriated profits.

³ Absa Bank Limited includes subsidiary undertakings, special-purpose entities, joint ventures, associates and offshore holdings.

⁴ The December 2023 figures were revised to align with final regulatory submissions.

⁵ The countercyclical buffer in South Africa is currently zero.



1. Key prudential metrics and RWA

1.2 OV1: Overview of RWA

| | Group | | | Bank ¹ | | |
|--|------------------|------------------------|------------------------|-------------------|------------------------|------------------------|
| | a | b | c | a | b | c |
| | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 March 2024 | 31 December 2023 | 31 March 2024 |
| | RWA Rm | RWA ² Rm | MRC ³ Rm | RWA Rm | RWA ² Rm | MRC ³ Rm |
| 1 Credit risk (excluding counterparty credit risk (CCR)) | 792 953 | 769 714 | 99 119 | 498 962 | 491 033 | 62 371 |
| 2 Of which: standardised approach (SA) | 280 779 | 264 426 | 35 097 | 966 | 1 078 | 121 |
| 3 Of which: foundation internal ratings based (FIRB) approach | - | - | - | - | - | - |
| 4 Of which: supervisory slotting approach | - | - | - | - | - | - |
| 5 Of which: advanced internal ratings based (AIRB) approach | 512 174 | 505 288 | 64 022 | 497 996 | 489 955 | 62 250 |
| 6 CCR | 18 969 | 19 268 | 2 371 | 16 651 | 17 742 | 2 081 |
| 7 Of which: standardised approach for CCR (SA-CCR) | 18 969 | 19 268 | 2 371 | 16 651 | 17 742 | 2 081 |
| 8 Of which: internal model method (IMM) | - | - | - | - | - | - |
| 9 Of which: other CCR | - | - | - | - | - | - |
| 10 Credit valuation adjustment (CVA) | 8 834 | 9 679 | 1 104 | 7 005 | 8 187 | 876 |
| 11 Equity positions under the simple risk weight approach | 3 388 | 3 409 | 424 | 1 653 | 1 725 | 207 |
| 12 Equity investments in funds – look-through approach | 6 235 | 6 166 | 779 | 349 | 376 | 44 |
| 13 Equity investments in funds – mandate-based approach ³ | 2 188 | 1 462 | 274 | 2 188 | 1 462 | 274 |
| 14 Equity investments in funds – fall-back approach | 730 | 633 | 91 | 526 | 526 | 66 |
| 15 Settlement risk | 1 717 | 1 846 | 215 | 1 654 | 1 781 | 207 |
| 16 Securitisation exposures in banking book | 119 | 122 | 15 | 119 | 122 | 15 |
| 17 Of which: IRB ratings-based approach (SEC-IRBA) | - | - | - | - | - | - |
| 18 Of which: securitisation external ratings-based approach (RBA) (SEC-ERBA), including internal assessment approach (IAA) | - | - | - | - | - | - |
| 19 Of which: securitisation SA (SEC-SA) | 119 | 122 | 15 | 119 | 122 | 15 |
| 20 Traded market risk | 44 524 | 45 215 | 5 566 | 34 963 | 36 669 | 4 371 |
| 21 Of which: SA | 17 431 | 18 611 | 2 179 | 7 869 | 10 065 | 984 |
| 22 Of which: internal model approach (IMA) | 27 093 | 26 604 | 3 387 | 27 094 | 26 604 | 3 387 |
| 23 Capital charge for switch between trading book and banking book | - | - | - | - | - | - |
| 24 Operational risk | 125 976 | 125 976 | 15 747 | 74 609 | 74 609 | 9 326 |
| Non-customer assets | 30 411 | 30 287 | 3 801 | 17 897 | 17 601 | 2 237 |
| 25 Amounts below the thresholds for deduction (subject to 250% risk weight) | 26 020 | 26 141 | 3 253 | 13 586 | 13 466 | 1 698 |
| 26 Floor adjustment (after application of transitional cap) ⁴ | 18 461 | 18 462 | 2 308 | 17 719 | 17 719 | 2 215 |
| 27 Total (1+6+10+11+12+13+14+15+16+20+23+24+25+26+non-customer assets) | 1 080 525 | 1 058 380 | 135 067 | 687 881 | 683 018 | 85 988 |

¹ Absa Bank Limited includes subsidiary undertakings, special-purpose entities, joint ventures, associates and offshore holdings.

² The December 2023 figures were revised to align with final regulatory submissions.

³ The 2024 minimum total regulatory capital adequacy requirement of 12.5% includes the capital conservation buffer, Pillar 2A and the D-SIB add-on but excludes the bank specific individual capital requirement (Pillar 2B add-on) as required by regulatory guidance.

⁴ Includes the operational risk floor.



1. Key prudential metrics and RWA

1.3 CR8: RWA flow statements of credit risk exposures under IRB

| | a 31 March 2024 RWA amounts Rm | a 31 December 2023 RWA amounts ¹ Rm |
|-------------------------------------|---|---|
| 1 RWA as at end of previous quarter | 505 288 | 480 075 |
| 2 Asset size | 96 | 15 704 |
| 3 Asset quality | 5 882 | 5 705 |
| 4 Model updates | - | 53 |
| 5 Methodology and policy | - | - |
| 6 Acquisitions and disposals | - | - |
| 7 Foreign exchange movements | 1 370 | (940) |
| 8 Other ² | (462) | 4 691 |
| 9 RWA as at end of reporting period | 512 174 | 505 288 |

The increase in credit risk RWA over the quarter was mainly due to changes in asset quality as well as from foreign exchange (FX) movements resulting from South African rand depreciation. There was limited impact on RWA from asset growth due to offsetting movements in exposure across different asset classes. The net decrease in RWA for non-performing loans resulted from higher impairments.

1.4 MR2: RWA flow statements of market risk exposures under IMA

| | a | b | 31 March 2024 | | | | f |
|----------------------------------|------------------------------|---|---|--|-------------|-----------------|---|
| | Value at risk (VaR) Rm | Stressed value at risk (sVaR) Rm | Incremental risk charge (IRC) Rm | Credit risk mitigation (CRM) Rm | Other Rm | Total RWA Rm | |
| 1 RWA at previous quarter end | 13 499 | 13 105 | - | - | - | 26 604 | |
| 2 Movements in risk levels | (415) | 904 | - | - | - | 489 | |
| 3 Model updates/changes | - | - | - | - | - | - | |
| 4 Methodology and policy | - | - | - | - | - | - | |
| 5 Acquisitions and disposals | - | - | - | - | - | - | |
| 6 Other | - | - | - | - | - | - | |
| 7 RWA at end of reporting period | 13 084 | 14 009 | - | - | - | 27 093 | |

| | a | b | 31 December 2023 ¹ | | | | f |
|----------------------------------|-----------|------------|-------------------------------|-----------|-------------|-----------------|---|
| | VaR Rm | sVaR Rm | IRC Rm | CRM Rm | Other Rm | Total RWA Rm | |
| 1 RWA at previous quarter end | 8 726 | 9 580 | - | - | - | 18 306 | |
| 2 Movements in risk levels | 4 773 | 3 525 | - | - | - | 8 298 | |
| 3 Model updates/changes | - | - | - | - | - | - | |
| 4 Methodology and policy | - | - | - | - | - | - | |
| 5 Acquisitions and disposals | - | - | - | - | - | - | |
| 6 Other | - | - | - | - | - | - | |
| 7 RWA at end of reporting period | 13 499 | 13 105 | - | - | - | 26 604 | |

¹ The December 2023 figures were revised to align with final regulatory submissions.

² Other reflects RWA movements on non-performing loans due to differences in the definition of default between IFRS 9 impairment and regulatory capital models.



2. Leverage

Consistent with the treatment in table KM1, the leverage position below is shown on a regulatory basis.

2.1 LR1: Summary comparison of accounting assets versus leverage ratio exposure measure

Absa Group

| | Group | |
|--|------------------------|--|
| | 31 March 2024 Rm | 31 December 2023 ¹ Rm |
| 1 Total consolidated assets | 1 923 315 | 1 874 876 |
| 2 Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation | (36 431) | (34 536) |
| 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 | 6 894 | 8 230 |
| 5 Adjustments for securities financing transactions (i.e. repos and similar secured lending) | - | - |
| 6 Adjustments for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures) | 123 756 | 122 241 |
| 7 Other adjustments | (16 174) | (15 379) |
| 8 Leverage ratio exposure measure | 2 001 360 | 1 955 432 |

Absa Bank²

| | Bank | |
|--|------------------------|--|
| | 31 March 2024 Rm | 31 December 2023 ¹ Rm |
| 1 Total consolidated assets | 1 563 961 | 1 530 207 |
| 2 Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation | - | - |
| 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 | 5 395 | 6 990 |
| 5 Adjustments for securities financing transactions (i.e. repos and similar secured lending) | - | - |
| 6 Adjustments for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures) | 92 087 | 91 699 |
| 7 Other adjustments | (15 583) | (14 118) |
| 8 Leverage ratio exposure measure | 1 645 860 | 1 614 778 |

¹ The December 2023 figures were revised to align with final regulatory submissions.

² Absa Bank Limited includes subsidiary undertakings, special-purpose entities, joint ventures, associates and offshore holdings.



2. Leverage

2.2 LR2: Leverage ratio common disclosure template

| | Group | | Bank ¹ | |
|--|-----------------------|---------------------------------------|-----------------------|---------------------------------------|
| | a 31 March 2024 | b 31 December 2023 ² | a 31 March 2024 | b 31 December 2023 ² |
| | Rm | Rm | Rm | Rm |
| On-balance sheet exposures | | | | |
| 1 On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral) | 1 755 155 | 1 704 916 | 1 433 074 | 1 397 117 |
| 2 (Asset amounts deducted in determining Basel III Tier 1 capital) | (16 174) | (15 379) | (15 583) | (14 118) |
| 3 Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of rows 1 and 2) | 1 738 981 | 1 689 537 | 1 417 491 | 1 382 999 |
| Derivative exposures | | | | |
| 4 Replacement cost associated with all derivative transactions (where applicable net of eligible cash variation margin and/ or with bilateral netting) | 15 676 | 19 884 | 14 868 | 19 355 |
| 5 Add-on amounts for potential future exposure (PFE) associated with all derivative transactions | 33 355 | 34 538 | 32 241 | 33 671 |
| 6 Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework | - | - | - | - |
| 7 (Deductions of receivable assets for cash variation margin provided in derivatives transactions) | (2 673) | (1 263) | (2 673) | (1 263) |
| 8 (Exempted central counterparty (CCP) leg of client-cleared trade exposures) | - | - | - | - |
| 9 Adjusted effective notional amount of written credit derivative | 13 595 | 11 963 | 13 595 | 11 963 |
| 10 (Adjusted effective notional offsets and add-on deductions for written credit derivatives) | - | - | - | - |
| 11 Total derivative exposures (sum of rows 4 to 10) | 59 953 | 65 122 | 58 031 | 63 726 |
| Security financing transaction exposures | | | | |
| 12 Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions | 78 670 | 78 532 | 78 251 | 76 354 |
| 13 (Netted amounts of cash payables and cash receivables of gross SFT assets) | - | - | - | - |
| 14 CCR exposure for SFT assets | - | - | - | - |
| 15 Agent transaction exposures | - | - | - | - |
| 16 Total securities financing transaction exposures (sum of rows 12 to 15) | 78 670 | 78 532 | 78 251 | 76 354 |
| Other off-balance sheet exposures | | | | |
| 17 Off-balance sheet exposures at gross notional amount | 466 064 | 462 210 | 391 713 | 392 668 |
| 18 (Adjustments for conversion to credit equivalent amounts) | (342 308) | (339 969) | (299 626) | (300 969) |
| 19 Off-balance sheet items (sum of rows 17 and 18) | 123 756 | 122 241 | 92 087 | 91 699 |
| Capital and total exposures | | | | |
| 20 Tier 1 capital (excluding unappropriated profits) | 148 970 | 146 549 | 96 240 | 95 797 |
| 21 Total exposures (sum of lines 3, 11, 16 and 19) | 2 001 360 | 1 955 432 | 1 645 860 | 1 614 778 |
| Leverage ratio | | | | |
| 22 Basel III leverage ratio | 7.4 | 7.5 | 5.9 | 5.9 |

¹ Absa Bank Limited includes subsidiary undertakings, special-purpose entities, joint ventures, associates and offshore holdings.

² The December 2023 figures were revised to align with final regulatory submissions.



3. Liquidity

3.1 LIQ1: Liquidity coverage ratio (LCR)

| Group ² | a | | b | | a | | b | |
|---|-------------------------------------|-----------------------------------|-------------------------------------|-----------------------------------|-------------------------------------|-----------------------------------|-------------------------------------|-----------------------------------|
| | 31 March 2024 | | 31 December 2023 ¹ | | 31 March 2024 | | 31 December 2023 ¹ | |
| | Total unweighted value (average) Rm | Total weighted value (average) Rm | Total unweighted value (average) Rm | Total weighted value (average) Rm | Total unweighted value (average) Rm | Total weighted value (average) Rm | Total unweighted value (average) Rm | Total weighted value (average) Rm |
| High-quality liquid assets (HQLA) | | | | | | | | |
| 1 Total HQLA | | 259 304 | | 257 309 | | | | |
| Cash outflows | | | | | | | | |
| 2 Retail deposits and deposits from small business customers of which: | 488 601 | 41 440 | 485 799 | 40 837 | | | | |
| 3 Stable deposits | - | - | - | - | | | | |
| 4 Less stable deposits | 488 601 | 41 440 | 485 799 | 40 837 | | | | |
| 5 Unsecured wholesale funding of which: | 577 483 | 278 523 | 543 079 | 270 722 | | | | |
| 6 Operational deposits (all counterparties) and deposits in networks of cooperative banks | 162 077 | 40 520 | 143 100 | 35 775 | | | | |
| 7 Non-operational deposits (all counterparties) | 405 085 | 227 682 | 391 572 | 226 540 | | | | |
| 8 Unsecured debt | 10 321 | 10 321 | 8 407 | 8 407 | | | | |
| 9 Secured wholesale funding | | 2 323 | | 1 058 | | | | |
| 10 Additional requirements of which: | 388 935 | 42 947 | 367 699 | 42 799 | | | | |
| 11 Outflows related to derivative exposures and other collateral requirements | 15 621 | 15 621 | 16 185 | 16 185 | | | | |
| 12 Outflows related to loss of funding on debt products | - | - | - | - | | | | |
| 13 Credit and liquidity facilities | 373 314 | 27 326 | 351 514 | 26 614 | | | | |
| 14 Other contractual funding obligations | 289 | 289 | - | - | | | | |
| 15 Other contingent funding obligations | 247 725 | 10 367 | 240 189 | 10 234 | | | | |
| 16 Total cash outflows (Sum of lines 2+5+9+10+14+15) | | 375 889 | | 365 650 | | | | |
| Cash inflows | | | | | | | | |
| 17 Secured lending (e.g., reverse repos) | 56 260 | 13 861 | 48 348 | 8 950 | | | | |
| 18 Inflows from fully performing exposures | 170 977 | 139 637 | 166 246 | 135 181 | | | | |
| 19 Other cash inflows | 13 932 | 13 108 | 15 271 | 13 854 | | | | |
| 20 Total cash inflows (Sum of lines 17-19) | 241 169 | 166 606 | 229 865 | 157 985 | | | | |
| | | Total weighted value | | Total weighted value | | | | |
| High-quality liquid assets (HQLA) | | | | | | | | |
| 21 Total HQLA (Rm) | | 259 304 | | 257 309 | | | | |
| 22 Total net cash outflows (Rm) | | 209 283 | | 207 665 | | | | |
| 23 LCR (%) | | 123.9 | | 123.9 | | | | |

¹ The December 2023 figures were revised to align with final regulatory submissions.

² The Group LCR reflects an aggregation of the Bank LCR and the LCR of ARO. For this purpose, a simple average of the relevant three month-end data points is used for ARO, noting that ARO LCR is capped at 100% per the minimum regulatory requirements. For the Bank, the LCR was calculated as a simple average of 90 calendar-day LCR observations.



| | a | | b | | a | | b | |
|---|-------------------------------------|-----------------------------------|-------------------------------------|-----------------------------------|-------------------------------------|-----------------------------------|-------------------------------------|-----------------------------------|
| | 31 March 2024 | | 31 December 2023 | | 31 March 2024 | | 31 December 2023 | |
| | Total unweighted value (average) Rm | Total weighted value (average) Rm | Total unweighted value (average) Rm | Total weighted value (average) Rm | Total unweighted value (average) Rm | Total weighted value (average) Rm | Total unweighted value (average) Rm | Total weighted value (average) Rm |
| Bank^{1,2} | | | | | | | | |
| High-quality liquid assets (HQLA) | | | | | | | | |
| 1 Total HQLA | | 231 637 | | | | | 229 944 | |
| Cash outflows | | | | | | | | |
| 2 Retail deposits and deposits from small business customers of which: | 384 339 | 32 445 | 384 582 | 32 399 | | | | |
| 3 Stable deposits | - | - | - | - | | | | |
| 4 Less stable deposits | 384 339 | 32 445 | 384 582 | 32 399 | | | | |
| 5 Unsecured wholesale funding of which: | 460 399 | 228 699 | 429 506 | 220 552 | | | | |
| 6 Operational deposits (all counterparties) and deposits in networks of cooperative banks | 162 077 | 40 519 | 143 100 | 35 775 | | | | |
| 7 Non-operational deposits (all counterparties) | 288 041 | 177 899 | 278 055 | 176 426 | | | | |
| 8 Unsecured debt | 10 281 | 10 281 | 8 351 | 8 351 | | | | |
| 9 Secured wholesale funding | | 2 323 | | 1 058 | | | | |
| 10 Additional requirements of which: | 352 307 | 37 188 | 336 301 | 37 544 | | | | |
| 11 Outflows related to derivative exposures and other collateral requirements | 12 841 | 12 841 | 13 520 | 13 520 | | | | |
| 12 Outflows related to loss of funding on debt products | - | - | - | - | | | | |
| 13 Credit and liquidity facilities | 339 466 | 24 347 | 322 781 | 24 024 | | | | |
| 14 Other contractual funding obligations | 289 | 289 | - | - | | | | |
| 15 Other contingent funding obligations | 213 311 | 8 911 | 207 256 | 8 845 | | | | |
| 16 Total cash outflows (Sum of lines 2+5+9+10+14+15) | | 309 855 | | 300 398 | | | | |
| Cash inflows | | | | | | | | |
| 17 Secured lending (e.g. reverse repos) | 56 260 | 13 861 | 48 349 | 8 950 | | | | |
| 18 Inflows from fully performing exposures | 130 615 | 108 559 | 125 547 | 103 452 | | | | |
| 19 Other cash inflows | 6 643 | 5 819 | 9 112 | 7 695 | | | | |
| 20 Total cash inflows (Sum of lines 17-19) | 193 518 | 128 239 | 183 008 | 120 097 | | | | |
| | | Total weighted value | | Total weighted value | | | | |
| High-quality liquid assets (HQLA) | | | | | | | | |
| 21 Total HQLA (Rm) | | 231 637 | | 229 944 | | | | |
| 22 Total net cash outflows (Rm) | | 181 616 | | 180 301 | | | | |
| 23 LCR (%) | | 127.5 | | 127.5 | | | | |

¹ The Bank LCR was calculated as a simple average of 90 calendar-day LCR observations.

² Absa Bank Limited includes subsidiary undertakings, special-purpose entities, joint ventures, associates and offshore holdings.



4. Abbreviations and acronyms

A

| | |
|------|--|
| AIRB | advanced internal ratings-based approach |
| ARO | Absa Regional Operations |
| ASF | available stable funding |

B

| | |
|-------|--|
| Bank | Absa Bank Limited |
| Basel | Basel Capital Accord |
| BCBS | Basel Committee on Banking Supervision |

C

| | |
|------|------------------------------|
| CAR | capital adequacy requirement |
| CCP | central counterparty |
| CCR | counterparty credit risk |
| CET1 | common equity tier 1 |
| CRM | credit risk mitigation |
| CVA | credit valuation adjustment |

D

| | |
|--------|---------------------------------------|
| D-SIBs | domestic systemically important banks |
|--------|---------------------------------------|

E

| | |
|-----|----------------------|
| ECL | expected credit loss |
|-----|----------------------|

F

| | |
|------|-----------------------------------|
| FIRB | foundation internal ratings-based |
| FX | foreign exchange |

G

| | |
|--------|---|
| GRCMC | Group Risk and Capital Management Committee |
| Group | Absa Group Limited |
| G-SIBs | global systemically important banks |

H

| | |
|------|----------------------------|
| HQLA | high quality liquid assets |
|------|----------------------------|

I

| | |
|------|---|
| IAA | internal assessment approach |
| IFRS | International Financial Reporting Standard(s) |
| IMA | internal models approach |
| IMM | internal model method |
| IRB | internal ratings-based |
| IRBA | internal ratings-based approach |
| IRC | incremental risk charge |

L

| | |
|-----|--------------------------|
| LCR | liquidity coverage ratio |
|-----|--------------------------|

M

| | |
|-----|------------------------------|
| MCR | minimum capital requirements |
|-----|------------------------------|

N

| | |
|------|--------------------------|
| NSFR | net stable funding ratio |
|------|--------------------------|

P

| | |
|-----|---------------------------|
| PFE | potential future exposure |
|-----|---------------------------|

R

| | |
|-----|-------------------------|
| RBA | ratings-based approach |
| RSF | required stable funding |
| RWA | risk-weighted assets |

S

| | |
|--------|--|
| SA | standardised approach |
| SA-CCR | standardised approach for counterparty credit risk |
| SEC | securitisation |
| SFTs | securities financing transactions |
| sVaR | stressed value at risk |

V

| | |
|-----|---------------|
| VaR | value at risk |
|-----|---------------|



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