China Construction Bank Corporation, Johannesburg Branch

Basel Pillar III
Quarter 3 Disclosure Report
31 December 2024

OV1: Overview of RWA

R' 000		Notes	a	b	c
			Risk –weighted assets		Minimum capital requirements N1
		Notes	31-Dec-24	30-Sep-24	31-Dec-24
1	**Credit risk (excluding counterparty credit risk)**	N2	**16,234,260**	**20,075,571**	**1,866,940**
2	Of which: standardised approach (SA)		16,234,260	20,075,571	1,866,940
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)**	N3	**59,033**	**722,300**	**6,789**
7	Of which: standardised approach for counterparty credit risk		59,033	722,300	6,789
8	Of which: Internal Model Method (IMM)		-		-
9	Of which: other CCR		-		-
10	**Credit valuation adjustment (CVA)**		**33,754**	**412,700**	**3,882**
11	**Equity positions under the simple risk weight approach**		**-**	**-**	**-**
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 the 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		-	-	-
19	Of which: securitisation standardised approach (SEC-SA)		-		-
20	**Market risk**		**8,311**	**6,054**	**956**
21	Of which: standardised approach (SA)		8,311	6,054	956
22	Of which: internal model approaches (IMA)		-		-
23	Capital charge for switch between trading book and banking book		-	-	-
24	**Operational risk**		**1,684,418**	**1,706,182**	**193,708**
25	**Amounts below thresholds for deduction (subject to 250% risk weight)**		**149,735**	**124,563**	**17,220**
26	**Floor adjustment**		-		-
27	**Total (1+6+10+11+12+13+14+15+16+20+23+24+25+26)**	N4	**18,169,511**	**23,047,370**	**2,089,494**

Notes

N1: *Minimum capital requirements: South African base minima (9%) + conservation buffer (2.5%).*

N2: *The decrease in Credit risk is mainly due to a Bilateral term loan and Syndicated term loan maturities in the quarter as well as a decrease in bank placements from September to December 2024.*

N3: *The main reason for the decrease is due to reduced replacement cost of FX derivatives (USD/ZAR) contracted with local banks due to the ZAR depreciating against USD towards the end of Q4 of 2024.*

N4: *The change in the total is the sum of the movements described above.*

KM1: Key Metrics

R'000 Notes			a	b	c	d	e
			31-Dec-24	30-Sep-24	30-Jun-24	31-Mar-24	31-Dec-23
	Available capital (amounts)						
1	Common Equity Tier 1 (CET1)		7,300,488	7,172,750	6,989,627	6,817,820	6,673,353
1a	Fully loaded ECL accounting model		7,300,488	7,172,750	6,989,627	6,817,820	6,673,353
2	Tier 1		7,300,488	7,172,750	6,989,627	6,817,820	6,673,353
2a	Fully loaded accounting model Tier 1		7,300,488	7,172,750	6,989,627	6,817,820	6,673,353
3	Total capital		7,409,909	7,306,568	7,136,133	6,968,612	6,819,701
3a	Fully loaded ECL accounting model total capital		7,409,909	7,306,568	7,136,133	6,968,612	6,819,701
	Risk-weighted assets (amounts)						
4	Total risk-weighted assets (RWA)		18,169,511	23,047,370	24,720,651	24,555,764	22,828,716
	Risk-based capital ratios as a percentage of RWA						
5	Common Equity Tier 1 ratio (%)		40.18%	31.12%	28.27%	27.76%	29.23%
5a	Fully loaded ECL accounting model CET1 (%)		40.18%	31.12%	28.27%	27.76%	29.23%
6	Tier 1 ratio (%)		40.18%	31.12%	28.27%	27.76%	29.23%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)		40.18%	31.12%	28.27%	27.76%	29.23%
7	Total capital ratio (%)		40.78%	31.70%	28.87%	28.38%	29.87%
7a	Fully loaded ECL accounting model total capital ratio (%)	N1	40.78%	31.70%	28.87%	28.38%	29.87%
	Additional CET1 buffer requirements as a percentage of RWA						
8	Capital conservation buffer requirement (2.5% from 2019) (%)		2.50%	2.50%	2.50%	2.50%	2.50%
9	Countercyclical buffer requirement (%)		0.40%	0.33%	0.32%	0.21%	0.31%
10	Bank 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)		2.90%	2.83%	2.82%	2.71%	2.81%
12	CET1 available after meeting the bank's minimum capital requirements (%)	N2	31.91%	22.92%	20.08%	19.68%	21.05%
	Basel III Leverage Ratio						
13	Total Basel III leverage ratio measure		48,832,203	50,148,626	49,694,956	46,882,539	46,905,400
14	Basel III leverage ratio (%) (row 2/row 13)		14.95%	14.30%	14.07%	14.54%	14.23%
14a	Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2a/row 13)		14.95%	14.30%	14.07%	14.54%	14.23%
	Liquidity Coverage Ratio	N3					
15	Total HQLA		13,193,376	14,921,392	10,596,676	8,990,889	18,774,699
16	Total net cash outflow		3,093,748	2,988,474	2,139,326	4,308,301	6,245,987
17	LCR ratio (%)	N4	426.45%	499.30%	495.33%	208.69%	300.59%
	Net Stable Funding Ratio						
18	Total available stable funding		22,279,701	23,199,097	22,457,842	22,912,015	22,507,195
19	Total required stable funding		14,880,535	15,945,530	19,075,582	19,795,817	17,337,517
20	NSFR ratio (%)		149.72%	145.49%	117.73%	115.74%	129.82%

Notes

N1: The increase is informed by the Credit risk and Counterparty credit risk movements detailed in OV1.

N2: The increase is informed by the Credit risk and Counterparty credit risk movements detailed in OV1.

N3: The LCR reported in KM1 is the quarter-end LCR as indicated below in the LIQ1 this is prepared on different basis and therefore will not agree.

N4: The decrease in LCR is mainly as a result of the decrease in HQLA as a result of a decrease in Qualifying central bank reserves from September to December 2024.

LR1: Summary comparison of accounting assets vs leverage ratio exposure method

R'000		Notes	a [N1]
1	Total consolidated assets as per published financial statements*		46,742,146
2	Adjustments for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory		-
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		102,782
5	Adjustment 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)		1,987,277
7	Other adjustments		-2
8	**Leverage ratio exposure measure**		**48,832,203**

**consolidated assets as per submitted BA returns*

Notes

N1: *Please note that KM1 above contains the comparatives of the Leverage Ratio Exposure measure in aggregate, reference should be made to that disclosure.*

LR2: Summary comparison of accounting assets vs leverage

R'000		Notes	a	b
			31-Dec-24	30-Sep-24
On-balance sheet exposures				
1	On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)		46,235,122	46,992,232
2	(Asset amounts deducted in determining Basel III Tier 1 capital)		-2	-6
3	**Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of row 1 and 2)**		**46,235,120**	**46,992,226**
Derivative exposures				
4	Replacement cost associated with *all* derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)		466,052	767,030
5	Add-on amounts for PFE associated with *all* derivatives transactions		143,754	255,291
6	Gross-up for derivatives collateral provide 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)		0	0
8	(Exempted 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	**Total derivative exposures (sum of rows 4 to 10)**	N1	**609,806**	**1,022,321**
Securities financing transactions				
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	CCR exposure for SFT assets		-	-
15	Agent transaction exposures		-	-
16	**Total securities financing transaction exposures (sum of rows 12 to 15)**		**-**	**-**
Other off-balance sheet exposures				
17	Off-balance sheet exposure at gross notional amount		3,974,554	4,268,159
18	(Adjustments for conversion to credit equivalent amounts)		-1,987,277	-2,134,080
19	**Off-balance sheet items (sum of rows 17 and 18)**		**1,987,277**	**2,134,079**
Capital and total exposures				
20	Tier 1 capital		7,300,488	7,172,750
21	**Total exposures (sum of rows 3, 11, 16 and 19)**		**48,832,203**	**50,148,626**
Leverage ratio				
22	**Basel III leverage ratio**		**14.95%**	**14.30%**

Notes

N1: The main reason for the decrease is due to reduced replacement cost of FX derivatives (USD/ZAR) contracted with local banks due to the ZAR depreciating against USD towards the end of Q4 of 2024.

LIQ1: LIQUIDITY COVERAGE RATIO (LCR)

R'000		Notes	a Total unweighted value (average)	b Total weighted value (average)
High-Quality Liquid Assets				
1	Total HQLA			13,887,032
Cash outflows				
2	**Retail deposits and deposits from small business**		**18,036**	**1,738**
3	Stable deposits		-	-
4	Less stable deposits		18,036	1,738
5	**Unsecured wholesale funding, of which:**		**11,328,186**	**8,544,759**
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks		-	-
7	Non-operational deposits (all counterparties)		11,328,186	8,544,759
8	Unsecured debt		-	-
9	**Secured wholesale funding**			**-**
10	**Additional requirements, of which:**		**4,368,836**	**580,511**
11	Outflows related to derivative exposures and other collateral requirements		152,844	152,844
12	Outflows related to loss of funding of debt products		-	-
13	Credit and liquidity facilities		4,215,992	427,668
14	**Other contractual funding obligations**		**7,095**	**355**
15	**Other contingent funding obligations**		**-**	**-**
16	**TOTAL CASH OUTFLOWS**			**9,127,363**
Cash inflows				
17	Secured lending (e.g. reverse repo)		-	-
18	Inflows from fully performing exposures		6,224,825	6,212,602
19	Other cash inflows		537,440	537,440
20	**TOTAL CASH INFLOWS**		**6,762,265**	**6,750,042**
				Total adjusted value
21	**Total HQLA**			**13,887,032**
22	**Total net cash outflows**			**3,084,241**
23	**Liquidity coverage ratio**			**511%**

Notes

N1: CCB-JHB has completed LIQ1 based on the requirements of BCBS 400 - "Pillar 3 disclosure requirements - consolidated and enhanced framework", which prescribes that this return must be presented on a simple daily average over the quarter. The Banks Act Directive 11/2022, which replaces Directive 7/2014, has been implemented and applied to the daily and monthly calculation from the effective date.

For reference the LCR ratio as at 31 December 2024 is 426%.

The number of data points used in the daily calculation is 92 days.

Note: the following tables as per Directive 1 of 2019 have not been included in the present disclosure due to the reasons as stated below.

Explanation	Directive 1 of 2019: Quarterly Disclosure required tables per Annex 1
CCB-JHB does not make use of the IMA and VaR estimates	MR2, MR3
CCB-JHB does not make use of the IRB approach for measuring Credit Risk	CR8, CR7
CCB-JHB does not make use of the IMM for measuring Counterparty Credit Risk	CCR7