

FirstRand Limited
 (Incorporated in the Republic of South Africa)
 (Registration number 1966/010753/06)
 JSE ordinary share code: FSR
 Ordinary share ISIN: ZAE000066304
 JSE B preference share code: FSRP
 B preference share ISIN: ZAE000060141
 NSX ordinary share code: FST
 (FSR or the group)

FirstRand Bank Limited
 (Incorporated in the Republic of South Africa)
 (Registration number 1929/001225/06)
 JSE company code interest rate issuer: FRII
 JSE company code debt issuer: FRD
 JSE company code ETF issuer: FRLE
 (FRB or the bank)

PILLAR 3 QUARTERLY DISCLOSURES AS AT 30 SEPTEMBER 2018

In accordance with Pillar 3 of the Basel Accord, Regulation 43 of the Regulations relating to Banks requires the group to disclose quarterly information on its capital adequacy. The capital positions (excluding unappropriated profits) for the group and the bank for the quarter ended 30 September 2018 are set out below.

R million	FSR	FRB
Ordinary share capital and premium	8 064	16 808
Other reserves and non-controlling interests	104 241	64 898
Regulatory deductions	(9 175)	753
Total Common Equity Tier 1 capital	103 130	82 459
Total Additional Tier 1 capital	5 107	1 200
Total Tier 1 capital	108 237	83 659
Tier 2 instruments	27 523	26 575
Other qualifying reserves	1 857	649
Regulatory deductions	(5 020)	(8)
Total Tier 2 capital	24 360	27 216
Total qualifying capital and reserves	132 597	110 875
Minimum capital requirement		
Credit	77 246	55 895
Counterparty credit	1 913	1 684
Operational	15 033	11 068
Market	2 627	2 274
Equity investment	2 838	531
Other assets	3 507	2 808
Threshold items	2 209	965
Total minimum capital requirement	105 373	75 225

Common Equity Tier 1 capital ratio	11.0%	12.2%
Tier 1 capital ratio	11.5%	12.4%
Total capital ratio	14.1%	16.4%

Notes:

- Figures above have not been reviewed or reported on by the group's external auditors.
- FRB includes foreign branches and subsidiaries.
- Total qualifying capital and reserves, and capital positions exclude unappropriated profits.
- Ratios as at 30 September 2018 include the transitional impact of IFRS 9.
- The disclosed minimum capital requirement excludes the confidential bank-specific individual capital requirement and add-on for domestic systemically-important banks, but includes the countercyclical buffer requirement. The minimum requirement is 11.19% and 11.15% for group and bank, respectively.
- The group is required to calculate the countercyclical buffer requirement on private sector credit exposures in foreign jurisdictions where these buffer requirements are applicable. The current impact on the group and bank minimum requirements are 7 bps and 2 bps, respectively.

ADDITIONAL DISCLOSURE

Regulation 43 of the Regulations relating to banks and the BCBS Pillar 3 framework require additional quarterly disclosures on capital, risk weighted assets, leverage and liquidity. These disclosures are available on the group's website:

<https://www.firststrand.co.za/InvestorCentre/Pages/commondisclosures.aspx>

Sandton

27 November 2018

Sponsor

RAND MERCHANT BANK (a division of FirstRand Bank Limited)