

Absa Bank Limited

Authorised financial services and registered credit provider (NCRCP7)

Registration number: 1986/004794/06

Incorporated in the Republic of South Africa

JSE share code: ABSP and ABMN

ISIN: ZAE000079810

(Absa, Absa Bank, the Bank or the Company)

Unaudited condensed consolidated financial results

for the interim reporting period ended 30 June 2015.

These unaudited condensed consolidated financial results were prepared by Barclays Africa Group Limited

Financial Control under the direction and supervision of the Deputy Chief Executive Officer and Group

Financial Director, D W P Hodnett CA(SA).

Date of publication: 29 July 2015

Profit and dividend announcement

for the reporting period ended

Overview of results

Absa Bank Limited ("the Bank") is a wholly owned subsidiary of Barclays Africa Group Limited ("the Group"), which is listed on JSE Limited. These condensed consolidated financial results are published to provide information to holders of the Bank's listed non-cumulative, non-redeemable preference shares.

Commentary relating to the Bank's condensed consolidated financial results is included in the

Barclays Africa Group Limited results, as presented to shareholders on 29 July 2015.

Basis of presentation

The Bank's interim financial results have been prepared in accordance with the recognition and measurement requirements of International Financial Reporting Standards ("IFRS"), interpretations issued by the IFRS Interpretations Committee ("IFRS-IC"), the South African Institute of Chartered Accountants ("SAICA") Financial Reporting Guides as issued by the Accounting Practices Committee, Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council, the JSE Listings Requirements and the requirements of the Companies Act. The principal accounting policies applied are set out in the Bank's most recent annual consolidated financial statements.

The Bank's unaudited condensed consolidated interim financial statements comply with IAS 34 - Interim Financial Reporting ("IAS 34").

The preparation of financial information requires the use of estimates and assumptions about future conditions. Use of available information and application of judgement are inherent in the formation of estimates. The accounting policies that are deemed critical to the Bank's results and financial position, in terms of the materiality of the items to which the policies are applied, and which involve a high degree of judgement including the use of assumptions and estimation are impairment of loans and advances, goodwill impairment, fair value measurements, impairment of available-for-sale financial assets, consolidation of structured or sponsored entities, post-retirement benefits, provisions, income taxes, share-based payments and offsetting of financial assets and liabilities.

Accounting policies

The accounting policies applied in preparing the unaudited condensed consolidated interim

financial statements are the same as those in place for the reporting period ended 31 December 2014.

Events after the reporting period

The directors are not aware of any events occurring between the reporting date of 30 June 2015 and the date of authorisation of these condensed consolidated interim financial results as defined in IAS 10 - Events after the Reporting Period ("IAS 10").

On behalf of the board

W E Lucas-Bull

M Ramos

Chairman

Chief Executive Officer

Johannesburg

29 July 2015

Declaration of preference share dividend number 19

Absa Bank non-cumulative, non-redeemable preference shares (Absa Bank preference shares)

The Absa Bank preference shares have an effective coupon rate of 70% of Absa Bank's prevailing prime overdraft lending rate (prime rate). Absa Bank's current prime rate is 9,50%.

Notice is hereby given that preference dividend number 19, equal to 70% of the average prime rate for 1 March 2015 to 31 August 2015, per Absa Bank preference share has been declared for the period 1 March 2015 to 31 August 2015. The dividend is payable on Monday, 14 September 2015, to shareholders of the Absa Bank preference shares recorded in the register of members of the Company at the close of business on Friday, 11 September 2015.

The directors of Absa Bank confirm that the Bank will satisfy the solvency and liquidity test immediately after completion of the dividend distribution.

Based on the current prime rate, the preference dividend payable for the period 1 March 2015 to 31 August 2015 would indicatively be 3 282,80822 cents per Absa Bank preference share.

The dividend will be subject to dividends withholding tax at a rate of 15% that was introduced on 1 April 2012. In accordance with paragraphs 11.17(a)(i) to (x) and 11.17(c) of the JSE Listings Requirements, the following additional information is disclosed:

- The dividend has been declared out of income reserves.
- The local dividend tax rate is fifteen per centum (15%).
- The gross local dividend amount is 3 282,80822 cents per preference share for shareholders exempt from the dividend tax.
- The net local dividend for shareholders subject to withholding tax at a rate of 15% amounts to 2 790,38699 cents per preference share.
- Absa Bank currently has 4 944 839 preference shares in issue.
- Absa Bank's income tax reference number is 9575117719.

In compliance with the requirements of Strate, the electronic settlement and custody system used by JSE Limited, the following salient dates for the payment of the dividend are applicable:

Last day to trade cum dividend	Friday, 4 September 2015
Shares commence trading ex dividend	Monday, 7 September 2015
Record date	Friday, 11 September 2015
Payment date	Monday, 14 September 2015

Share certificates may not be dematerialised or rematerialised between Monday, 7 September 2015

and Friday, 11 September 2015, both dates inclusive. On Monday, 14 September 2015, the dividend will

be electronically transferred to the bank accounts of all shareholders.

On behalf of the board

N R Drutman

Company Secretary

Johannesburg

29 July 2015

Absa Bank Limited is a company domiciled in South Africa. Its registered office is the 7th Floor, Barclays Towers West, 15 Troye Street, Johannesburg, 2001.

Consolidated salient features
for the reporting period ended

	30 June		31 December	
	2015	2014(2)	2014	
Statement of comprehensive income (Rm)				
Revenue	22 391	21 430	44 328	
Operating expenses		12 717	12 101	25 309
Profit attributable to ordinary equity holder			4 677	4 093 8 995
Headline earnings(1)	4 655	4 040	8 787	
Statement of financial position				
Loans and advances to customers (Rm)			577 466	543 379 554

Total assets (Rm)	859 143	812 013	814 061
Deposits due to customers (Rm)	546 128	505 981	521 656
Loans-to-deposits and debt securities ratio (%)		86,9	88,9
Financial performance (%)			
Return on average equity	17,1	15,6	16,9
Return on average assets	1,10	1,02	1,08
Return on average risk-weighted assets		2,05	1,98
Operating performance (%)			
Net interest margin on average interest-bearing assets		3,84	3,69
3,83			
Impairment losses ratio	0,93	1,10	0,94
Non-performing loans ratio	3,4	4,3	3,8
Non-interest income as % of revenue		40,5	42,4
Cost-to-income ratio	56,8	56,5	57,1
Jaws	(0,61)	(4,15)	(1,99)
Effective tax rate, excluding indirect taxation		27,4	29,0
Share statistics (million) (including "A" ordinary shares)			
Number of ordinary shares in issue	396,2	387,5	396,2
Weighted average number of ordinary shares in issue		396,2	385,1
386,9			
Weighted average diluted number of ordinary shares in issue		396,2	385,1
386,9			
Share statistics (cents)			
Headline earnings per ordinary share	1 174,9	1 049,1	2 271,1
Diluted headline earnings per ordinary share	1 174,9	1 049,1	2
271,1			
Basic earnings per ordinary share	1 180,5	1 062,8	2 324,9
Diluted basic earnings per ordinary share	1 180,5	1 062,8	2
324,9			

Dividends per ordinary share relating to income for the reporting period			631,07	1
231,7	2 022,2			
Dividend cover (times)	1,9	0,9	1,1	
Net asset value per ordinary share	13 820	13 400	13 702	
Tangible net asset value per ordinary share	13 435	13 053	13	
341				
Capital adequacy (%)				
Absa Bank	12,8	13,9	13,7	
Common Equity Tier 1 (%)				
Absa Bank Limited	9,8	10,1	10,6	

Notes

(1) After allowing for R159m (30 June 2014: R147m; 31 December 2014: R305m) profit attributable to

preference equity holders.

(2) Restated, refer to note 14 for reporting changes.

Condensed consolidated statement of financial position

as at

	30 June		31 December	
	2015	2014(1)	2014	
	Note	Rm	Rm	Rm
Assets				
Cash, cash balances and balances with central banks			23 318	18 313
21 419				
Investment securities		62 474	69 056	70 618
Loans and advances to banks		71 267	63 297	47 599
Trading portfolio assets		72 549	75 606	78 572

Hedging portfolio assets	2 092	2 498	2 335		
Other assets	25 080	12 747	9 311		
Current tax assets	676	17	17		
Non-current assets held for sale	1	236	414	250	
Loans and advances to customers		577 466	543 379	554	
521					
Loans to Group companies		11 786	15 612	17 740	
Investments in associates and joint ventures			901	767	839
Investment properties		263	243	252	
Property and equipment		9 470	8 692	9 137	
Goodwill and intangible assets		1 523	1 346	1 422	
Deferred tax assets		42	26	29	
Total assets	859 143	812 013	814 061		
Liabilities					
Deposits from banks		50 744	62 532	54 104	
Trading portfolio liabilities		42 150	43 136	44 580	
Hedging portfolio liabilities		2 432	2 512	2 577	
Other liabilities		26 452	20 102	13 809	
Provisions		1 078	1 048	1 857	
Current tax liabilities		17	-	65	
Deposits due to customers		546 128	505 981	521 656	
Debt securities in issue		118 346	104 974	105 015	
Loans from Group companies		277	-	-	
Borrowed funds	2	11 026	14 108	10 535	
Deferred tax liabilities		1 093	1 049	937	
Total liabilities	799 743	755 442	755 135		
Equity					
Capital and reserves					

Attributable to equity holders:

Ordinary share capital	303	303	303
Ordinary share premium	16 465	14 465	16 465
Preference share capital	1	1	1
Preference share premium	4 643	4 643	4 643
Retained earnings	34 697	33 202	33 713
Other reserves	3 289	3 955	3 799
	59 398	56 569	58 924
Non-controlling interest	2	2	2
Total equity	59 400	56 571	58 926
Total equity and liabilities	859 143	812 013	814 061

Note

(1) Restated, refer to note 14 for reporting changes.

Condensed consolidated statement of comprehensive income

for the reporting period ended

	30 June		31 December	
	2015	2014	2014	
	Note	Rm	Rm	Rm
Net interest income		13 330	12 342	25 928
Interest and similar income		28 701	26 540	54 810
Interest expense and similar charges		(15 371)	(14 198)	(28 882)
Non-interest income		9 061	9 088	18 400
Net fee and commission income		7 715	7 170	14 775
Fee and commission income		8 342	7 759	15 964

Fee and commission expense	(627)	(589)	(1 189)	
Gains and losses from banking and trading activities		1 081	1 786	2
698				
Gains and losses from investment activities		4	2	4
Other operating income	261	130	923	
Total income	22 391	21 430	44 328	
Impairment losses on loans and advances		(2 615)	(2 942)	(5
110)				
Operating income before operating expenditure		19 776	18 488	
39 218				
Operating expenses	(12 717)	(12 101)	(25 309)	
Other expenses	(473)	(486)	(1 186)	
Other impairments	3	17	(31)	(418)
Indirect taxation	(490)	(455)	(768)	
Share of post-tax results of associates and joint ventures		75	73	
147				
Operating profit before income tax		6 661	5 974	12 870
Taxation expense	(1 825)	(1 734)	(3 570)	
Profit for the reporting period	4 836	4 240	9 300	
Profit attributable to:				
Ordinary equity holder	4 677	4 093	8 995	
Preference equity holders	159	147	305	
	4 836	4 240	9 300	
Earnings per share				
Basic earnings per ordinary share (cents)		1 180,5	1 062,8	2 324,9
Diluted basic earnings per ordinary share (cents)		1 180,5	1 062,8	2
324,9				

Condensed consolidated statement of comprehensive income

for the reporting period ended

	30 June		31 December	
	2015	2014	2014	
	Rm	Rm	Rm	
Profit for the reporting period		4 836	4 240	9 300
Other comprehensive income				
Items that will not be reclassified to profit or loss:				
Movement in retirement benefit fund assets and liabilities			3	14
2				
Increase in retirement benefit surplus		4	20	3
Deferred tax	(1)	(6)	(1)	
Total items that will not be reclassified to profit or loss			3	14
Items that are or may be subsequently reclassified to profit or loss:				
Movement in foreign currency translation reserve			(2)	79
Movement in cash flow hedging reserve			(616)	(252)
Fair value (losses)/gains arising during the reporting period			(207)	321
092				1
Amount removed from other comprehensive income and recognised in				
profit or loss	(648)	(671)	(1 443)	
Deferred tax	239	98	98	
Movement in available-for-sale reserve			(20)	(217)
Fair value losses arising during the reporting period			(45)	(306)
Amortisation of government bonds - release to profit or loss			13	3
44				
Deferred tax	12	86	17	
Total items that are or may be subsequently reclassified to				
profit or loss	(638)	(390)	(617)	

Total comprehensive income for the reporting period	4 201	3 864
8 685		

Total comprehensive income attributable to:

Ordinary equity holder	4 042	3 717	8 380
Preference equity holders	159	147	305
	4 201	3 864	8 685

Condensed consolidated statement of changes in equity

for the reporting period ended

	30 June		
	2015(1)		
	Total		
	equity		
	attributable	Non-	
	to equity	controlling	Total
	holder	interest	equity
	Rm	Rm	Rm
Balance at the beginning of the reporting period		58 924	2 58
926			
Total comprehensive income for the reporting period		4 201	- 4
201			
Profit for the reporting period	4 836	-	4 836
Other comprehensive income	(635)	-	(635)
Dividends paid during the reporting period (refer to note 5)		(3 775)	- (3
775)			
Purchase of Barclays Africa Group Limited shares in respect of			
equity-settled share-based payment arrangements		(5)	- (5)
Movement in share-based payment reserve		53	- 53
Value of employee services	53	-	53

Share of post-tax results of associates and joint ventures	-	-	-
Transfer from retained earnings	(75)	-	(75)
Transfer to associates' and joint ventures' reserve	75	-	75
Balance at the end of the reporting period	59 398	2	59 400

Note

(1) All movements are reflected net of taxation.

	30 June		
	2014(1)		
Total			
equity			
attributable	Non-		
to equity	controlling	Total	
holder	interest	equity	
Rm	Rm	Rm	
Balance at the beginning of the reporting period		57 209	50 57
259			
Total comprehensive income for the reporting period		3 864	- 3
864			
Profit for the reporting period	4 240	-	4 240
Other comprehensive income	(376)	-	(376)
Dividends paid during the reporting period (refer to note 5)		(5 483)	- (5
483)			
Shares issued	1 000	-	1 000
Purchase of Barclays Africa Group Limited shares in respect of			
equity-settled share-based payment schemes		(2)	- (2)
Movement in share-based payment reserve		(19)	- (19)
Value of employee services	(19)	-	(19)

Share of post-tax results of associates and joint ventures	-	-	-
Transfer from retained earnings	(73)	-	(73)
Transfer to associates' and joint ventures' reserve	73	-	73
Disposal of subsidiary(2)	-	(48)	(48)
Balance at the end of the reporting period	56 569	2	56 571

Notes

(1) All movements are reflected net of taxation.

(2) The Bank sold its 85% shareholding in a non-core subsidiary on 2 January 2014 and the subsidiary has been derecognised.

Condensed consolidated statement of changes in equity for the reporting period ended

	31 December 2014(1)		
	Total equity		
	attributable to equity holder	Non- controlling interest	Total equity
	Rm	Rm	Rm
Balance at the beginning of the reporting period			57 209
259			50
Total comprehensive income for the reporting period			8 685
685			-
Profit for the reporting period	9 300	-	9 300
Other comprehensive income	(615)	-	(615)

Dividends paid during the reporting period (refer to note 5)		(9 940)	-	(9 940)
Shares issued	3 000	-	3 000	
Purchase of Barclays Africa Group Limited shares in respect of equity-settled share-based payment arrangements		(8)	-	(8)
Movement in share-based payment reserve		(22)	-	(22)
Value of employee services	(22)	-	(22)	
Share of post-tax results of associates and joint ventures		-	-	-
Transfer from retained earnings	(147)	-	(147)	
Transfer to associates' and joint ventures' reserve		147	-	147
Disposal of subsidiary(2)	-	(48)	(48)	
Balance at the end of the reporting period		58 924	2	58 926

Notes

(1) All movements are reflected net of taxation.

(2) The Bank sold its 85% shareholding in a non-core subsidiary on 2 January 2014 and the subsidiary has been derecognised.

Condensed consolidated statement of cash flows for the reporting period ended

	30 June		31 December		
	2015	2014(1)	2014		
	Notes	Rm	Rm	Rm	
Net cash generated from operating activities			2 841	2 937	12
Net cash utilised in investing activities			(1 055)	(842)	(2 179)
Net cash utilised in financing activities			(3 280)	(6 210)	(11 173)
Net decrease in cash and cash equivalents			(1 494)	(4 115)	(493)

Cash and cash equivalents at the beginning of the reporting period	1	10 014	10
507 10 507			
Effect of exchange rate movements on cash and cash equivalents		-	(3)
-			
Cash and cash equivalents at the end of the reporting period	2	8 520	6 389
10 014			

Notes to the condensed statement of cash flows

1. Cash and cash equivalents at the beginning of the reporting period

Cash, cash balances and balances with central banks(2)	8 777	8 665	
8 665			
Loans and advances to banks(3)	1 237	1 842	1 842
	10 014	10 507	10 507

2. Cash and cash equivalents at the end of the reporting period

Cash, cash balances and balances with central banks(2)	6 811	5 174	
8 777			
Loans and advances to banks(3)	1 709	1 215	1 237
	8 520	6 389	10 014

Notes

(1) Restated, refer to note 14 for reporting changes.

(2) Includes coins and bank notes.

(3) Includes call advances, which are used as working capital for the Bank and are a component of other advances within “Loans and advances to banks”.

1. Non-current assets held for sale

During the current reporting period the Bank effected the following changes to non-current assets held for sale:

In the Commercial Property Finance (“CPF”) division within RBB, investment securities with a carrying value of R14m

were disposed of.

2. Borrowed funds

During the reporting period, R2 500m (30 June 2014: Rnil; 31 December 2014: R500m) of subordinated notes were issued and

R2 000m (30 June 2014: R1 725m; 31 December 2014: R4 725m) were redeemed.

3. Other impairments

	30 June		31 December	
	2015	2014	2014	
	Rm	Rm	Rm	
Financial instruments		(17)	-	17
Other	-	31	401	
Goodwill	-	-	1	
Intangible assets		-	-	127
Investments in associates and joint ventures			-	- 2
Property and equipment			-	13 253
Other	-	18	18	
	(17)	31	418	

4. Headline earnings

	30 June		31 December			
	2015		2014		2014	
	Gross	Net(1)	Gross	Net(1)	Gross	Net(1)
	Rm	Rm	Rm	Rm	Rm	Rm

Headline earnings is determined as follows:

Profit attributable to ordinary equity holder			4 677		4 093	8 995
Total headline earnings adjustment:			(22)		(53)	(208)
IFRS 3 - Goodwill impairment	-	-	-	-	1	1

IFRS 5 - Gains on disposal of non-current assets held for sale (94)	-	-	(42)	(34)	(105)	
IAS 16 - Profit on disposal of property and equipment (13)	(7)	(5)	(12)	(10)	(16)	
IAS 21 - Recycled foreign currency translation reserve (397)	(90)	(90)	-	-	(397)	
IAS 27 - Profit on disposal of subsidiaries	-	-	(44)	(35)	(44)	(35)
IAS 28 - Impairment of investment in associates and joint ventures 2	-	-	-	-	-	2
IAS 36 - Other impairment	-	-	18	15	18	15
IAS 36 - Impairment of intangible assets	-	-	-	-	127	91
IAS 36 - Impairment of property and equipment 183	-	-	13	8	253	
IAS 39 - Release of available-for-sale reserves	101	73	3	2	44	31
IAS 40 - Change in fair value of investment properties	-	-	1	1	8	8
Headline earnings/diluted headline earnings	4 655		4 040		8 787	
Headline earnings per share (cents)/diluted headline earnings (cents) 2 271,1			1 174,9		1 049,1	

Note

(1) The net amounts are reflected after taxation and non-controlling interest.

5. Dividends per share

	30 June		31 December	
	2015	2014	2014	
	Rm	Rm	Rm	
Dividends declared to ordinary equity holder				
Interim dividend (29 July 2015: 631,07 cents) (30 July 2014: 593,35 cents) 299 2 299			2 500	2
Special dividend (5 December 2014: 516,1 cents) (8 April 2014: 638,38 cents) 4 446			-	2 446

Final dividend (3 March 2015: 912,78268 cents)	-	-	3 616
	2 500	4 745	10 361

Dividends declared to preference equity holders

Interim dividend (29 July 2015: 3 282,8082 cents) (30 July 2014: 3 197,4658 cents)	162
158 158	

Final dividend (3 March 2015: 3 210,8904 cents)	-	-	159
	162	158	317

Dividends paid to ordinary equity holder

Final dividend (3 March 2015: 912,78268 cents)	3 616	2 890	2
890			

Interim dividend (30 July 2014: 593,35 cents)	-	-	2 299
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Special dividend (5 December 2014: 516,1 cents) (8 April 2014: 638,38 cents)	-	2 446	
4 446			

	3 616	5 336	9 635
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Dividends paid to preference equity holders

Final dividend (3 March 2015: 3 210,8904 cents)	159	147	147
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Interim dividend (30 July 2014: 3 197,4658 cents)	-	-	158
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	159	147	305
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6. Acquisitions and disposals of businesses and other similar transactions

Acquisitions and disposals of businesses during the current reporting period

There were no acquisitions and disposals of businesses during the current reporting period.

7. Related parties

There were no one-off significant transactions with related parties of the Bank during the current and previous reporting period.

8. Financial guarantee contracts

	30 June (1)	31 December	
	2015	2014	2014
	Rm	Rm	Rm
Financial guarantee contracts		96	96

Financial guarantee contracts represent contracts where the Bank undertakes to make specified payments to a counterparty, should the counterparty suffer a loss as a result of a specified debtor failing to make payment when due in accordance with the terms of a debt instrument. This amount represents the maximum off-statement of financial position exposure.

Note

(1) During the previous reporting period, all financial guarantee contracts were reassessed and as a consequence

the disclosure has been refined. The comparatives have been restated accordingly from R4bn to R96m.

9. Commitments

	30 June	31 December	
	2015	2014	2014
	Rm	Rm	Rm
Authorised capital expenditure			
Contracted but not provided for		1 333	203
			576
The Bank has capital commitments in respect of computer equipment and property development. Management is confident that future net revenue and funding will be sufficient to cover these commitments.			
Operating lease payments due			
No later than one year		813	772
			856
Later than one year and no later than five years		1 865	1 215
			1 631

Later than five years	1 324	178	709
	4 002	2 165	3 196

The operating lease commitments comprise a number of separate operating leases in relation to property and equipment, none of which is individually significant to the Bank. Leases are negotiated for an average term of three to five years and rentals are renegotiated annually.

Sponsorship payment due

No later than one year	213	273	282
Later than one year and no later than five years		536	468
	749	741	589

The Bank has sponsorship commitments in respect of sports, arts and culture.

10. Contingencies

	30 June	31 December	
	2015	2014(1)	2014
	Rm	Rm	Rm
Guarantees	29 980	19 073	28 076
Irrevocable debt facilities	131 453	109 953	114 614
Letters of credit	7 121	4 938	3 756
Other contingencies	12	3	7
	168 566	133 967	146 453

Guarantees include performance and payment guarantee contracts.

Irrevocable facilities are commitments to extend credit where the Bank does not have the right to immediately terminate the

facilities by written notice. Commitments generally have fixed expiry dates. Since commitments may expire without being drawn

upon, the total contract amounts do not necessarily represent future cash requirements.

Note

(1) During the previous reporting period, terms and conditions associated with unutilised customer facilities were

reviewed and confirmed to be irrevocable in nature. These facilities were previously reported as R74bn and have

been restated to R110bn.

Legal proceedings

The Bank is engaged in various litigation proceedings involving claims by and against it, which arise in the ordinary course of business. The Bank does not expect the ultimate resolution of any proceedings, to which the Bank is party, to have a significant adverse effect on the financial statements of the Bank. Provision is made for all liabilities which are expected to materialise.

Regulatory matters

The scale of regulatory change remains challenging and the global financial crisis is resulting in a significant tightening of regulation and changes to regulatory structures globally, especially for companies that are deemed to be of systemic importance. Concurrently, there is continuing political and regulatory scrutiny of the operation of the banking and consumer credit industries globally

which, in some cases, is leading to increased regulation. The nature and impact of future changes in the legal framework, policies and regulatory action cannot currently be fully predicted and are beyond the Bank's control, but especially in the area of banking regulation, are likely to have an impact

on the Bank's businesses and earnings.

The Bank is continuously evaluating its compliance programmes and controls in general. As a consequence of these compliance programmes and controls, including monitoring and review activities, the

Bank has also adopted appropriate remedial and/or mitigating steps, where necessary or advisable, and

made disclosures on material findings as and when appropriate.

Income taxes

The Bank is subject to income taxes in numerous jurisdictions and the calculation of the Bank's tax charge and provisions for income taxes necessarily involves a degree of estimation and judgement.

There are many transactions and calculations for which the ultimate tax treatment is uncertain or in respect of which the relevant tax authorities may have indicated disagreement with the Bank's treatment and accordingly the final tax charge cannot be determined until resolution has been reached

with the relevant tax authority. The Bank recognises liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due after taking into account expert external advice where appropriate. Where the final tax outcome of these matters is different from the amounts

that were initially recorded, such differences will impact the current and deferred income tax assets and liabilities in the reporting period in which such determination is made. These risks are managed in accordance with the Bank's Tax Risk Framework.

11. Segment reporting

	30 June		31 December		
	2015	2014(1)	2014(1)		
	Rm	Rm	Rm		
11.1 Headline earnings contribution by segment					
RBB	4 082	3 453	7 579		
Corporate and Investment Bank (“CIB”)			1 155	1 076	2 192
Wealth	(59)	(24)	(69)		
Head Office, Treasury and other operations			(523)	(465)	(915)

4 655 4 040 8 787

Note

(1) Operational changes, management changes and associated changes to the way in which the Chief Operating

Decision Maker ("CODM") views the performance of each business segment, have resulted in the reallocation

of earnings, assets and liabilities between operating segments. For details on the business portfolio

changes, refer to the interim financial results booklet available on www.barclaysafrica.com published

on 29 July 2015.

	30 June		31 December	
	2015	2014(1)	2014(1)	
	Rm	Rm	Rm	
11.2 Total income revenue by segment				
RBB	18 453	17 708	36 347	
CIB	4 169	4 032	8 271	
Wealth	216	221	467	
Head Office, Treasury and other operations			(447)	(531) (757)
	22 391	21 430	44 328	

Note

(1) Operational changes, management changes and associated changes to the way in which the CODM

views the performance of each business segment, have resulted in the reallocation of earnings, assets

and liabilities between operating segments. For details on the business portfolio changes, refer to

the interim financial results booklet available on www.barclaysafrica.com published on 29 July 2015.

	30 June		31 December	
	2015	2014(1)	2014(1)	
	Rm	Rm	Rm	
11.3 Total internal revenue by segment				
RBB	(4 098)	(4 073)	(8 184)	
CIB	1 239	2 125	2 720	
Wealth	22	18	57	
Head Office, Treasury and other operations			4 143	3 626 8 703
	1 306	1 696	3 296	

Note

(1) Operational changes, management changes and associated changes to the way in which the CODM views

the performance of each business segment, have resulted in the reallocation of earnings, assets and

liabilities between operating segments. For details on the business portfolio's changes, refer to the interim financial results booklet available on www.barclaysafrica.com published on 29 July 2015.

	30 June		31 December	
	2015	2014(1)	2014(1)	
	Rm	Rm	Rm	
11.4 Total assets by segment				
RBB	684 198	634 622	664 819	
CIB	414 819	392 011	406 607	
Wealth	5 757	11 409	11 177	
Head Office, Treasury and other operations			(245 631)	(226 029) (268 542)
	859 143	812 013	814 061	

Note

(1) Operational changes, management changes and associated changes to the way in which the CODM views

the performance of each business segment, have resulted in the reallocation of earnings, assets and

liabilities between operating segments. For details on the business portfolio's changes, refer to the interim financial results booklet available on www.barclaysafrica.com published on 29 July 2015.

	30 June	31 December	
	2015	2014(1)	2014(1)
	Rm	Rm	Rm
11.5 Total liabilities by segment			
RBB	679 141	630 259	656 441
CIB	412 654	390 177	403 610
Wealth	5 815	11 433	11 246
Head Office, Treasury and other operations 162)		(297 867)	(276 427) (316
	799 743	755 442	755 135

Note

(1) Operational changes, management changes and associated changes to the way in which the CODM

views the performance of each business segment, have resulted in the reallocation of earnings, assets

and liabilities between operating segments. For details on the business portfolio changes, refer to the interim financial results booklet available on www.barclaysafrica.com published on 29 July 2015.

12. Assets and liabilities not held at fair value

The following table summarises the carrying amounts and fair values of those financial assets

and liabilities not held at fair value:

	30 June			
	2015		2014(1)	
	Carrying		Carrying	
	value	Fair value	value	Fair value
	Rm	Rm	Rm	Rm
Financial assets				
Balances with the South African Reserve Bank ("SARB")			16 485	16 485
13 126				13 126
Coins and bank notes		6 812	6 812	5 174
				5 174
Money market assets		21	21	13
				13
Cash, cash balances and balances with central banks			23 318	23 318
18 313				18 313
Loans and advances to banks		45 783	45 783	52 234
				52 234
Other assets	23 687	23 687	11 480	11 480
Retail Banking	359 076	358 540	351 114	351 114
Credit cards	29 376	29 376	28 557	28 557
Instalment credit agreements		72 921	72 296	67 174
				67 174
Loans to associates and joint ventures		14 163	14 163	10 968
				10 968
Mortgages	225 551	225 579	227 652	227 652
Other loans and advances		331	331	296
				296
Overdrafts	2 442	2 442	2 262	2 262
Personal and term loans		14 292	14 353	14 205
				14 205
Business Banking	63 219	63 246	60 325	60 325
Mortgages (including CPF)		30 200	30 227	29 719
				29 719
Overdrafts	19 377	19 377	18 519	18 519
Term loans	13 642	13 642	12 087	12 087

RBB Rest of Africa	21	21	-	-	
CIB	126 527	126 527	113 700	113 375	
Wealth	5 117	5 117	5 361	5 361	
Head Office, Treasury and other operations		2 939	2 939	2 213	2 213
Loans and advances to customers - net of impairment losses			556 899	556 390	532 713
713 532 388					
Loans to Group companies		11 786	11 786	15 612	15 180
Total assets	661 473	660 964	630 352	629 595	
Financial liabilities					
Deposits from banks		33 789	33 789	44 017	44 017
Other liabilities		23 965	23 962	17 889	17 889
Call deposits		61 215	61 215	64 328	64 328
Cheque account deposits		159 891	159 891	143 065	143 065
Credit card deposits		1 889	1 889	1 834	1 834
Fixed deposits		113 376	113 734	116 079	116 079
Foreign currency deposits		26 877	26 877	13 212	13 212
Notice deposits		48 706	48 713	50 999	50 999
Other deposits		2 002	2 002	1 754	1 754
Saving and transmission deposits		113 716	113 716	95 544	95 544
Deposits due to customers		527 672	528 037	486 815	486 815
Debt securities in issue		111 106	111 466	100 521	100 742
Loans to Group companies		277	277	-	-
Borrowed funds		11 026	11 392	14 108	14 539
Total liabilities	707 835	708 923	663 350	664 002	

Note

(1) Operational changes, management changes and associated changes to the way in which the CODM views the performance of

each business segment, have resulted in the reallocation of earnings, assets and liabilities between operating segments.

For details on the business portfolio changes, refer to the interim financial results booklet available on

www.barclaysafrica.com published on 29 July 2015.

	31 December	
	2014(1)	
	Carrying	
	value	Fair value
	Rm	Rm
Financial assets		
Balances with the SARB	12 621	12 621
Coins and bank notes	8 777	8 777
Money market assets	21	21
Cash, cash balances and balances with central banks		21 419 21 419
Loans and advances to banks	27 076	27 021
Other assets	7 914	8 203
Retail Banking	355 313	354 885
Credit cards	29 338	29 338
Instalment credit agreements	70 819	70 257
Loans to associates and joint ventures	13 012	13 012
Mortgages	225 501	225 544
Other loans and advances	404	404
Overdrafts	2 254	2 254
Personal and term loans	13 985	14 076
Business Banking	60 928	60 926

Mortgages (including CPF)	30 161	30 157	
Overdrafts	18 148	18 128	
Term loans	12 619	12 641	
CIB	121 250	120 321	
Wealth	5 234	5 234	
Head Office, Treasury and other operations		901	901
Loans and advances to customers - net of impairment losses		543 626	542
267			
Loans to Group companies	17 740	21 762	
Total assets	617 775	620 672	
Financial liabilities			
Deposits from banks	34 495	35 834	
Other liabilities	11 316	11 322	
Call deposits	56 986	56 986	
Cheque account deposits	146 568	146 568	
Credit card deposits	1 932	1 932	
Fixed deposits	114 646	115 371	
Foreign currency deposits	21 723	21 723	
Notice deposits	49 764	49 843	
Other deposits	1 972	1 972	
Saving and transmission deposits	108 849	108 849	
Deposits due to customers	502 440	503 244	
Debt securities in issue	99 735	100 100	
Borrowed funds	10 535	10 885	
Statutory liquid asset portfolio	63 589	-	(63
589) -			
Investment securities	5 467	-	63 589
69 056			

Loans and advances to customers	542 481	898
- 543 379		

Liabilities

Deposits due to customers	505 083	898	-
505 981			

Note

(1) As per financial results published on 30 July 2014.

Administration and contact details

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ISIN: ZAE000079810	barclaysafrica.com

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Independent non-executive directors	Please direct investor relations and annual report
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groupinvestorrelations@barclaysafrica.com	
M J Husain, T M Mokgosi-Mwantembe, T S Munday (Lead Independent Director)	Please direct media queries to groupmedia@barclaysafrica.com
Non-executive director	For all customer and client queries, please go to the relevant
W E Lucas-Bull (Chairman)	country website (see details below) for the
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