



---

GRINDROD FINANCIAL HOLDINGS LIMITED  
BASEL PILLAR III DISCLOSURE REPORT  
31 December 2017

# Capital management

## Template KM1: Key metrics - Grindrod Bank Limited

		a	b	c	d	e
		Dec-17	Sep-17	Jun-17	Mar-17	Dec-16
		T	T-1	T-2	T-3	T-4
	Available capital (amounts)	R'000	R'000	R'000	R'000	R'000
1	Common Equity Tier 1 (CET1)	913 930	893 934	843 935	793 926	768 901
1a	Fully loaded ECL accounting model CET1	-	-	-	-	-
2	Tier 1	1 198 930	1 128 934	1 078 935	1 028 926	1 003 901
2a	Fully loaded ECL accounting model Tier 1	-	-	-	-	-
3	Total capital	1 229 470	1 158 806	1 108 807	1 056 623	1 031 598
3a	Fully loaded ECL accounting model total capital	-	-	-	-	-
<b>Risk-weighted assets (amounts)</b>						
4	Total risk-weighted assets (RWA)	9 932 514	8 528 832	7 939 533	7 711 844	8 809 058
<b>Risk-based capital ratios as a percentage of RWA</b>						
5	Common Equity Tier 1 ratio (%)	9,20%	10,48%	10,63%	10,29%	8,73%
5a	Fully loaded ECL accounting model Common Equity Tier 1 (%)	0,00%	0,00%	0,00%	0,00%	0,00%
6	Tier 1 ratio (%)	12,07%	13,24%	13,59%	13,34%	11,40%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	0,00%	0,00%	0,00%	0,00%	0,00%
7	Total capital ratio (%)	12,38%	13,59%	13,97%	13,70%	11,71%
7a	Fully loaded ECL accounting model total capital ratio (%)	0,00%	0,00%	0,00%	0,00%	0,00%
<b>Additional CET1 buffer requirements as a percentage of RWA</b>						
8	Capital conservation buffer requirement (2.5% from 2019) (%)	1,25%	1,25%	1,25%	1,25%	0,63%
9	Countercyclical buffer requirement (%)	0,00%	0,00%	0,00%	0,00%	0,00%
10	Bank G-SIB and/or D-SIB additional requirements (%)	0,00%	0,00%	0,00%	0,00%	0,00%
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)	1,25%	1,25%	1,25%	1,25%	0,63%
12	CET1 available after meeting the bank's minimum capital requirements (%)	1,95%	3,23%	3,38%	3,04%	1,85%
<b>Basel III leverage ratio</b>						
13	Total Basel III leverage ratio exposure measure	17 240 918	16 371 278	13 209 119	12 052 647	15 628 482
14	Basel III leverage ratio (%) (row 2 / row 13)	6,95%	6,90%	8,17%	8,54%	6,42%
14a	Fully loaded ECL accounting model Basel III leverage ratio (%)	0,00%	0,00%	0,00%	8,54%	6,42%
<b>Liquidity Coverage Ratio</b>						
15	Total high-quality liquid assets (HQLA)	4 761 096	4 543 232	1 265 372	2 366 000	4 893 770
16	Total net cash outflow	477 843	435 797	387 317	343 421	447 929
17	LCR (%)	996%	1043%	327%	689%	1093%
<b>Net Stable Funding Ratio</b>						
18	Total available stable funding	9 310 117	9 175 718	8 002 645	7 315 575	8 367 137
19	Total required stable funding	6 353 662	6 323 273	5 910 575	5 360 273	5 524 929
20	NSFR	147%	145%	135%	136%	151%

## Capital management

### Template KM1: Key metrics at consolidated level - Grindrod Financial Holdings Limited

		a	b	c	d	e
		Dec-17	Sep-17	Jun-17	Mar-17	Dec-16
		T	T-1	T-2	T-3	T-4
	Available capital (amounts)	R'000	R'000	R'000	R'000	R'000
1	Common Equity Tier 1 (CET1)	914 002	894 006	844 007	793 998	768 973
1a	Fully loaded ECL accounting model CET1	-	-	-	-	-
2	Tier 1	1 199 002	1 129 006	1 079 007	1 028 998	1 003 973
2a	Fully loaded ECL accounting model Tier 1	-	-	-	-	-
3	Total capital	1 229 542	1 158 878	1 108 879	1 056 695	1 031 670
3a	Fully loaded ECL accounting model total capital	-	-	-	-	-
	<b>Risk-weighted assets (amounts)</b>					
4	Total risk-weighted assets (RWA)	16 213 890	8 530 124	7 940 952	7 713 580	8 808 615
	<b>Risk-based capital ratios as a percentage of RWA</b>					
5	Common Equity Tier 1 ratio (%)	5,64%	10,48%	10,63%	10,29%	8,73%
5a	Fully loaded ECL accounting model Common Equity Tier 1 (%)	0,00%	0,00%	0,00%	0,00%	0,00%
6	Tier 1 ratio (%)	7,39%	13,24%	13,59%	13,34%	11,40%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	0,00%	0,00%	0,00%	0,00%	0,00%
7	Total capital ratio (%)	7,58%	13,59%	13,96%	13,70%	11,71%
7a	Fully loaded ECL accounting model total capital ratio (%)	0,00%	0,00%	0,00%	0,00%	0,00%
	<b>Additional CET1 buffer requirements as a percentage of RWA</b>					
8	Capital conservation buffer requirement (2.5% from 2019) (%)	1,25%	1,25%	1,25%	1,25%	0,63%
9	Countercyclical buffer requirement (%)	0,00%	0,00%	0,00%	0,00%	0,00%
10	Bank G-SIB and/or D-SIB additional requirements (%)	0,00%	0,00%	0,00%	0,00%	0,00%
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)	1,25%	1,25%	1,25%	1,25%	0,63%
12	CET1 available after meeting the bank's minimum capital requirements (%)	-1,62%	3,23%	3,38%	3,04%	1,85%
	<b>Basel III leverage ratio</b>					
13	Total Basel III leverage ratio exposure measure	18 918 264	16 371 282	13 209 123	12 052 651	15 628 487
14	Basel III leverage ratio (%) (row 2 / row 13)	6,34%	6,90%	8,17%	8,54%	6,42%
14a	Fully loaded ECL accounting model Basel III leverage ratio (%)	0,00%	0,00%	0,00%	0,00%	6,42%
	<b>Liquidity Coverage Ratio</b>					
15	Total high-quality liquid assets (HQLA)	-	-	-	-	-
16	Total net cash outflow	-	-	-	-	-
17	LCR (%)	0%	0%	0%	0%	0%
	<b>Net Stable Funding Ratio</b>					
18	Total available stable funding	-	-	-	-	-
19	Total required stable funding	-	-	-	-	-
20	NSFR	0%	0%	0%	0%	0%

# Capital management

## Template OV1: Overview of RWA - Grindrod Bank Limited

		a	b	c
		RWA		Minimum capital requirements
		Dec-17	Sep-17	Dec-17
		T	T-1	T
		R'000	R'000	R'000
1	Credit risk (excluding counterparty credit risk)	7 070 214	7 418 299	760 048
2	Of which: standardised approach	7 070 214	7 418 299	760 048
3	Of which: foundation internal ratings-based (F-IRB) approach	-	-	-
4	Of which: supervisory slotting approach	-	-	-
5	Of which: advanced internal ratings-based (A-IRB) approach	-	-	-
6	Counterparty credit risk (CCR)	6 072	1 158	653
7	Of which: standardised approach for counterparty credit risk	6 072	1 158	653
8	Of which: Internal Model Method (IMM)	-	-	0
9	Of which: other CCR	-	-	0
10	Credit valuation adjustment (CVA)	13 573	39 586	1 459
11	Equity positions under the simple risk weight approach and the internal model method	1 712 385	-	184 081
12	Equity investments in funds – look-through approach	-	-	-
13	Equity investments in funds – mandate-based approach	-	-	-
14	Equity investments in funds – fall-back approach	-	-	-
15	Settlement risk	-	-	-
16	Securitisation exposures in banking book	-	-	-
17	Of which: securitisation internal ratings-based approach (SEC-IRBA)	-	-	-
		-	-	-
18	Of which: securitisation external ratings-based approach (SEC-ERBA), including internal assessment approach (IAA)	-	-	-
		-	-	-
19	Of which: securitisation standardised approach (SEC-SA)	-	-	-
20	Market risk	-	-	-
21	Of which: standardised approach	-	-	-
22	Of which: internal models approach (IMA)	-	-	-
23	Operational risk	779 664	666 701	83 814
24	Amounts below the thresholds for deduction (subject to 250% risk weight)	-	82 570	-
25	Floor adjustment	350 606	320 518	37 690
26	<b>Total (1 + 6 + 10 + 11 + 12 + 13 + 14 + 15 + 16 + 20 + 23 + 24 + 25)</b>	<b>9 932 514</b>	<b>8 528 832</b>	<b>1 067 745</b>

# Capital management

## Template OV1: Overview of RWA - Grindrod Financial Holdings Limited

		a	b	c
		RWA		Minimum capital requirements
		Dec-17	Sep-17	Dec-17
		T	T-1	T
		R'000	R'000	R'000
1	Credit risk (excluding counterparty credit risk)	6 788 106	7 419 591	729 721
2	Of which: standardised approach	6 788 106	7 419 591	729 721
3	Of which: foundation internal ratings-based (F-IRB) approach			
4	Of which: supervisory slotting approach			
5	Of which: advanced internal ratings-based (A-IRB) approach			
6	Counterparty credit risk (CCR)	6 072	1 158	653
7	Of which: standardised approach for counterparty credit risk	6 072	1 158	653
8	Of which: Internal Model Method (IMM)			
9	Of which: other CCR			
10	Credit valuation adjustment (CVA)	13 573	39 586	1 459
11	Equity positions under the simple risk weight approach and the internal model method	8 286 139	-	890 760
12	Equity investments in funds – look-through approach			
13	Equity investments in funds – mandate-based approach			
14	Equity investments in funds – fall-back approach			
15	Settlement risk			
16	Securitisation exposures in banking book			
17	Of which: securitisation internal ratings-based approach (SEC-IRBA)			
18	Of which: securitisation external ratings-based approach (SEC-ERBA), including internal assessment approach (IAA)			
19	Of which: securitisation standardised approach (SEC-SA)			
20	Market risk			
21	Of which: standardised approach			
22	Of which: internal models approach (IMA)			
23	Operational risk	779 664	666 701	83 814
24	Amounts below the thresholds for deduction (subject to 250% risk weight)	-	82 570	-
25	Floor adjustment	340 336	320 518	36 586
<b>26</b>	<b>Total (1 + 6 + 10 + 11 + 12 + 13 + 14 + 15 + 16 + 20 + 23 + 24 + 25)</b>	<b>16 213 890</b>	<b>8 530 124</b>	<b>1 742 993</b>

# Composition of Capital

## Template CC1 – Composition of regulatory capital - Grindrod Bank Limited

		Dec-17
		Amounts
<b>Common Equity Tier 1 capital: instruments and reserves</b>		<b>R'000</b>
1	Directly issued qualifying common share (and equivalent for non-joint stock companies) capital plus related stock surplus	248 579
2	Retained earnings	665 363
3	Accumulated other comprehensive income (and other reserves)	-
4	<i>Directly issued capital subject to phase-out from CET1 capital (only applicable to non-joint stock companies)</i>	-
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1 capital)	-
6	<b>Common Equity Tier 1 capital before regulatory adjustments</b>	<b>913 942</b>
<b>Common Equity Tier 1 capital: regulatory adjustments</b>		
7	Prudent valuation adjustments	-
8	Goodwill (net of related tax liability)	-
9	Other intangibles other than mortgage servicing rights (MSR) (net of related tax liability)	12
10	Deferred tax assets (DTA) that rely on future profitability, excluding those arising from temporary differences (net of related tax liability)	-
11	Cash flow hedge reserve	-
12	Shortfall of provisions to expected losses	-
13	Securitisation gain on sale (as set out in [CAP30.14])	-
14	Gains and losses due to changes in own credit risk on fair valued liabilities	-
15	Defined benefit pension fund net assets	-
16	Investments in own shares (if not already subtracted from paid-in capital on reported balance sheet)	-
17	Reciprocal cross-holdings in common equity	-
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-

19	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-
20	MSR (amount above 10% threshold)	-
21	DTA arising from temporary differences (amount above 10% threshold, net of related tax liability)	-
22	Amount exceeding the 15% threshold	-
23	Of which: significant investments in the common stock of financials	-
24	Of which: MSR	-
25	Of which: DTA arising from temporary differences	-
26	National specific regulatory adjustments	-
27	Regulatory adjustments applied to Common Equity Tier 1 capital due to insufficient Additional Tier 1 and Tier 2 capital to cover deductions	-
28	<b>Total regulatory adjustments to Common Equity Tier 1 capital</b>	<b>12</b>
29	<b>Common Equity Tier 1 capital (CET1)</b>	<b>913 930</b>
	<b>Additional Tier 1 capital: instruments</b>	
30	Directly issued qualifying additional Tier 1 instruments plus related stock surplus	285 000
31	Of which: classified as equity under applicable accounting standards	285 000
32	Of which: classified as liabilities under applicable accounting standards	-
33	<i>Directly issued capital instruments subject to phase-out from additional Tier 1 capital</i>	-
34	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group additional Tier 1 capital)	-
35	<i>Of which: instruments issued by subsidiaries subject to phase-out</i>	-
36	<b>Additional Tier 1 capital before regulatory adjustments</b>	<b>285 000</b>
	<b>Additional Tier 1 capital: regulatory adjustments</b>	
37	Investments in own additional Tier 1 instruments	-
38	Reciprocal cross-holdings in additional Tier 1 instruments	-
39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation	-

41	National specific regulatory adjustments	-
42	Regulatory adjustments applied to additional Tier 1 capital due to insufficient Tier 2 capital to cover deductions	-
43	<b>Total regulatory adjustments to additional Tier 1 capital</b>	<b>-</b>
44	<b>Additional Tier 1 capital (AT1)</b>	<b>285 000</b>
45	<b>Tier 1 capital (T1 = CET1 + AT1)</b>	<b>1 198 930</b>
	<b>Tier 2 capital: instruments and provisions</b>	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	-
47	<i>Directly issued capital instruments subject to phase-out from Tier 2 capital</i>	-
48	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	-
49	<i>Of which: instruments issued by subsidiaries subject to phase-out</i>	-
50	Provisions	<b>30 540</b>
51	<b>Tier 2 capital before regulatory adjustments</b>	<b>30 540</b>
	<b>Tier 2 capital: regulatory adjustments</b>	
52	Investments in own Tier 2 instruments	-
53	Reciprocal cross-holdings in Tier 2 instruments and other TLAC liabilities	-
54	Investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-
54a	Investments in the other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation and where the bank does not own more than 10% of the issued common share capital of the entity: amount previously designated for the 5% threshold but that no longer meets the conditions (for G-SIBs only)	-
55	Significant investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-
56	National specific regulatory adjustments	-
57	<b>Total regulatory adjustments to Tier 2 capital</b>	<b>-</b>
58	<b>Tier 2 capital</b>	<b>30 540</b>
59	<b>Total regulatory capital (= Tier 1 + Tier2)</b>	<b>1 229 470</b>
60	<b>Total risk-weighted assets</b>	<b>9 932 514</b>



<b>Capital adequacy ratios and buffers</b>		
61	<b>Common Equity Tier 1 capital (as a percentage of risk-weighted assets)</b>	<b>9,201%</b>
62	<b>Tier 1 capital (as a percentage of risk-weighted assets)</b>	<b>12,071%</b>
63	<b>Total capital (as a percentage of risk-weighted assets)</b>	<b>12,378%</b>
64	<b>Institution-specific buffer requirement (capital conservation buffer plus countercyclical buffer requirements plus higher loss absorbency requirement, expressed as a percentage of risk-weighted assets)</b>	
65	Of which: capital conservation buffer requirement	1,250%
66	Of which: bank-specific countercyclical buffer requirement	0%
67	Of which: higher loss absorbency requirement	0%
68	<b>Common Equity Tier 1 capital (as a percentage of risk-weighted assets) available after meeting the bank's minimum capital requirements</b>	<b>1,951%</b>
<b>National minima (if different from Basel III)</b>		
69	National minimum Common Equity Tier 1 capital adequacy ratio (if different from Basel III minimum)	7,25%
70	National minimum Tier 1 capital adequacy ratio (if different from Basel III minimum)	8,50%
71	National minimum Total capital adequacy ratio (if different from Basel III minimum)	10,75%
<b>Amounts below the thresholds for deduction (before risk-weighting)</b>		
72	Non-significant investments in the capital and other TLAC liabilities of other financial entities	-
73	Significant investments in the common stock of financial entities	-
74	MSR (net of related tax liability)	-
75	DTA arising from temporary differences (net of related tax liability)	-
<b>Applicable caps on the inclusion of provisions in Tier 2 capital</b>		
76	Provisions eligible for inclusion in Tier 2 capital in respect of exposures subject to standardised approach (prior to application of cap)	30 540
77	Cap on inclusion of provisions in Tier 2 capital under standardised approach	-
78	Provisions eligible for inclusion in Tier 2 capital in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-
79	Cap for inclusion of provisions in Tier 2 capital under internal ratings-based approach	-

<b>Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)</b>		
80	<i>Current cap on CET1 instruments subject to phase-out arrangements</i>	-
81	<i>Amount excluded from CET1 capital due to cap (excess over cap after redemptions and maturities)</i>	-
82	<i>Current cap on AT1 instruments subject to phase-out arrangements</i>	-
83	<i>Amount excluded from AT1 capital due to cap (excess over cap after redemptions and maturities)</i>	-
84	<i>Current cap on Tier 2 instruments subject to phase-out arrangements</i>	-
85	<i>Amount excluded from Tier 2 capital due to cap (excess over cap after redemptions and maturities)</i>	-

# Composition of Capital

## Template CC1 – Composition of regulatory capital - Grindrod Financial Holdings Limited

		Dec-17
		Amounts
<b>Common Equity Tier 1 capital: instruments and reserves</b>		<b>R'000</b>
1	Directly issued qualifying common share (and equivalent for non-joint stock companies) capital plus related stock surplus	280 278
2	Retained earnings	633 736
3	Accumulated other comprehensive income (and other reserves)	-
4	<i>Directly issued capital subject to phase-out from CET1 capital (only applicable to non-joint stock companies)</i>	-
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1 capital)	-
6	<b>Common Equity Tier 1 capital before regulatory adjustments</b>	<b>914 014</b>
<b>Common Equity Tier 1 capital: regulatory adjustments</b>		
7	Prudent valuation adjustments	-
8	Goodwill (net of related tax liability)	-
9	Other intangibles other than mortgage servicing rights (MSR) (net of related tax liability)	12
10	Deferred tax assets (DTA) that rely on future profitability, excluding those arising from temporary differences (net of related tax liability)	-
11	Cash flow hedge reserve	-
12	Shortfall of provisions to expected losses	-
13	Securitisation gain on sale (as set out in [CAP30.14])	-
14	Gains and losses due to changes in own credit risk on fair valued liabilities	-
15	Defined benefit pension fund net assets	-
16	Investments in own shares (if not already subtracted from paid-in capital on reported balance sheet)	-
17	Reciprocal cross-holdings in common equity	-
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-
19	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-

20	MSR (amount above 10% threshold)	-
21	DTA arising from temporary differences (amount above 10% threshold, net of related tax liability)	-
22	Amount exceeding the 15% threshold	-
23	Of which: significant investments in the common stock of financials	-
24	Of which: MSR	-
25	Of which: DTA arising from temporary differences	-
26	National specific regulatory adjustments	-
27	Regulatory adjustments applied to Common Equity Tier 1 capital due to insufficient Additional Tier 1 and Tier 2 capital to cover deductions	-
28	<b>Total regulatory adjustments to Common Equity Tier 1 capital</b>	<b>12</b>
29	<b>Common Equity Tier 1 capital (CET1)</b>	<b>914 002</b>
	<b>Additional Tier 1 capital: instruments</b>	
30	Directly issued qualifying additional Tier 1 instruments plus related stock surplus	285 000
31	Of which: classified as equity under applicable accounting standards	285 000
32	Of which: classified as liabilities under applicable accounting standards	-
33	<i>Directly issued capital instruments subject to phase-out from additional Tier 1 capital</i>	-
34	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group additional Tier 1 capital)	-
35	<i>Of which: instruments issued by subsidiaries subject to phase-out</i>	-
36	Additional Tier 1 capital before regulatory adjustments	285 000
	<b>Additional Tier 1 capital: regulatory adjustments</b>	
37	Investments in own additional Tier 1 instruments	-
38	Reciprocal cross-holdings in additional Tier 1 instruments	-
39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation	-
41	National specific regulatory adjustments	-
42	Regulatory adjustments applied to additional Tier 1 capital due to insufficient Tier 2 capital to cover deductions	-
43	<b>Total regulatory adjustments to additional Tier 1 capital</b>	<b>-</b>

44	<b>Additional Tier 1 capital (AT1)</b>	<b>285 000</b>
45	<b>Tier 1 capital (T1 = CET1 + AT1)</b>	<b>1 199 002</b>
	<b>Tier 2 capital: instruments and provisions</b>	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	-
47	<i>Directly issued capital instruments subject to phase-out from Tier 2 capital</i>	-
48	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	-
49	<i>Of which: instruments issued by subsidiaries subject to phase-out</i>	-
50	Provisions	<b>30 540</b>
51	<b>Tier 2 capital before regulatory adjustments</b>	<b>30 540</b>
	<b>Tier 2 capital: regulatory adjustments</b>	
52	Investments in own Tier 2 instruments	-
53	Reciprocal cross-holdings in Tier 2 instruments and other TLAC liabilities	-
54	Investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-
54a	Investments in the other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation and where the bank does not own more than 10% of the issued common share capital of the entity: amount previously designated for the 5% threshold but that no longer meets the conditions (for G-SIBs only)	-
55	Significant investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-
56	National specific regulatory adjustments	-
57	<b>Total regulatory adjustments to Tier 2 capital</b>	<b>-</b>
58	<b>Tier 2 capital</b>	<b>30 540</b>
59	<b>Total regulatory capital (= Tier 1 + Tier2)</b>	<b>1 229 542</b>
60	<b>Total risk-weighted assets</b>	<b>16 213 890</b>
	<b>Capital adequacy ratios and buffers</b>	
61	<b>Common Equity Tier 1 capital (as a percentage of risk-weighted assets)</b>	<b>5,637%</b>
62	<b>Tier 1 capital (as a percentage of risk-weighted assets)</b>	<b>7,395%</b>
63	<b>Total capital (as a percentage of risk-weighted assets)</b>	<b>7,583%</b>

64	<b>Institution-specific buffer requirement (capital conservation buffer plus countercyclical buffer requirements plus higher loss absorbency requirement, expressed as a percentage of risk-weighted assets)</b>	
65	Of which: capital conservation buffer requirement	1,250%
66	Of which: bank-specific countercyclical buffer requirement	0%
67	Of which: higher loss absorbency requirement	0%
68	<b>Common Equity Tier 1 capital (as a percentage of risk-weighted assets) available after meeting the bank's minimum capital requirements</b>	<b>-1,613%</b>
	<b>National minima (if different from Basel III)</b>	
69	National minimum Common Equity Tier 1 capital adequacy ratio (if different from Basel III minimum)	7,25%
70	National minimum Tier 1 capital adequacy ratio (if different from Basel III minimum)	8,50%
71	National minimum Total capital adequacy ratio (if different from Basel III minimum)	10,75%
	<b>Amounts below the thresholds for deduction (before risk-weighting)</b>	
72	Non-significant investments in the capital and other TLAC liabilities of other financial entities	-
73	Significant investments in the common stock of financial entities	-
74	MSR (net of related tax liability)	-
75	DTA arising from temporary differences (net of related tax liability)	-
	<b>Applicable caps on the inclusion of provisions in Tier 2 capital</b>	
76	Provisions eligible for inclusion in Tier 2 capital in respect of exposures subject to standardised approach (prior to application of cap)	30 540
77	Cap on inclusion of provisions in Tier 2 capital under standardised approach	-
78	Provisions eligible for inclusion in Tier 2 capital in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-
79	Cap for inclusion of provisions in Tier 2 capital under internal ratings-based approach	-
	<b>Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)</b>	
80	<i>Current cap on CET1 instruments subject to phase-out arrangements</i>	-
81	<i>Amount excluded from CET1 capital due to cap (excess over cap after redemptions and maturities)</i>	-
82	<i>Current cap on AT1 instruments subject to phase-out arrangements</i>	-

83	<i>Amount excluded from AT1 capital due to cap (excess over cap after redemptions and maturities)</i>	-
84	<i>Current cap on Tier 2 instruments subject to phase-out arrangements</i>	-
85	<i>Amount excluded from Tier 2 capital due to cap (excess over cap after redemptions and maturities)</i>	-

# Composition of Capital

## Template CC2 – Reconciliation of regulatory capital to balance sheet - Grindrod Bank Limited

	Dec-17		
	a	b	c
	Balance sheet as in published financial statements	Under regulatory scope of consolidation	Reference
	As at period-end	As at period-end	
Assets	R'000	R'000	
Property and equipment	10 138	10 138	
Intangible assets	12	12	
Deferred taxation	-	-	
Loans and advances	6 823 172	6 823 172	
Preference shares - linked to trust participatory contributions	-	-	
Other assets	119 276	119 276	
Liquid assets and short-term negotiable securities	1 830 228	1 830 228	
Cash and short-term funds	7 653 107	7 653 107	
<b>Total assets</b>	<b>16 435 933</b>	<b>16 435 933</b>	
Liabilities			
Deposits and funding instruments	15 079 824	15 079 824	
Derivative instruments	18 939	18 939	
Provisions	65 443	65 443	
Other liabilities	41 851	41 851	
Trust participatory contributions	-	-	
Taxation	3 952	3 952	
Deferred taxation	6 805	6 805	
<b>Total liabilities</b>	<b>15 216 814</b>	<b>15 216 814</b>	
Shareholders' equity			
Paid-in share capital	533 579	533 579	
Of which: amount eligible for CET1 capital	248 579	248 579	
Of which: amount eligible for AT1 capital	285 000	285 000	
Retained earnings	685 540	685 540	
<b>Total shareholders' equity</b>	<b>1 219 119</b>	<b>1 219 119</b>	



# Composition of Capital

## Template CC2 – Reconciliation of regulatory capital to balance sheet - Grindrod Financial Holdings Limited

	Dec-17		
	a	b	c
	Balance sheet as in published financial statements	Under regulatory scope of consolidation	Reference
	As at period-end	As at period-end	
Assets	R'000	R'000	
Property and equipment	10 138	10 138	
Intangible assets	12	12	
Deferred taxation	-	-	
Loans and advances	7 129 002	7 129 002	
Preference shares - linked to trust participatory contributions	1 691 000	1 691 000	
Other assets	117 264	117 264	
Liquid assets and short-term negotiable securities	1 730 384	1 730 384	
Cash and short-term funds	7 653 107	7 653 107	
<b>Total assets</b>	<b>18 330 907</b>	<b>18 330 907</b>	
<b>Liabilities</b>			
Deposits and funding instruments	15 071 965	15 071 965	
Derivative instruments	18 939	18 939	
Provisions	65 443	65 443	
Other liabilities	53 225	53 225	
Trust participatory contributions	1 891 459	1 891 459	
Taxation	3 952	3 952	
Deferred taxation	6 805	6 805	
<b>Total liabilities</b>	<b>17 111 788</b>	<b>17 111 788</b>	
<b>Shareholders' equity</b>			
Paid-in share capital	565 278	565 278	
Of which: amount eligible for CET1 capital	280 278	280 278	
Of which: amount eligible for AT1 capital	285 000	285 000	
Retained earnings	653 841	653 841	
<b>Total shareholders' equity</b>	<b>1 219 119</b>	<b>1 219 119</b>	

## Credit Risk

### Template CCR1: Analysis of CCR exposures by approach - Grindrod Bank Limited and Grindrod Financial Holdings Limited

		Dec-17					
		a	b	c	d	e	f
		Replacement cost	Potential future exposure	Effective EPE	Alpha used for computing regulatory EAD	EAD post-CRM	RWA
1	SA-CCR (for derivatives)	327	5 745		1,4	5 305	19 645
2	Internal models method (for derivatives and securities financing transactions, or SFTs)			-	-	-	-
3	Simple Approach for credit risk mitigation (for SFTs)					-	-
4	Comprehensive Approach for credit risk mitigation (for SFTs)					-	-
5	Value-at-risk (VaR) for SFTs					-	-
6	<b>Total</b>						<b>19 645</b>

The Group's exposure to counterparty credit risk is in respect of over the counter interest rate swaps entered into on behalf of clients for the purpose of hedging exposures to market risk.

The Group currently does not engage in transactions that would give rise to wrong-way risk (where default risk and credit exposure increase together).

## Credit Risk

### Template CCR2: Credit valuation adjustment (CVA) capital charge - Grindrod Bank Limited and Grindrod Financial Holdings Limited

		Dec-17	
		a	b
		EAD post-CRM	RWA
	<b>Total portfolios subject to the Advanced CVA capital charge</b>	-	-
1	(i) VaR component (including the 3×multiplier)	-	-
2	(ii) Stressed VaR component (including the 3×multiplier)	-	-
3	All portfolios subject to the Standardised CVA capital charge	5 305	13 573
<b>4</b>	<b>Total subject to the CVA capital charge</b>	<b>5 305</b>	<b>13 573</b>

## Credit Risk

### Template CCR3: Standardised approach – CCR exposures by regulatory portfolio and risk weights - Grindrod Bank Limited and Grindrod Financial Holdings Limited

	Dec-17								
	a	b	c	d	e	f	g	h	i
Risk weight****→	0%	10%	20%	50%	75%	100%	150%	Others	Total credit exposure
<b>Regulatory portfolio*!</b>									
Sovereigns									-
Non-central government public sector entities									-
Multilateral development banks									-
Banks						19 645			19 645
Securities firms									-
Corporates									-
Regulatory retail portfolios									-
Other assets									-
<b>Total</b>	-	-	-	-	-	19 645	-	-	19 645

## Credit Risk

### Template CCR5: Composition of collateral for CCR exposure - Grindrod Bank Limited and Grindrod Financial Holdings Limited

	a	b	c	d	e	f
	Collateral used in derivative transactions				Collateral used in SFTs	
	Fair value of collateral received		Fair value of posted collateral		Fair value of collateral received	Fair value of posted collateral
	Segregated	Unsegregated	Segregated	Unsegregated		
Cash – domestic currency				28 573		
Cash – other currencies						
Domestic sovereign debt						
Other sovereign debt						
Government agency debt						
Corporate bonds						
Equity securities						
Other collateral						
<b>Total</b>	-	-	-	28 573	-	-

## Credit Risk

### Template CR1: Credit quality of assets - Grindrod Bank Limited

		a	b	c	d	e	f	g	
		Gross carrying values of		Allowances/ impairments	Of which ECL accounting provisions for credit losses on standardised approach exposures	Allocated in regulatory category of Specific	Allocated in regulatory category of General	Of which ECL accounting provisions for credit losses on IRB exposures	Net values  (a+b-c)
		Defaulted exposures	Non- defaulted exposures						
		R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
1	Loans	115 828	8 845 597	34 210	3 670	30 540	-	-	8 927 215
2	Debt Securities	-	-	-	-	-	-	-	-
3	Off-balance sheet exposures	-	1 160 314	-	-	-	-	-	1 160 314
<b>4</b>	<b>Total</b>	<b>115 828</b>	<b>10 005 911</b>	<b>34 210</b>	<b>3 670</b>	<b>30 540</b>	<b>-</b>	<b>-</b>	<b>10 087 529</b>

Exposures more than 90 days past due but not impaired were sufficiently collateralised.

Restructured exposures are classified as such when the Bank has granted a concession to the client to vary material terms of the original agreement.

# Credit Risk

## Template CR2: Changes in stock of defaulted loans and debt securities - Grindrod Bank Limited

		Dec-17
		a
		R'000
1	<b>Defaulted loans and debt securities at end of the previous reporting period</b>	<b>126 784</b>
2	Loans and debt securities that have defaulted since the last reporting period	-
3	Returned to non-defaulted status	10 956
4	Amounts written off	-
5	Other changes	-
6	<b>Defaulted loans and debt securities at end of the reporting period</b>	<b>115 828</b>
	(1+2-3-4+5)	

## Credit Risk

### Template CR3: Credit risk mitigation techniques – overview - Grindrod Bank Limited

		Dec-17				
		a	b	c	d	e
		Exposures unsecured: carrying amount	Exposures to be secured	Exposures secured by collateral	Exposures secured by financial guarantees	Exposures secured by credit derivatives
		R'000	R'000	R'000	R'000	R'000
1	Loans	-	10 121 739	10 118 070	-	-
2	Debt securities	-	-	-	-	-
3	<b>Total</b>	-	<b>10 121 739</b>	<b>10 118 070</b>	-	-
4	Of which defaulted	-	115 828	115 828	-	-



## Credit Risk

### Template CR4: Standardised approach – Credit risk exposure and credit risk mitigation effects (CRM) - Grindrod Bank Limited

		Dec-17					
		a	b	c	d	e	f
		Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density
Asset classes	R'000	R'000	R'000	R'000	R'000	R'000	
1	Sovereigns and their central banks	910 316	-	910 316	-	-	-
2	Non-central government public sector entities	-	-	-	-	-	-
3	Multilateral development banks	-	-	-	-	-	-
4	Banks	1 866 634	-	1 866 634	-	378 184	5%
5	Securities firms	-	-	-	-	-	0%
6	Corporates	6 028 509	1 156 638	6 028 509	520 882	6 672 701	90%
7	Regulatory retail portfolios	-	-	-	-	-	-
8	Secured by residential property	40 138	3 676	40 138	2 173	25 401	0%
9	Secured by commercial real estate	-	-	-	-	-	-
10	Equity	-	-	-	-	-	-
11	Past-due loans	115 828	-	115 828	-	-	-
12	Higher-risk categories	-	-	-	-	-	-
13	Other assets	4 201 386	-	4 201 386	-	350 606	5%
14	<b>Total</b>	<b>13 162 811</b>	<b>1 160 314</b>	<b>13 162 811</b>	<b>523 055</b>	<b>7 426 892</b>	<b>100%</b>

## Credit Risk

### Template CR5: Standardised approach – exposures by asset classes and risk weights

		Dec-17									
		a	b	c	d	e	f	g	h	i	j
Risk weight* →		0%	10%	20%	35%	50%	75%	100%	150%	Others	Total credit exposures amount (post CCF and post-CRM)
Asset classes:		R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
1	Sovereigns and their central banks	910 316	-	-	-	-	-	-	-	-	910 316
2	Non-central government public sector entities	-	-	-	-	-	-	-	-	-	-
3	Multilateral development banks	-	-	-	-	-	-	-	-	-	-
4	Banks	-	-	1 860 562	-	-	-	6 072	-	-	1 866 634
5	Securities firms	-	-	-	-	-	-	-	-	-	-
6	Corporates	-	-	-	-	-	-	6 549 391	-	-	6 549 391
7	Regulatory retail portfolios	-	-	-	-	-	-	-	-	-	-
8	Secured by residential property	-	-	-	26 015	-	-	16 296	-	-	42 311
9	Secured by commercial real estate	-	-	-	-	-	-	-	-	-	-
10	Equity	-	-	-	-	-	-	-	-	-	-
11	Past-due loans	-	-	-	-	2 888	-	90 635	22 305	-	115 828
12	Higher-risk categories	-	-	-	-	-	-	-	-	-	-
13	Other assets	3 850 780	-	-	-	-	-	350 606	-	-	4 201 386
14	<b>Total</b>	<b>4 761 096</b>	<b>-</b>	<b>1 860 562</b>	<b>26 015</b>	<b>2 888</b>	<b>-</b>	<b>7 013 000</b>	<b>22 305</b>	<b>-</b>	<b>13 685 866</b>

## Leverage ratio

### Template LR1 – Summary comparison of accounting assets vs leverage ratio exposure measure - Grindrod Bank Limited

		Dec-17
		R'000
1	Total consolidated assets as per published financial statements	16 470 625
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	327
5	Adjustment for securities financing transactions (ie repos and similar secured lending)	-
6	Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	769 966
7	Other adjustments	-
<b>8</b>	<b>Leverage ratio exposure measure</b>	<b>17 240 918</b>

## Leverage ratio

### Template LR1 – Summary comparison of accounting assets vs leverage ratio exposure measure - Grindrod Financial Holdings Limited

		Dec-17
		R'000
1	Total consolidated assets as per published financial statements	18 387 448
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	327
5	Adjustment for securities financing transactions (ie repos and similar secured lending)	-
6	Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	530 489
7	Other adjustments	-
<b>8</b>	<b>Leverage ratio exposure measure</b>	<b>18 918 264</b>

# Leverage ratio

## Template LR2: Leverage ratio common disclosure template - Grindrod Bank

		Dec-17	Sep-17
		T	T-1
		R'000	R'000
		Quarter-end	Quarter-end
<b>On-balance sheet exposures</b>			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	16 470 637	16 236 463
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	- 12	- 12
3	<b>Total on-balance sheet exposures</b> (excluding derivatives and SFTs) (sum of rows 1 and 2)	16 470 625	16 236 451
<b>Derivative exposures</b>			
4	Replacement cost associated with <i>all</i> derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	327	161
5	Add-on amounts for potential future exposure (PFE) associated with <i>all</i> derivatives transactions	-	5 629
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	-	-
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-	-
8	(Exempted central counterparty, or CCP, leg of client-cleared trade exposures)	-	-
9	Adjusted effective notional amount of written credit derivatives	-	-
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-	-
11	<b>Total derivative exposures (sum of rows 4 to 10)</b>	327	5 790
<b>Securities financing transaction exposures</b>			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	-	-
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-	-
14	Counterparty credit risk exposure for SFT assets	-	-
15	Agent transaction exposures	-	-
16	<b>Total securities financing transaction exposures (sum of rows 12 to 15)</b>	-	-
<b>Other off-balance sheet exposures</b>			
17	Off-balance sheet exposure at gross notional amount	1 160 314	685 496
18	(Adjustments for conversion to credit equivalent amounts)	- 390 348	- 556 459
19	<b>Off-balance sheet items (sum of rows 17 and 18)</b>	769 966	129 037
<b>Capital and total exposures</b>			
20	<b>Tier 1 capital</b>	1 198 930	1 128 934
21	<b>Total exposures (sum of rows 3, 11, 16 and 19)</b>	17 240 918	16 371 278
<b>Leverage ratio</b>			
22	<b>Basel III leverage ratio</b>	6,95%	6,90%

# Leverage ratio

## Template LR2: Leverage ratio common disclosure template - Grindrod Financial Holdings Limited

		Dec-17	Sep-17
		T	T-1
		R'000	R'000
		Quarter-end	Quarter-end
<b>On-balance sheet exposures</b>			
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	18 387 460	16 236 467
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	- 12	- 12
3	<b>Total on-balance sheet exposures</b> (excluding derivatives and SFTs) (sum of rows 1 and 2)	18 387 448	16 236 455
<b>Derivative exposures</b>			
4	Replacement cost associated with <i>all</i> derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	327	161
5	Add-on amounts for potential future exposure (PFE) associated with <i>all</i> derivatives transactions	-	5 629
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	-	-
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-	-
8	(Exempted central counterparty, or CCP, leg of client-cleared trade exposures)	-	-
9	Adjusted effective notional amount of written credit derivatives	-	-
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-	-
11	<b>Total derivative exposures (sum of rows 4 to 10)</b>	327	5 790
<b>Securities financing transaction exposures</b>			
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	-	-
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-	-
14	Counterparty credit risk exposure for SFT assets	-	-
15	Agent transaction exposures	-	-
16	<b>Total securities financing transaction exposures (sum of rows 12 to 15)</b>	-	-
<b>Other off-balance sheet exposures</b>			
17	Off-balance sheet exposure at gross notional amount	920 837	685 496
18	(Adjustments for conversion to credit equivalent amounts)	- 390 348	- 556 459
19	<b>Off-balance sheet items (sum of rows 17 and 18)</b>	530 489	129 037
<b>Capital and total exposures</b>			
20	<b>Tier 1 capital</b>	1 199 002	1 129 006
21	<b>Total exposures (sum of rows 3, 11, 16 and 19)</b>	18 918 264	16 371 282
<b>Leverage ratio</b>			
22	<b>Basel III leverage ratio</b>	6,34%	6,90%

## Capital management

### Template LI1: Differences between accounting and regulatory scopes of consolidation and mapping of financial statement categories with regulatory risk categories - Grindrod Bank Limited

	Dec-17						
	a	b	c	d	e	f	g
	Carrying values as reported in published financial statements	Carrying values					
under scope of regulatory consolidation		Subject to credit risk framework	Subject to counterparty credit risk framework	Subject to the securitisation framework	Subject to the market risk framework	Not subject to capital requirements or subject to deduction from capital	
Assets	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Property and equipment	10 138	10 138	10 138	-	-	-	-
Intangible assets	12	12	12	-	-	-	-
Deferred taxation	-	-	-	-	-	-	-
Loans and advances	6 823 172	6 823 172	6 823 172	-	-	-	-
Preference shares - linked to trust participatory contributions	-	-	-	-	-	-	-
Other assets	119 276	119 276	119 276	-	-	-	-
Liquid assets and short-term negotiable securities	1 830 228	1 830 228	1 830 228	-	-	-	-
Cash and short-term funds	7 653 107	7 653 107	7 653 107	-	-	-	-
<b>Total assets</b>	<b>16 435 933</b>	<b>16 435 933</b>	<b>16 435 933</b>	-	-	-	-
<b>Liabilities</b>							
Deposits and funding instruments	15 079 824	15 079 824	-	-	-	-	-
Derivative instruments	18 939	18 939	-	18 939	-	-	-
Provisions	65 443	65 443	-	-	-	-	-
Other liabilities	41 851	41 851	-	-	-	-	-
Trust participatory contributions	-	-	-	-	-	-	-
Taxation	3 952	3 952	-	-	-	-	-
Deferred taxation	6 805	6 805	-	-	-	-	-
<b>Total liabilities</b>	<b>15 216 814</b>	<b>15 216 814</b>	-	<b>18 939</b>	-	-	-

## Capital management

### Template LI1: Differences between accounting and regulatory scopes of consolidation and mapping of financial statement categories with regulatory risk categories - Grindrod Financial Holdings Limited

	Dec-17						
	a	b	c	d	e	f	g
	Carrying values as reported in published financial statements	Carrying values					
under scope of regulatory consolidation		Subject to credit risk framework	Subject to counterparty credit risk framework	Subject to the securitisation framework	Subject to the market risk framework	Not subject to capital requirements or subject to deduction from capital	
Assets	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Property and equipment	10 138	10 138	10 138	-	-	-	-
Intangible assets	12	12	12	-	-	-	-
Deferred taxation	-	-	-	-	-	-	-
Loans and advances	7 129 002	7 129 002	7 129 002	-	-	-	-
Preference shares - linked to trust participatory contributions	1 691 000	1 691 000	1 691 000	-	-	-	-
Other assets	117 264	117 264	117 264	-	-	-	-
Liquid assets and short-term negotiable securities	1 730 384	1 730 384	1 730 384	-	-	-	-
Cash and short-term funds	7 653 107	7 653 107	7 653 107	-	-	-	-
<b>Total assets</b>	<b>18 330 907</b>	<b>18 330 907</b>	<b>18 330 907</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Liabilities</b>							
Deposits and funding instruments	15 071 965	15 071 965	-	-	-	-	-
Derivative instruments	18 939	18 939	-	18 939	-	-	-
Provisions	65 443	65 443	-	-	-	-	-
Other liabilities	53 225	53 225	-	-	-	-	-
Trust participatory contributions	1 891 459	1 891 459	-	-	-	-	-
Taxation	3 952	3 952	-	-	-	-	-
Deferred taxation	6 805	6 805	-	-	-	-	-
<b>Total liabilities</b>	<b>17 111 788</b>	<b>17 111 788</b>	<b>-</b>	<b>18 939</b>	<b>-</b>	<b>-</b>	<b>-</b>



## Capital management

### Template LI2: Main sources of differences between regulatory exposure amounts and carrying values in financial statements - Grindrod Bank Limited

		Dec-17				
		a	b	c	d	e
		Total	Items subject to:			
			Credit risk framework	Securitisation framework	Counterparty credit risk framework	Market risk framework
<b>1</b>	<b>Asset carrying value amount under scope of regulatory consolidation (as per Template LI1)</b>	<b>16 435 933</b>	<b>16 435 933</b>	-	-	-
2	Liabilities carrying value amount under regulatory scope of consolidation (as per Template LI1)	15 216 814	-	-	18 939	-
3	Total net amount under regulatory scope of consolidation (Row 1 – Row 2)	1 219 119	16 435 933	-	18 939	-
4	Off-balance sheet amounts	1 160 314	523 055	-	-	
7	<i>Differences due to consideration of provisions</i>	30 540	30 540	-	-	
<b>10</b>	<b>Exposure amounts considered for regulatory purposes</b>	<b>17 626 787</b>	<b>16 989 528</b>	-	<b>18 939</b>	

## Capital management

### Template LI2: Main sources of differences between regulatory exposure amounts and carrying values in financial statements - Grindrod Financial Holdings Limited

		Dec-17				
		a	b	c	d	e
		Total	Items subject to:			
			Credit risk framework	Securitisation framework	Counterparty credit risk framework	Market risk framework
<b>1</b>	<b>Asset carrying value amount under scope of regulatory consolidation (as per Template LI1)</b>	<b>18 330 907</b>	<b>18 330 907</b>			
2	Liabilities carrying value amount under regulatory scope of consolidation (as per Template LI1)	17 111 788			18 939	
3	Total net amount under regulatory scope of consolidation (Row 1 – Row 2)	1 219 119	18 330 907	-	18 939	-
4	Off-balance sheet amounts	1 160 314	523 055			
7	<i>Differences due to consideration of provisions</i>	30 540	30 540			
<b>10</b>	<b>Exposure amounts considered for regulatory purposes</b>	<b>19 521 761</b>	<b>18 884 502</b>	<b>-</b>	<b>18 939</b>	

# Liquidity

## Template LIQ1: Liquidity Coverage Ratio (LCR)

		Dec-17	
		a	b
		Total unweighted value	Total weighted value
		(average)	(average)
		R'000 *	R'000 *
<b>High-quality liquid assets</b>			
1	Total HQLA		4 761 096
<b>Cash outflows</b>			
2	<b>Retail deposits and deposits from small business customers, of which:</b>		
3	Stable deposits	-	-
4	Less stable deposits	7 046 392	704 639
5	<b>Unsecured wholesale funding, of which:</b>		
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	-	-
7	Non-operational deposits (all counterparties)	4 124 714	1 141 726
8	Unsecured debt		
9	<b>Secured wholesale funding</b>		-
10	<b>Additional requirements, of which:</b>		
11	Outflows related to derivative exposures and other collateral requirements	-	-
12	Outflows related to loss of funding on debt products	-	-
13	Credit and liquidity facilities	-	-
14	<b>Other contractual funding obligations</b>	875 414	51 882
15	<b>Other contingent funding obligations</b>	284 901	13 123
16	<b>TOTAL CASH OUTFLOWS</b>	-	<b>1 911 371</b>
<b>Cash inflows</b>			
17	<b>Secured lending (eg reverse repos)</b>	-	-
18	<b>Inflows from fully performing exposures</b>	6 677 482	6 061 046
19	Other cash inflows	-	-
20	<b>TOTAL CASH INFLOWS</b>	<b>6 677 482</b>	<b>6 061 046</b>
		<b>Total adjusted value</b>	
21	<b>Total HQLA</b>		<b>4 761 096</b>
22	<b>Total net cash outflows</b>		<b>477 843</b>
23	<b>Liquidity Coverage Ratio (%)</b>		<b>996</b>

\* month end reporting balances

To manage liquidity risk, the Group performs, among others, the following:

- Contractual maturity mismatch analysis
- Monitoring maintenance of high quality liquid assets in excess of statutory requirements
- Monitoring diversification of the funding base

Diversification of funding is monitored with respect to term, product and counterparty to ensure a varied overall funding mix.

A liquidity buffer is maintained in the form of unencumbered cash, government securities (typically eligible for repurchase with the central bank), and near cash well in excess of the regulatory requirements.

The Group manages funding requirements by assessing the liquidity impact under normal (business as usual) and stressed scenarios.

-The Group maintains contingency funding plans which detail the course of actions that can be taken in the event of a liquidity stress which details processes to be followed in the event of a stress situation.

# Liquidity

## Template LIQ2: Net Stable Funding Ratio (NSFR) - Grindrod Bank Limited

		Dec-17				
		a	b	c	d	e
		Unweighted value by residual maturity				Weighted
		No maturity	< 6 months	6 months to < 1 year	≥ 1 year	value
		R'000	R'000	R'000	R'000	R'000
<b>Available stable funding (ASF) item</b>						
1	Capital:					
2	Regulatory capital				1 229 482	1 229 482
3	Other capital instruments				24 256	24 256
4	Retail deposits and deposits from small business customers:					
5	Stable deposits		-	-	-	-
6	Less stable deposits		3 189 829	107 918	24 559	2 992 531
7	Wholesale funding:					
8	Operational deposits		-	-	-	-
9	Other wholesale funding		10 703 577	827 822	119 788	4 574 882
10	Liabilities with matching interdependent assets					
11	Other liabilities:					
12	NSFR derivative liabilities				327	
13	All other liabilities and equity not included in the above categories		-	-	488 966	488 966
14	<b>Total ASF</b>					9 310 117
<b>Required stable funding (RSF) item</b>						
15	Total NSFR high-quality liquid assets (HQLA)					45 516
16	Deposits held at other financial institutions for operational purposes					
17	Performing loans and securities:					
18	Performing loans to financial institutions secured by Level 1 HQLA					
19	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions		3 802 327			570 349
20	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:		6 159 413	547 790	4 093 291	4 919 564
21	With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk					
22	Performing residential mortgages, of which:					
23	With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk		-	2 259	21 583	15 158
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities		820 068			410 034
25	Assets with matching interdependent liabilities					
26	Other assets:					
27	Physical traded commodities, including gold					
28	Assets posted as initial margin for derivative contracts and contributions to default funds of central counterparties				-	-
29	NSFR derivative assets				327	327
30	NSFR derivative liabilities before deduction of variation margin posted				-	-
31	All other assets not included in the above categories				359 150	359 150
32	Off-balance sheet items				671 284	33 564
33	<b>Total RSF</b>					6 353 662
34	<b>Net Stable Funding Ratio (%)</b>					146,53