



Deutsche Bank AG – Johannesburg Branch

Pillar 3 Disclosure

Pillar 3 Quarterly Disclosure
December 2019

Overview

The following information is compiled in terms of the requirements of the Banks Act 1990 (as amended) and Regulation 43(1)(e)(iv) and 43(2) of the Banking Regulations, whereby banks (including foreign branches) are obliged to report certain qualitative and quantitative information with regards to their risk profile and capital adequacy on a regular basis to the public, which incorporates the Basel III Pillar 3 requirements on market discipline.

Reporting framework

The information disclosed in this report is based on the definitions, calculation methodologies and measurements as defined by the Amended Regulations. All tables, diagrams, quantitative information and commentary in this report are unaudited unless otherwise noted.

Period of reporting

This report is in respect of the quarter ended 31 December 2019, including comparative information (where applicable) for the quarter ended 30 September 2019.

The table below provides an overview of the branch's prudential regulatory position as measured by key regulatory metrics.

	December 2019	September 2019
Available capital (R'000)		
1 Common Equity Tier 1 (CET1)	726,066	751,800
2 Tier 1	726,066	751,800
3 Total Capital	727,511	753,403
Risk-weighted assets (R'000)		
4 Total risk-weighted assets (RWA)	3,856,032	4,099,226
Risk-based capital ratios as a percentage of RWA		
5 Common Equity Tier 1 ratio (%)	18.83	18.34
6 Tier 1 ratio (%)	18.83	18.34
7 Total capital ratio (%)	18.87	18.38
Additional CET1 buffers requirements as a percentage of RWA		
8 Capital conservation buffer requirement (%)	2.50	2.50
9 Countercyclical buffer requirement (%)	-	-
10 Bank GSIB and/or DSIB additional requirements (%)	-	-
11 Total of bank CET1 specific buffer requirements (%) (row8+row9+row10)	2.50	2.50
12 CET1 available to meet buffers after meeting the bank's minimum capital requirements, and, if applicable, TLAC requirements (%)	13.33	12.84
Basel III leverage ratio		
13 Total Basel III leverage ratio exposure measure	10,901,226	12,651,803
14 Basel III Leverage ratio (%) (row2/row13)	6.66	5.94
Liquidity Coverage Ratio		
15 Total High Quality Liquid Assets (HQLA)	2,302,205	1,883,898
16 Total Net Cash Outflow	745,939	656,798
17 LCR ratio (%)	373	396



Deutsche Bank AG – Johannesburg Branch

Pillar 3 Disclosure

The table below provides an overview of total RWA forming the denominator of the risk-based capital requirement in respect of the quarter ended 31 December 2019, including comparative information (where applicable) for the quarter ended 30 September 2019.

	RWA R'000	RWA R'000	Minimum capital requirements ⁽¹⁾ R'000
	December 2019	September 2019	December 2019
Overview of Risk Weighted Assets			
1 Credit risk (excluding counterparty credit risk) (CCR)	641,025	602,366	73,718
2 Of which standardised approach (SA)	641,025	602,366	73,718
3 Of which internal rating-based (IRB) approach	-	-	-
4 Counterparty credit risk	2,804,071	3,071,145	322,468
5 Of which standardised approach for counterparty credit risk (SA-CCR)	-	-	-
6 Of which internal model method (IMM)	-	-	-
Of which Current Exposure Method (CEM)	2,804,071	3,071,145	322,468
7 Equity positions in banking book under market-based approach	-	-	-
8 Equity investments in funds – look-through approach	-	-	-
9 Equity investments in funds – mandate-based approach	-	-	-
10 Equity investments in funds – fall-back approach	-	-	-
11 Settlement risk	-	-	-
12 Securitisation exposures in banking book	-	-	-
13 Of which IRB ratings-based approach (RBA)	-	-	-
14 Of which IRB Supervisory Formula Approach (SFA)	-	-	-
15 Of which SA/simplified supervisory formula approach (SSFA)	-	-	-
16 Market risk	156,963	138,325	18,051
17 Of which standardised approach (SA)	156,963	138,325	18,051
18 Of which internal model approaches (IMM)	-	-	-
19 Operational risk	211,001	241,013	24,265
20 Of which Basic Indicator Approach	211,001	241,013	24,265
21 Of which Standardised Approach	-	-	-
22 Of which Advanced Measurement Approach	-	-	-
23 Amounts below the thresholds for deduction (subject to 250% risk weight)	31,633	36,823	3,638
24 Floor adjustment	-	-	-
25 Other Assets Risk	11,339	9,554	1,304
Total (1+4+7+8+9+10+11+12+16+19+23+24+25)	3,856,032	4,099,226	443,444

1 *Minimum capital requirements - This value is 11.5% for 2019, consisting of a Pillar 1 requirement of 8.00%, Pillar 2A of 1%, and a phased in Capital Conservation Buffer of 2.5% in 2019.*