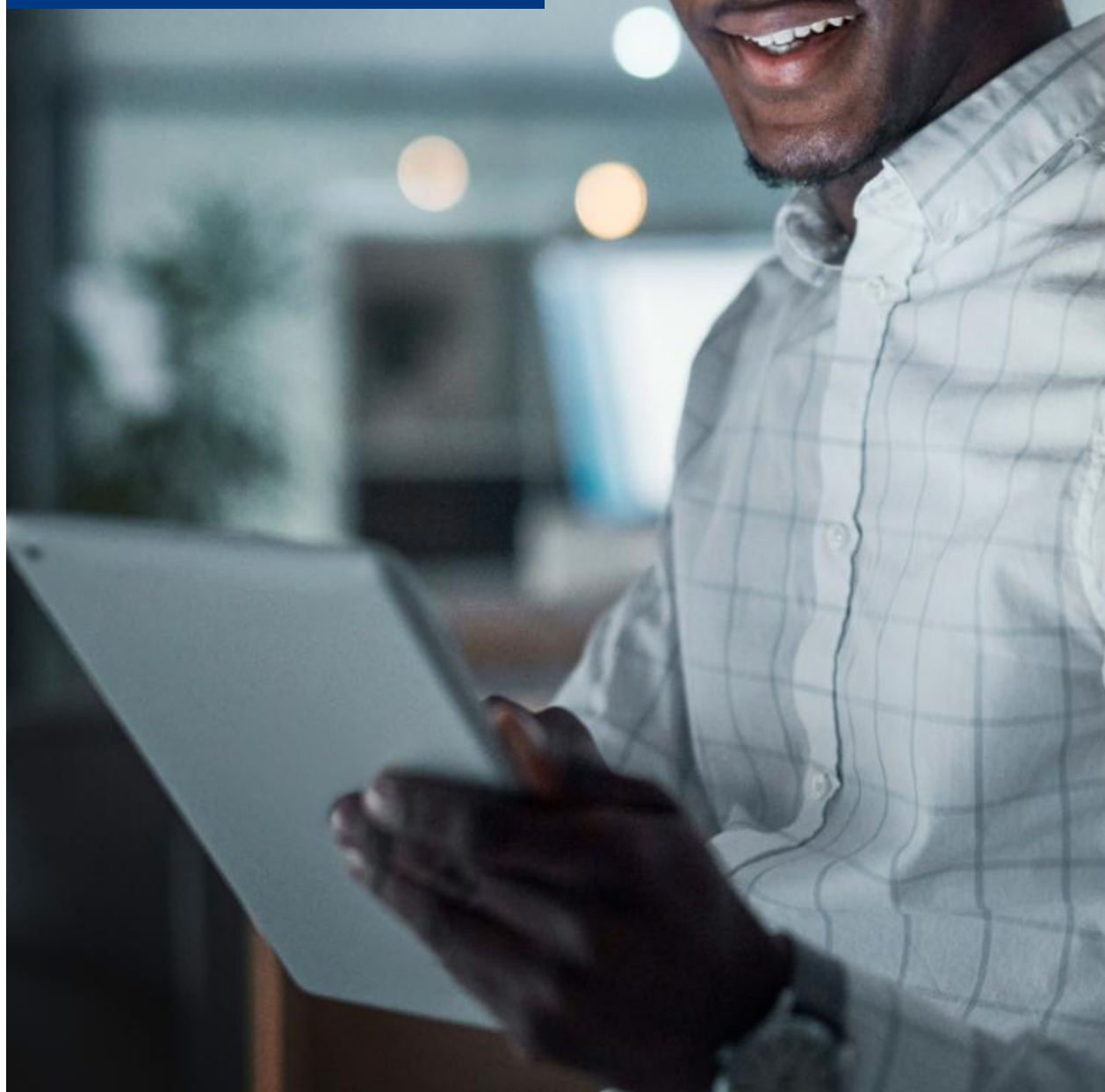


More Than Banking

**Access Bank
(South Africa) Ltd**

Pillar 3 Report

30 June 2025



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1. Introduction

This Report

This report sets out Access Bank South Africa Limited quarterly disclosures in accordance with the Basel Committee on Banking Supervision's revised pillar 3 disclosure requirements, the South African Reserve Bank (SARB) Directives 11/2015 and 1/2018 issued in terms of section 6(6) of the Banks Act No. 94 of 1990 and Regulation 43 of the regulations relating to banks. Certain tables for SBSA, being a significant bank subsidiary, are also included where appropriate.

Objective

The objective of this document is to disclose comprehensive information about the Bank's risk exposures, capital adequacy, and risk management practices. These disclosures aim to provide a clear understanding of a Bank's financial health and risk management strategies. The Pillar 3 report is compiled and published on a quarterly basis. It is internally verified and approved in alignment with the Bank's disclosure policy.

Please note that the Pillar 3 report has not been audited by the Bank's external auditors.

Business profile and strategy

Our ambition is to become a top tier 2 player in South Africa and our strategy entails implementing a number of key steps to enable future growth.

Our existing capabilities in Business and Commercial Banking as well as Alliance Banking will be harnessed as anchor for our strategy. Corporate Banking combined with our Trade and Foreign Exchange offering go hand-in-hand with our focus on local and international businesses operating within the larger Access Bank Group footprint and will be integrated into our client offerings.

Our retail offering is in its nascent stage, and our goal is to leverage technology to create a strong retail offering in niche markets.

Our strategy will be delivered across four key business lines:

Business and Commercial Banking: The oldest and most developed of our operations has been a core element of the Bank's strategy for more than a decade. Our operational model is based on a relationship-centered approach where customers have direct access to relationship managers.

However, this will be supported by appropriate technology to provide more efficient experience for our customers. We understand that business owners need a mixture of personal advice on financial matters and efficient banking systems to manage their finances.

Corporate Banking: The corporate banking business services private and public companies with a turnover of more than R750 million. A key focus area is to identify companies operating in the same jurisdictions as Access Bank Plc across the world and provide them with comprehensive solutions.

A key enabler for the activities of our Corporate, Commercial and Business customers is trade and foreign exchange and are therefore considered key pillars of our strategy to operate in conjunction with the other business units.



Alliance Banking: We are the leading provider of alliance banking services in the South African financial industry with 15 years' experience in partnering to provide financial solutions to our alliance banking partners.

We enable non-banks and Fintech enterprises to develop and provide payment and transactional solutions to their own client base through bespoke solutions. We offer white-labelling and co-branded banking products including account hosting, pre-paid card issuing, payments and collections aggregation and other value-added services.

Retail Banking: Our retail offering will start off with an emphasis on and within communities initially targeting the unbanked, diaspora, MSME and the employees of the businesses / corporates we bank. Our goal is to create the foundation for our growth ambitions as a neo-bank offering customers appropriate services through digital channels and limited strategic physical locations.

Restrictions on transfer of funds or regulatory capital

There are currently no restrictions or other major impediments on the transfer of funds or capital within the Bank.

Governance

This report has been prepared using information sourced from internal management records, operational systems, and business units across Access Bank South Africa. The information presented herein has not been audited, independently reviewed, or subjected to external assurance by the Group's appointed external auditors. All disclosures are provided in good faith for transparency, regulatory reporting, and internal governance purposes.

2. OV1: OVERVIEW OF RISK WEIGHTED ASSETS

		T	T - 30	T - 90	T - 180	T - 270	f
		a	a	b	c	d	
		Risk Weighted Assets (RWA)					Minimum capital requirements = 8%
		Jun-25	Mar-25	Dec-24	Sep-24	Jun-24	Jun-25
		R'000	R'000	R'000	R'000	R'000	R'000
1	Credit risk (excluding counterparty credit risk)	2 711 920	2 496 010	2 191 762	3 307 657	3 460 267	216 954
2	Of which: standardised approach (SA)	2 711 920	2 496 010	2 191 762	3 307 657	3 460 267	216 954
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)	17 396	14 913	30 362	17 219	11 548	1 392
7	Of which: standardised approach for counterparty credit risk	17 396	14 913	30 362	17 219	11 548	1 392
8	Of which: Internal Model Method (IMM)	-	-	-	-	-	-
9	Of which: other CCR	-	-	-	-	-	-
10	Credit valuation adjustment (CVA)	8 162	8 751	21 651	7 447	4 323	653
11	Equity positions under the simple risk weight approach	15	15	922	14 613	15	1
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	17 760	27 748	48 468	47 693	36 863	1 421
21	Of which: standardised approach (SA)	17 760	27 748	48 468	47 693	36 863	1 421
22	Of which: internal model approaches (IMA)	-	-	-	-	-	-
23	Capital charge for switch between trading book and banking book	-	-	-	-	-	-
24	Operational risk	390 743	390 743	526 936	381 098	381 098	31 259
25	Amounts below the thresholds for deduction (subject to 250% risk weight)	-	-	-	-	-	-
26	Floor adjustment	-	-	-	-	-	-
27	Total (1 + 6 + 10 + 11 + 12 + 13 + 14 + 15 + 16 + 20 + 23 + 24 + 25 + 26)	3 145 996	2 938 180	2 820 101	3 775 727	3 894 114	251 680

2.1 RWA Summary

The Pillar 3 OV1 disclosure for Access Bank Plc shows a credit-risk-driven balance sheet with a stable and conservative risk profile. As at **30 June 2025 (T)**, total risk-weighted assets (RWA) amount to **R3.2bn**, representing a moderate quarter-on-quarter increase and a slight year-on-year reduction relative to June 2024.

2.2 Overall Assessment

Access Bank Plc's RWA profile as at 30 June 2025 reflects a sound, low-complexity, credit-focused banking book. RWA growth over recent quarters suggests moderate expansion in lending activities, while the year-on-year reduction highlights improvements in portfolio quality or collateral effectiveness. Overall, the bank's capital requirements remain well-defined and primarily influenced by traditional credit risk exposures.

3. KM1: KEY METRICS

		a	b	c	d	e
		T	T-1	T-2	T-3	T-4
		R'000	R'000	R'000	R'000	R'000
	Available capital (amounts)	Jun-25	Mar-25	Dec-24	Sep-24	Jun-24
1	Common Equity Tier 1 (CET1)	124 678	157 769	136 770	541 146	597 330
1a	Fully loaded ECL accounting model	124 678	157 769	136 770	541 146	597 330
2	Tier 1	124 678	157 769	136 770	541 146	597 330
2a	Fully loaded ECL accounting model Tier 1	124 678	157 769	136 770	541 146	597 330
3	Total capital	149 404	210 767	176 363	578 765	643 232
3a	Fully loaded ECL accounting model total capital	149 404	210 767	176 363	578 765	643 232
Risk-weighted assets (amounts)						
4	Total risk-weighted assets (RWA)	3 145 996	2 938 180	2 820 101	3 775 727	3 894 114
Risk-based capital ratios as a percentage of RWA						
5	Common Equity Tier 1 ratio (%)	3,96%	5,37%	4,85%	14,33%	15,34%
5a	Fully loaded ECL accounting model Common Equity Tier 1 (%)	3,96%	5,37%	4,85%	14,33%	15,34%
6	Tier 1 ratio (%)	3,96%	5,37%	4,85%	14,33%	15,34%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	3,96%	5,37%	4,85%	14,33%	15,34%
7	Total capital ratio (%)	4,75%	7,17%	6,25%	15,33%	16,52%
7a	Fully loaded ECL accounting model total capital ratio (%)	4,75%	7,17%	6,25%	15,33%	16,52%
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 (%)	-	-	-	-	-
10	Bank G-SIB and/or D-SIB additional requirements (%)	-	-	-	-	-
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)	2,50%	2,50%	2,50%	2,50%	2,50%
12	CET1 available after meeting the bank's minimum capital requirements (%)	(3,54%)	(2,13%)	(3,40%)	6,83%	7,84%
Basel III leverage ratio						
13	Total Basel III leverage ratio exposure measure	5 811 305	5 362 527	5 081 769	6 267 474	7 400 884
14	Basel III leverage ratio (%) (row 2 / row 13)	2,15%	2,94%	2,69%	8,63%	8,07%
14a	Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2a / row13)	2,15%	2,94%	2,69%	8,63%	8,07%
Liquidity Coverage Ratio						
15	Total HQLA	1 686 419	1 686 568	1 758 349	1 404 283	1 697 488
16	Total net cash outflow	965 530	679 754	681 529	902 615	887 669
17	LCR ratio (%)	174,66%	247,67%	258,00%	155,58%	191,23%
Net Stable Funding Ratio						
18	Total available stable funding	4 464 393	4 740 295	4 785 941	4 798 325	5 084 923
19	Total required stable funding	4 183 211	4 186 773	4 087 783	4 040 692	4 380 104
20	NSFR ratio	106,72%	113,22%	117,08%	118,75%	116,09%

3.1 RWA Summary

The 30 June 2025 figures reflect a **stable capital position, improving liquidity profile, and consistent leverage and funding ratios** aligned with regulatory expectations.

3.2 Overall Assessment

Access Bank South Africa shows **very strong liquidity metrics, LCR (175%) and NSFR (107%)** well above minimums, indicating robust short-term and long-term funding stability, but its **regulatory capital ratios remain significantly constrained as at 30 June 2025**. Strengthening CET1 capital (via retained earnings, capital injection, or RWA optimisation to above 3% regulatory floor) will be key to restoring regulatory headroom.

4. LR1: LEVERAGE RATIO

LR1: SUMMARY COMPARISON OF ACCOUNTING ASSETS VS LEVERAGE RATIO EXPOSURE MEASURE		Jun-25 R'000	Mar-25 R'000
1	Total consolidated assets as per published financial statements	5 684 070	5 320 685
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	15 646	11 451
5	Adjustment for securities financing transactions (i.e. repos and similar secured lending)		
6	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off- balance sheet exposures)	199 033	114 775
7	Other adjustments	(87 444)	(84 384)
8	Leverage ratio exposure	5 811 305	5 362 527

4.1 Overall Assessment

Leverage exposure grew by 8.25%, signalling expansion in both balance-sheet assets and off-balance-sheet commitments.

The bank maintains **full transparency** in reconciling accounting assets to regulatory exposure.

Despite the increase in exposure, the leverage ratio remains **below regulatory minimums of 3%**, pointing to a need for:

- Additional Tier 1 capital,
- RWA optimisation, or
- Controlled balance-sheet growth.

5. LR2: LEVERAGE RATIO

		Jun-25	Mar-25
LR2: Leverage ratio common disclosure template		R'000	R'000
On-balance sheet exposures			
1	On-balance sheet items (excluding derivatives and SFTs, but including collateral)	5 678 182	5 311 249
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	(87 444)	(84 384)
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	5 590 738	5 226 865
Derivative exposures			
4	Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)	5 888	9 436
5	Add-on amounts for PFE associated with all derivatives transactions	15 646	11 451
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 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 lines 4 to 10)	21 534	20 887
Securities financing transaction exposures			
12	Gross SFT assets (with no recognition of netting), after adjusting for sales 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 lines 12 to 15)	-	-
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	342 468	300 685
18	(Adjustments for conversion to credit equivalent amounts)	(143 435)	(185 910)
19	Off-balance sheet items (sum of lines 17 and 18)	199 033	114 775
Capital and total exposures			
20	Tier 1 capital	124 678	157 769
21	Total exposures (sum of lines 3, 11, 16 and 19)	5 811 305	5 362 527
Leverage ratio			
22	Basel III leverage ratio	2,15%	2,94%

5.1 Leverage Ratio Summary

As at **30 June 2025**, Access Bank South Africa reports a **Basel III leverage ratio of 2.15%**, a decline from **2.94%** in March 2025. The leverage ratio sits **below the regulatory minimum requirement of 3%**, signalling **capital pressure relative to the size of total exposures**.

Total leverage exposure increased meaningfully to **R5.8 billion**, driven primarily by:

- **Growth in on-balance-sheet exposures** (+R363 million),
- **Higher off-balance-sheet exposures** (+R48 million),
- Moderate increases in **derivative exposures**.

The bank's leverage position indicates **strong business volume growth** but also highlights the need for **Tier 1 capital strengthening** or balance-sheet optimisation.

5.2 Overall Assessment

Access Bank South Africa's leverage ratio signals **capital strain relative to growing exposures**. Strong business expansion is evident, particularly in on-balance-sheet assets and contingent exposures. However, the **2.15% leverage ratio remains below regulatory thresholds**, underscoring the need for **capital augmentation and balance-sheet efficiency** to restore compliance.

6. LIQ1: LIQUIDITY COVERAGE RATIO (LCR)

		a	b
		Total unweighted value (average) ¹	Total weighted value (average)
		R'000	R'000
High-quality liquid assets			
1	Total HQLA	1 686 419	1 686 419
Cash outflows			
2	Retail deposits and deposits from small business customers, of which:	973 083	97 308
3	Stable deposits		
4	Less stable deposits	973 083	97 308
5	Unsecured wholesale funding, of which:	1 659 562	1 145 855
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks		
7	Non-operational deposits (all counterparties)	1 659 562	1 145 855
8	Unsecured debt		
9	Secured wholesale funding	-	-
10	Additional requirements, of which:	225 427	35 699
11	Outflows related to derivative exposures and other collateral requirements	18 393	18 393
12	Outflows related to loss of funding on debt products		
13	Credit and liquidity facilities	207 034	17 306
14	Other contractual funding obligations	-	-
15	Other contingent funding obligations	34 516	1 726
16	TOTAL CASH OUTFLOWS	5 750 660	1 280 588
17	Secured lending (e.g. reverse repos)		
18	Inflows from fully performing exposures	319 916	305 793
19	Other cash inflows	9 266	9 266
20	TOTAL CASH INFLOWS	329 182	315 059
			Total adjusted value
21	Total HQLA		1 686 419
22	Total net cash outflows		965 530
23	Liquidity Coverage Ratio (%)		174,66%

6.1 LCR Summary

Access Bank South Africa reports a **strong Liquidity Coverage Ratio (LCR) of 175%** as at 30 June 2025. This level is **well above the minimum regulatory requirement of 100%**, demonstrating the bank's **robust short-term liquidity position** and its ability to withstand a 30-day stress scenario.

The bank maintains **R1.7 billion** in High-Quality Liquid Assets (HQLA) against **weighted net cash outflows of R965 million**, resulting in a substantial liquidity buffer. Cash outflows are dominated by **wholesale funding**, while cash inflows remain conservative, as per regulatory limits.

Overall, the bank's LCR position indicates **excellent resilience**, strong liquidity management practices, and prudent funding risk controls.

6.2 Overall Assessment

Access Bank South Africa's Liquidity Coverage Ratio as at 30 June 2025 reflects **excellent short-term resilience**, with a **174.6% LCR** well above regulatory requirements. The bank has a **strong HQLA base**, conservative inflows, and solid liquidity risk management practices, positioning it favourably for regulatory review and market confidence.

7. LIQ2: NET STABLE FUNDING RATIO (NSFR)

		Unweighted value by residential maturity			Weighted value
		< 6 months	≥ 6 months to < 1 year	≥ 1 year	
1	Capital:				
2	Regulatory capital	-	-	2 272 732	2 272 732
3	Other capital instruments	-	-	-	-
4	Retail deposits and deposits from small business customers				
5	Stable deposits	-	-	-	-
6	Less stable deposits	1 255 855	138 479	234 930	1 489 831
7	Wholesale funding:				
8	Operational deposits	-	-	-	-
9	Other wholesale funding	2 705 842	-	20 000	699 717
10	Liabilities with matching interdependent assets				
11	Other liabilities				
12	NSFR derivative liabilities	-	-	3 440	-
13	All other liabilities and equity not included in the above categories	499 923	-	2 113	2 113
14	TOTAL ASF				4 464 393

		Unweighted value by residential maturity			Weighted value
		< 6 months	≥ 6 months to < 1 year	≥ 1 year	
15	Total NSFR High-quality liquid assets (HQLA)	624 670	-	1 562 838	84 382
16	Deposits held with other financial institutions for operational purposes	-	-	-	-
17	Performing loans and securities:	1 560 728	81 293	904 859	1 172 930
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	1 026 360	-	-	153 954
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:	522 308	68 713	526 314	742 877
21	With a risk weight of less than or equal to 35% under Basel II standardised approach for credit risk				
22	Performing residential mortgages, of which:	12 060	12 580	289 922	200 769
23	With a risk weight of less than or equal to 35% under Basel II standardised approach for credit risk	12 060	12 580	289 922	200 769
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	-	88 623	75 330
25	Assets with matching interdependent liabilities				
26	Other assets:	-	-	2 915 312	2 908 432
27	Physical traded commodities, including gold				

		Unweighted value by residential maturity			Weighted value
		< 6 months	≥ 6 months to < 1 year	≥ 1 year	
28	Assets posted as initial margin for derivative contracts and distribution to default funds of CCPs				
29	NSFR derivative assets			9 327	2 448
30	NSFR derivative liabilities before deduction of variation margin posted				
31	All other assets not included in above categories			2 905 985	2 905 985
32	Off-balance sheet items				17 467
33	TOTAL RSF				4 183 211
34	NET STABLE FUNDING RATIO %				106,72%

7.1 NSFR Summary

Access Bank South Africa reports a **Net Stable Funding Ratio (NSFR) of 107%** as at 30 June 2025. This is **above the regulatory minimum requirement of 100%**, indicating that the bank maintains a **strong long-term funding profile** capable of supporting its lending and investment activities over a one-year horizon.

The bank's **Available Stable Funding (ASF)** is **R4.5 billion**, comfortably exceeding its **Required Stable Funding (RSF)** of **R4.1 billion**. The funding structure is well-balanced, supported by:

- A strong base of retail and small-business customer deposits,
- Stable wholesale funding,
- A moderate reliance on capital instruments,
- A diversified asset portfolio with relatively low RSF factors.

7.2 Overall Assessment

Access Bank South Africa's NSFR as at 30 June 2025 demonstrates a **sound long-term funding position**, with adequate stable funding to support balance-sheet activities. The bank maintains a **diversified funding base**, strong capital structure, and conservative liquidity management practices. With an NSFR of **107%**, the bank is well-positioned to withstand prolonged liquidity stress while continuing to pursue lending and business growth.

8. Company Contact Details

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Access Bank South Africa Limited

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A Registered Credit Provider (NCRCP 6).