

Standard Bank Group Limited  
 Registration No. 1969/017128/06  
 Incorporated in the Republic of South Africa  
 JSE share code: SBK  
 ISIN: ZAE000109815  
 NSX share code: SNB  
 ("Standard Bank Group" or "the group")

**Financial information provided to the Industrial and Commercial Bank of China Limited ("ICBC") and update on the group's operational performance for the nine months ended 30 September 2018**

**Financial information provided to ICBC**

On a quarterly basis the Standard Bank Group discloses to ICBC sufficient information to enable ICBC to equity account the group's results. Accordingly, the following consolidated financial information, prepared on an International Financial Reporting Standards ("IFRS") basis, is being provided to ICBC for the nine months ended 30 September 2018.

**Statement of changes in ordinary shareholders' equity for the nine months ended 30 September 2018**

	Balance at 1 January 2018	IFRS 9 transition adjustment	Earnings attributable to ordinary shareholders	Other movements for the period	Balance as at 30 September 2018
	Rm	Rm	Rm	Rm	Rm
Ordinary share capital	162				<b>162</b>
Ordinary share premium	17 901			(273)	<b>17 628</b>
Foreign currency translation and hedging reserve	(7 193)			2 989	<b>(4 204)</b>
Foreign currency translation reserve (FCTR)	(6 116)			3 013 <sup>1</sup>	<b>(3 103)</b>
Foreign currency net investment and cash flow hedging reserve	(1 077)			(24)	<b>(1 101)</b>
Retained earnings	144 539	(5 302) <sup>2</sup>	19 946	(17 437) <sup>3</sup>	<b>141 746</b>
Empowerment reserve and treasury shares	(1 373)			(167)	<b>(1 540)</b>
Other	2 984	(959) <sup>2</sup>		(694)	<b>1 331</b>
Ordinary shareholders' equity	157 020	(6 261)	19 946	(15 582)	<b>155 123</b>

<sup>1</sup> The movement in the FCTR is primarily as a result of the weakening of the Rand against the US Dollar and other African currencies.

<sup>2</sup> For more information on the IFRS 9 transition adjustment, please refer to the Standard Bank Group's IFRS 9 Transition Report which is available on the group's Investor Relations website, <http://reporting.standardbank.com/resultsreports.php>

<sup>3</sup> Primarily comprises the ordinary dividends declared in March and August 2018 and transactions with non-controlling shareholders.

## **Update on the group's performance for the nine months to 30 September 2018**

For the nine months to 30 September 2018, the South African banking business performance reflected the difficult domestic operating environment. In contrast, the Africa Regions businesses outside of South Africa recorded strong growth. Net interest income, although supported by slightly stronger asset growth in the three months to 30 September 2018, grew slower than non-interest revenue. Operating expense growth remained above income growth resulting in negative jaws. Credit impairment charges continued to be well managed, with a strong performance in Africa Regions partially offset by additional charges in South Africa.

In the nine months to 30 September 2018, banking activities headline earnings grew slightly faster than group earnings and headline adjustable items were not significant. Earnings attributable to ordinary shareholders were 4% higher than recorded in the nine months to 30 September 2017.

The group's Basel III disclosure as at 30 September 2018 will be released in November 2018.

With the exception of the reasonable assurance report issued by the group's external auditors on the IFRS 9 transition adjustment, the information contained in this announcement and that on which the operational performance update is based has not been reviewed nor reported on by the group's external auditors.

Johannesburg  
18 October 2018

Lead sponsor  
The Standard Bank of South Africa Limited

Independent sponsor  
JP Morgan Equities South Africa Proprietary Limited

Namibian sponsor  
Simonis Storm Securities (Proprietary) Limited