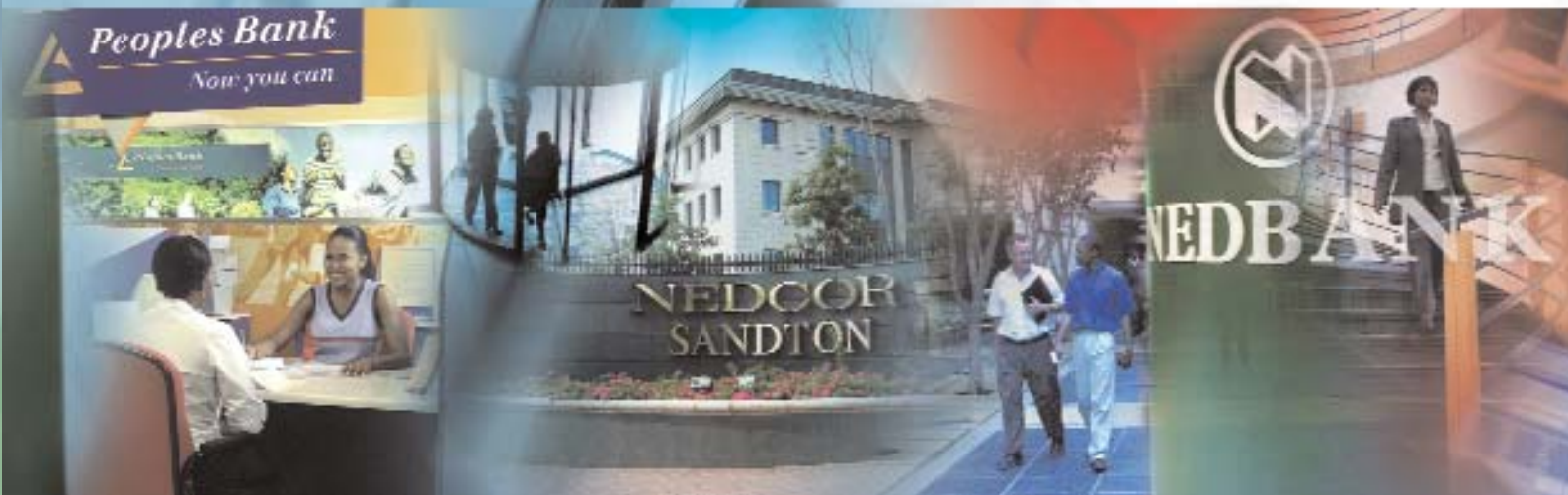




NEDCOR BANK LIMITED

(And its subsidiaries)



Financial Statements 2001



NEDCOR BANK LIMITED

(And its subsidiaries)

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Financial highlights

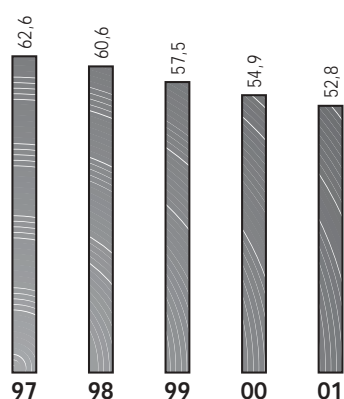
for the year ended 31 December

2001 Rm	2000 Rm	% growth		2001 US\$m*	2000 US\$m*	% growth
Key balance sheet items						
22	22		Share capital	2	3	(33)
11 814	12 230	(3)	Total shareholders' funds	980	1 620	(40)
148 395	119 041	25	Deposit, current and other accounts	12 315	15 767	(22)
165 010	132 852	24	Total assets	13 694	17 596	(22)
15 741	15 965	(1)	Cash, short-term funds and securities	1 306	2 115	(38)
130 992	101 707	29	Advances and other accounts	10 871	13 471	(19)
973	851	14	Acceptances	81	113	(28)
3 323	2 901	15	Specific provisions for bad and doubtful debts	276	384	(28)
1 502	877	71	General provision	125	116	8
4 825	3 778	28	Specific and general provisions	400	500	(20)
Key income statement items						
9 560	7 540	27	Total income	793	999	(21)
982**	841	17	Specific and general provisions	81	111	(27)
3 359	2 563	31	Net income before exceptional items	279	339	(18)
2 883	2 233	29	Headline earnings	239	296	(19)
R/US\$ exchange rate				12,050	7,550	

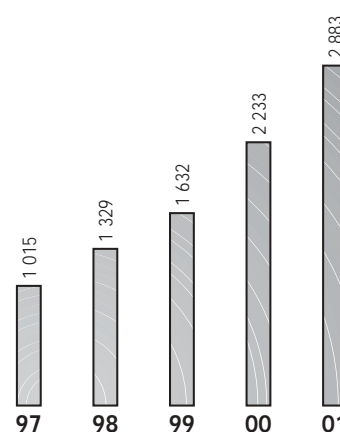
* US dollar information is presented using year-end rates for illustrative purposes

** Excluding exceptional items

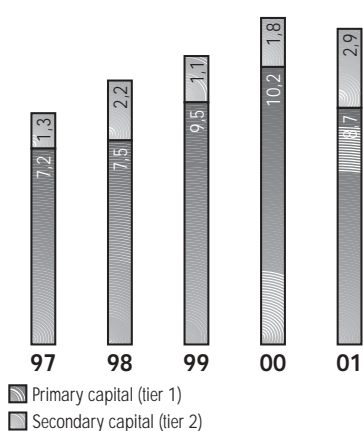
Expenses to total income (%)



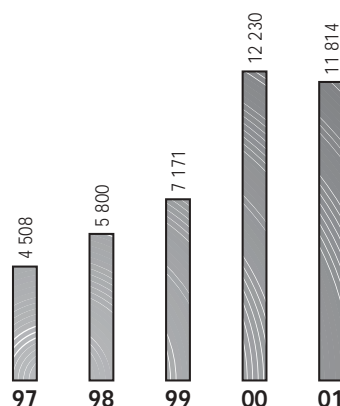
Headline earnings (Rm)



Total weighted capital to risk-weighted assets (%)



Total shareholders' funds (Rm)



Five-year review

	31 Dec 2001	31 Dec 2000	31 Dec 1999	31 Dec+ 1998	30 Sept 1997
KEY BALANCE SHEET ITEMS					
Shareholders' funds (Rm)	11 814	12 230	7 171	5 800	4 508
Deposit, current and other accounts (Rm)	148 395	119 041	99 852	88 347	75 569
Total assets (Rm)	165 010	132 852	108 533	96 337	81 663
Cash and short-term funds and securities (Rm)	15 741	15 965	13 146	8 051	9 637
Advances and other accounts (Rm)	130 992	101 707	88 412	81 793	67 093
Acceptances (Rm)	973	851	866	898	1 109
Specific provisions for bad and doubtful debts (Rm)	3 323	2 901	1 612	1 277	962
General provision (Rm)	1 502	877	944	394	390
Specific and general provision (Rm)	4 825	3 778	2 556	1 671	1 352
KEY INCOME STATEMENT ITEMS					
Total income (Rm)	9 560	7 540	6 565	5 878	5 059
Specific and general provisions (Rm)	982**	841	787	673	421
Net income before exceptional items (Rm)	3 359	2 563	2 006	1 640	1 471
Headline earnings (Rm)	2 883	2 233	1 632#	1 329	1 015
Income attributable to shareholders (Rm)	(893)	5 518	1 148	1 329	1 015
SELECTED RETURNS AND RATIOS					
Return on average shareholders' funds (ROE) (%)	24,4	23,0	25,2	25,8*	25,3
Return on average total assets (%)	1,94	1,85	1,59	1,49*	1,35
Net interest income to interest-earning assets (%)***	3,36	3,67	3,88	3,99	4,14
Non-interest revenue to total income (%)	48,6**	44,6	41,2	41,1	39,6
Expenses to total income (%)	52,8**	54,9	57,5	60,6	62,6
CAPITAL ADEQUACY					
Primary capital to risk-weighted assets (%)	8,7	10,2	9,5	7,5	7,2
Total capital to risk-weighted assets (%)	11,6	12,0	10,6	9,7	8,5
EMPLOYEES (number)	18 005	17 455	16 023	17 063	16 459
RAND/US\$ EXCHANGE RATE	12,050	7,550	6,150	5,880	4,675

* Annualised

** Excluding exceptional items

*** Based on year-on-year simple averages

+ Represents results for the 15 months ended 31 December 1998

Adjusted headline earnings for 1999 have been calculated excluding exceptional items to ensure comparability


Directors' approval

The directors are responsible for the integrity of the financial statements and related information included in this annual report.

The financial statements are prepared in accordance with South African Statements of Generally Accepted Accounting Practice and incorporate responsible disclosures in line with the accounting philosophy of the group.



CF Liebenberg
Chairman

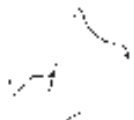


RCM Laubscher
Chief Executive

Sandown
11 February 2002

Certificate from the Company Secretary

In terms of section 268G(d) of the Companies Act, 61 of 1973, as amended, I certify that, to the best of my knowledge and belief, the company has lodged with the Registrar of Companies for the financial year ended 31 December 2001 all such returns as are required of a public company in terms of the Companies Act, and that all such returns are true, correct and up to date.



WJ Kruger
Company Secretary

Sandown
11 February 2002

Report of the independent auditors

TO THE MEMBERS OF NEDCOR BANK LIMITED

We have audited the group financial statements, set out on pages 4 to 34, for the year ended 31 December 2001. These financial statements are the responsibility of the company's directors. Our responsibility is to express an opinion on these financial statements based on our audit.

SCOPE

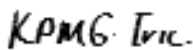
We conducted our audit in accordance with Statements of South African Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatement. An audit includes:

- examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements;
- assessing the accounting principles used and significant estimates made by management; and
- evaluating the overall financial statement presentation.

We believe that our audit provides a reasonable basis for our opinion.

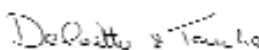
AUDIT OPINION

In our opinion the financial statements fairly present, in all material respects, the financial position of the group at 31 December 2001 and the results of their operations and cash flows for the year then ended in accordance with South African Statements of Generally Accepted Accounting Practice and in the manner required by the Companies Act.



KPMG Inc
Registered Accountants and Auditors
Chartered Accountants (SA)

Sandown
11 February 2002



Deloitte & Touche
Registered Accountants and Auditors
Chartered Accountants (SA)

Income statement

for the year ended 31 December

	Notes	2001 Rm	2000 Rm	2001 \$m	2000 \$m
Interest income		13 920	12 232	1 155	1 620
Interest expense		9 229	8 054	766	1 067
Net interest income		4 691	4 178	389	553
Non-interest revenue	17.1	4 428	3 362	367	445
Exceptional non-interest revenue	17.1	441		37	
Total income		9 560	7 540	793	998
Specific and general provisions	7.4	982	841	82	111
Exceptional general risk provision	7.4	400		33	
Net income		8 178	6 699	678	887
Expenses	17.2	4 819	4 136	400	548
Net operating income before exceptional capital items		3 359	2 563	278	339
Exceptional capital items		(3 605)	3 261	(300)	432
Net capital (loss)/profit on investment in Dimension Data		(3 298)	3 663	(274)	485
Amortisation of goodwill and investment writedown/loss	8.3, 9.4	(273)	(296)	(23)	(39)
Writedown of fixed assets		(34)	(106)	(3)	(14)
Net (loss)/income before taxation		(246)	5 824	(22)	771
Taxation	18.1	594	551	49	73
Taxation on exceptional capital items	18.2	171	(24)	14	(3)
Net (loss)/income after taxation		(1 011)	5 297	(85)	701
Attributable earnings of associates	8.3	163	223	14	30
Income attributable to minority shareholders	12	(45)	(2)	(4)	
(Loss)/income attributable to shareholders		(893)	5 518	(75)	731
Appropriations:					
Dividends	19.8	802	461	67	61
Transfer to/(from) non-distributable reserves		14	(23)	1	(3)
Balance of retained (loss)/income		(1 709)	5 080	(143)	673
HEADLINE EARNINGS					
Headline earnings		2 883	2 233	239	296
<i>After excluding</i>					
Exceptional capital items		(3 605)	3 261	(300)	432
Taxation on exceptional capital items		(171)	24	(14)	3

Balance sheet

as at 31 December

	Notes	2001 Rm	2000 Rm	2001 \$m	2000 \$m
ASSETS					
Cash and short-term funds	3	6 872	11 070	570	1 466
Other short-term securities	4	8 869	4 895	736	648
Government and public sector securities	5	8 596	4 163	713	551
Advances and other accounts	6	130 992	101 707	10 872	13 471
Associate and other investments	8	4 206	7 729	349	1 024
Fixed property	9.1	1 423	1 150	118	153
Equipment	9.2	651	610	54	81
Intangible assets	9.3	1 163	677	97	90
Goodwill	9.4	1 265		105	
Customers' indebtedness for acceptances		973	851	81	113
Total assets		165 010	132 852	13 695	17 597
SHAREHOLDERS' FUNDS AND LIABILITIES					
Share capital	11	22	22	2	3
Reserves		11 407	12 194	947	1 615
Ordinary shareholders' interest		11 429	12 216	949	1 618
Minority shareholders' interest	12	385	14	32	2
Total shareholders' funds		11 814	12 230	981	1 620
Subordinated debt instruments	13	3 828	730	318	97
Deposit, current and other accounts	14	148 395	119 041	12 315	15 767
Liabilities under acceptances		973	851	81	113
Capital, reserves and liabilities		165 010	132 852	13 695	17 597
Guarantees on behalf of clients excluded from assets	15	8 134	6 392	675	847

Statement of changes in ordinary shareholders' interest

for the year ended 31 December

	2001 Rm	2000 Rm	2001 \$m	2000 \$m
ANALYSIS				
Share capital	22	22	2	3
Balance at beginning of year	22	22	3	4
Foreign exchange movement			(1)	(1)
Share premium	2 047	1 387	170	184
Balance at beginning of year	1 387	1 387	184	226
Issue of shares	663		55	
Share issue expenses	(3)			
Foreign exchange movement			(69)	(42)
Distributable reserves	8 889	10 612	738	1 405
Balance at beginning of year	10 612	5 643	1 405	917
Change in accounting policy (note 17.3)		(115)		(15)
Balance of retained (loss)/income	(1 709)	5 080	(143)	673
Other	(14)	4	(1)	1
Foreign exchange movement			(523)	(171)
Non-distributable reserves	471	195	39	26
Foreign currency translation reserve	370	112	31	15
Balance at beginning of year	112		15	
Foreign currency translation current year	258	112	22	15
Foreign exchange movement			(6)	
Other	101	83	8	11
Balance at beginning of year	83	107	11	17
Transfer from/(to) distributable reserves	14	(23)	1	(3)
Other	4	(1)		
Foreign exchange movement			(4)	(3)
Ordinary shareholders' interest	11 429	12 216	949	1 618
SUMMARY				
Share capital	22	22	2	3
Reserves	11 407	12 194	947	1 615
Share premium	2 047	1 387	170	184
Distributable reserves	8 889	10 612	738	1 405
Non-distributable reserves	471	195	39	26
Ordinary shareholders' interest	11 429	12 216	949	1 618

Cash flow statement

for the year ended 31 December

	Notes	2001 Rm	2000 Rm	2001 \$m	2000 \$m
Cash flow from operating activities		5 173	3 806	429	504
Cash received from clients	19.1	18 573	15 556	1 542	2 060
Cash paid to clients, staff and suppliers	19.2	(13 671)	(11 826)	(1 135)	(1 566)
Dividends received on investments	17.1	1	1		
Recoveries on loans previously written off	7.2	270	75	22	10
Change in working funds		(9 369)	4 318	(777)	574
Increase in operating assets	19.3	(26 500)	(8 709)	(2 199)	(1 152)
Increase in operating liabilities	19.4	17 131	13 027	1 422	1 726
Cash (utilised)/generated by operating activities		(4 196)	8 124	(348)	1 078
Taxation paid	19.5	(365)	(204)	(30)	(27)
Cash flow from investment activities		(2 216)	(3 354)	(186)	(447)
Investment in fixed assets	10, 19.5, 19.7	(1 200)	(1 145)	(99)	(151)
Proceeds on sale of fixed assets	10	31	20	(2)	(2)
Net proceeds on sale of investment banking assets	19.6	215	51	18	7
Net acquisition of associate and other investments		(241)	(2 291)	(19)	(303)
Acquisition of subsidiaries	19.7	(1 021)	11	(84)	2
Cash provided/(utilised) by financing activities		2 106	(375)	176	(50)
Net proceeds of ordinary shares issued		660		55	
Net increase in subordinated debt instruments		2 248	86	188	11
Dividends paid	19.8	(802)	(461)	(67)	(61)
Effects of exchange rate changes on cash and cash equivalents (excluding foreign borrowings)		473	238	39	32
Net cash (utilised)/generated		(4 198)	4 429	(349)	586
Cash and short-term funds at beginning of year		11 070	6 641	919	880
At end of year	3	6 872	11 070	570	1 466

Notes to the annual financial statements

for the year ended 31 December

1. ACCOUNTING POLICIES

The consolidated financial statements are prepared in accordance with, and comply with, South African Statements of Generally Accepted Accounting Practice. The financial statements are prepared on the historical-cost basis, except for certain investments that are carried at fair values. The accounting policies adopted and applied are set out below and are in all material respects consistent with those of the previous year, unless otherwise indicated.

1.1 Consolidated financial statements

The group financial statements incorporate the assets, liabilities and results of the company, its subsidiaries, joint ventures and associate companies. Subsidiary companies are companies in which the group can exercise control at either equity or board level. The results of subsidiaries, joint ventures and associate companies are dealt with from the effective dates of acquisition until the effective dates of disposal.

1.2 Investments in joint ventures

Joint ventures are those enterprises over which the group exercises joint control in terms of a contractual agreement, except those entered into in the course of lending-related activities. Joint ventures are proportionately consolidated, whereby the group's share of the joint ventures' assets, liabilities, income and expenses is combined with similar items, on a line-by-line basis, in the group's financial statements.

1.3 Associate companies

Associate companies are those companies in which the group holds between 20% and 50% equity interest and exercises significant influence over their financial and operating policies. The share of associated retained earnings and reserves is determined from the associates' latest audited financial statements or the latest unaudited financial results. No significant changes occurred between these dates and the group's year-end.

1.4 Securities and other investments

Securities having a fixed redemption value are stated at cost, adjusted for the difference between cost and redemption value, which are brought to account over the period to redemption date. No provision is made for any shortfall between the market value of securities held for investment purposes and the carrying value, as determined above, where it is intended they be held to redemption. Securities held for trading purposes are stated at market value. Other investments are stated at cost and provision is made where, in the opinion of the directors, there has been a permanent diminution in value.

1.5 Derivative instruments

Trading positions on financial futures, option contracts and forward rate agreements are marked to market value and the resultant profits and losses are accounted for in the income statement in the year in which they arise. Profits and losses on contracts entered into for the purpose of hedging are recognised in the income statement on the same basis and over the same accounting period as those of the hedged items to which they relate.

1.6 Repurchase and resale agreements

Where securities are sold under an agreement to repurchase those securities at a future date, the securities are recorded in the annual financial statements with the corresponding liability to repurchase those securities. Securities subject to repurchase agreements are valued in terms of the accounting policy set out in note 1.4.

Securities purchased under an agreement to resell those securities at a future date are treated as secured loans and reflected on the balance sheet. Profits and losses arising from the transaction are accounted for over the period of the contracts.

1.7 Instalment transactions

Instalment credit agreements are regarded as financing transactions and total instalments, less unearned finance charges, are included in advances and other accounts.

Lease income and finance charges are precomputed at the commencement of the contractual periods and are recognised in income in proportion to the capital balances outstanding. Unearned lease income and finance charges are carried forward as deferred income and deducted from advances.

1.8 Discounting transactions

Acceptances, promissory notes and other bills drawn by clients and discounted by banking subsidiaries are included under advances. Amounts rediscounted are included under the contra items for acceptances.

1.9 Properties in possession

Unsold properties in possession are included under advances and valued at the lower of cost and net realisable value. Cost includes the outstanding balance on repossession, which may or may not include capitalised interest incurred by the client, together with other charges relating to the repossession.

1.10 Specific and general provisions

Specific provisions for bad and doubtful debts are made against identified doubtful advances, including amounts in respect of interest that is not serviced, and are deducted from advances.

In addition, a general provision is maintained against significant unforeseen losses and, in particular, on advances not specifically identified as doubtful, and is deducted from advances. The provisions, both specific and general, made during the year, less recoveries of advances previously written off, are charged to the income statement.

1.11 Provisions

Provisions are recognised when the group has a present legal or constructive obligation as a result of past events, for which it is probable that an outflow of economic benefits will occur, and where a reliable estimate can be made of the amount of the obligation. Where the effect of discounting is material, provisions are discounted and the discount rate used is a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

A provision for onerous contracts is recognised when the expected benefits to be derived by the group from a contract are lower than the unavoidable cost of meeting the obligations under the contract.

1.12 Fixed assets and depreciation

1.12.1 Fixed property and equipment

Freehold land and buildings are considered to be investment properties and are not depreciated. Other equipment and fixed assets are stated at cost and are depreciated on a straight-line basis at rates appropriate to their estimated useful lives.

1.12.2 Intangible assets

Computer software and development costs are stated at cost and are depreciated on a straight-line basis at rates appropriate to their estimated useful lives not exceeding seven years. The carrying value of each intangible asset is assessed annually and revisions are made where it is considered necessary.

1.13 Impairment of assets

The carrying amounts of the group's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment, in which case their recoverable amounts are estimated.

An impairment loss is recognised in the income statement whenever the carrying amount of an asset exceeds its recoverable amount. A previously recognised impairment loss will be reversed if the recoverable amount increases as a result of a change in the estimates used previously to determine the recoverable amount, but not to an amount higher than the carrying amount that would have been determined had no impairment loss been recognised. For goodwill a recognised impairment loss is not reversed.

The recoverable amount is the higher of its net realisable value and its value in use. Net realisable value is determined by ascertaining the current market value of an asset and deducting any costs related to the realisation of the asset. In assessing value-in-use, the expected future cash flows from the asset are discounted to their present value using a pretax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset whose cash flows are largely dependent on those of other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

1.14 Goodwill

Goodwill arises as a result of the excess of the cost of an acquisition over the group's interest in the fair value of the identifiable assets and liabilities of subsidiaries and associates acquired. Goodwill is carried at cost less accumulated amortisation and is amortised on a straight-line basis over its estimated useful life. Any gain or loss on the disposal of an interest in an entity includes the unamortised balance of goodwill relating to the disposal of that interest.

Notes to the annual financial statements continued

for the year ended 31 December

1.15 Taxation

Current taxation comprises taxation payable calculated on the basis of the expected taxable income for the year, using the tax rates enacted at the balance sheet date, and any adjustment of taxation payable for previous years.

Deferred taxation is provided using the balance sheet liability method, based on temporary differences. Temporary differences are differences between the carrying amounts of assets and liabilities for financial reporting purposes and their tax base. The amount of deferred taxation provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities using tax rates enacted at the balance sheet date. Deferred taxation is charged to the income statement except to the extent that it relates to a transaction that is recognised directly in equity, or a business combination that is an acquisition. The effect on deferred taxation of any changes in tax rates is recognised in the income statement, except to the extent that it relates to items previously charged or credited directly to equity.

A deferred-tax asset is recognised to the extent that it is probable that future taxable income will be available, against which the unutilised tax losses and deductible temporary differences can be used. Deferred-tax assets are reduced to the extent that it is no longer probable that the related tax benefits will be realised.

1.16 Foreign currency transactions

Transactions in foreign currencies are recorded at the rate of exchange ruling at the transaction date. Assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the balance sheet date or at the relevant rates at which forward exchange contracts were concluded. Gains and losses arising on translation are credited to or charged against income. Foreign exchange trading positions, including spot and forward exchange contracts, are valued at current market rates taking maturity profiles into account, and resultant profits or losses are accounted for in the income statement.

1.17 Foreign operation financial statements

Foreign entity financial statements are translated into the reporting currency as follows: assets and liabilities are translated at rates of exchange ruling at year-end and income, expenditure and cash flow items are translated at the weighted average exchange rates for the period. Exchange differences arising from the translation of a foreign entity are taken directly to a foreign currency translation reserve. Integrated foreign operation financial statements are translated into the reporting currency as follows: transactions and resulting non-monetary items are translated at the exchange rate ruling at the transaction date. Income statement items are translated at the appropriate weighted average exchange rates for the year and monetary assets and liabilities are translated at rates of exchange ruling at year-end. Translation gains and losses arising from the translation of integrated foreign operations are taken to income for the year.

1.18 Borrowing costs

Borrowing costs that are directly attributable to qualifying assets are capitalised. Qualifying assets are those that necessarily take a substantial period to prepare for their intended use or sale. Capitalisation of borrowing costs continues up to the date that the assets are commissioned for use. All other borrowing costs are expensed in the period in which they are incurred.

1.19 Employee benefits

Defined-contribution plans

Obligations for contributions to defined-contribution pension plans are recognised as an expense in the income statement as incurred.

Defined-benefit plan

The group's net obligation in respect of the defined-benefit pension plan is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods. That benefit is discounted to determine the present value, and the fair value of any plan asset is deducted. The discount rate is the yield at balance sheet date on government bonds that have maturity dates approximating the terms of the group's obligations. The calculation is performed by a qualified actuary using the projected-unit credit method.

When the benefits of a plan are improved, the portion of the increased benefit relating to past service by employees is recognised as an expense in the income statement on a straight-line basis over the average period until the benefits become vested. To the extent that the benefits vest immediately, the expense is recognised immediately in the income statement.

In calculating the group's obligation in respect of a plan, to the extent that any cumulative unrecognised actuarial gain or loss exceeds 10% of the greater of the present value of the defined-benefit obligation and the fair value of plan assets, that portion is recognised in the income statement over the expected average remaining working lives of the employees participating in the plan. Otherwise, the actuarial gain or loss is not recognised.

Where the calculation results in a benefit to the group, the recognised asset is limited to the net total of any unrecognised actuarial losses and past-service costs and the present value of any future refunds from the plan or reduction in future contributions to the plan.

1.20 Post-retirement medical benefits

The group makes provision for post-retirement medical benefits in the form of medical aid schemes for eligible employees and pensioners. The provision made principally represents the annual funding, determined on actuarial advice, to provide for future obligations in respect of post-retirement medical aid benefits.

1.21 Managed funds and trust activities

Certain companies in the group operate unit trusts, hold and invest funds on behalf of clients and act as trustees in a number of fiduciary capacities. Assets and liabilities representing such activities are not reflected on the balance sheet, as these relate directly to clients. Income from these activities is brought to account over the period to which the service relates.

1.22 Turnover

The group's turnover relates mainly to its banking activities and comprises net interest income and non-interest revenue. Net interest income comprises interest income and expenditure relating to the effective interest rates applied to lending-related assets and liabilities. Interest income includes interest earned on lending-related investments. The accrual of interest on lending-related assets is suspended when its recovery is considered to be doubtful. Net interest income includes income in respect of government grants received as compensation for subsidised interest on advances to exporters in line with the conditions set out in the South African export credit support agreement. Non-interest revenue includes dividends from investments, fees and commissions from banking and related transactions, net income from exchange and securities dealing and net gains on the sale of investment banking assets. Non-banking activities include property development and computer-related services, and the net income derived from these activities is included in non-interest revenue.

1.23 Comparative figures

Comparative figures are restated, where necessary, to afford a proper comparison.

2. RELATED-PARTY INFORMATION

2.1 Parent company

The holding company of Nedcor Bank Limited is Nedcor Limited, which holds 100% of the company's ordinary shares. The ultimate holding company is Old Mutual plc, incorporated in the United Kingdom.

2.2 Identity of related parties with whom material transactions have occurred

Associates of the group are identified on page 32. All of these entities, Nedcor Limited and its subsidiaries and Old Mutual plc are related parties. There are no other related parties with whom material transactions have taken place.

2.3 Material related-party transactions

Nedcor Bank Limited and its subsidiaries, in the ordinary course of business, enter into various financial services transactions with associates and other entities within the greater Nedcor and Old Mutual group. These transactions are governed by terms no less favourable than those arranged with third parties.

- Dividends received from related parties (see notes 8.3)
- Dividends paid to holding company – R802 million (2000: R461 million)

2.4 Director and director-related entities

There are no material contracts with directors other than regarding the directors' emoluments (see note 17.4).

Notes to the annual financial statements continued

for the year ended 31 December

	2001 Rm	2000 Rm	2001 \$m	2000 \$m
3. CASH AND SHORT-TERM FUNDS				
Coin and banknotes	3 141	1 599	261	212
Money at call and short notice	1 304	2 637	108	349
Balance with central banks	2 427	6 834	201	905
	6 872	11 070	570	1 466
4. OTHER SHORT-TERM SECURITIES				
4.1 Analysis				
Negotiable certificates of deposit	5 085	1 006	422	133
Treasury bills	2 956	3 451	245	457
Other	828	438	69	58
	8 869	4 895	736	648
4.2 Book value				
Investment portfolio	8 744	4 689	726	621
Trading portfolio	125	206	10	27
	8 869	4 895	736	648
4.3 Market valuation				
Investment portfolio	8 931	4 696	741	622
Trading portfolio	125	206	10	27
	9 056	4 902	751	649
5. GOVERNMENT AND PUBLIC SECTOR SECURITIES				
5.1 Book value				
Government and government-guaranteed securities	8 195	4 162	680	551
Other dated securities	401	1	33	
	8 596	4 163	713	551
5.2 Maturity structure				
Maturing within one year	1 108	237	92	31
Maturing after one year but within three years	1 517	2 740	126	363
Maturing after three years	5 971	1 186	495	157
	8 596	4 163	713	551
5.3 Book value				
Investment portfolio	8 550	4 163	709	551
Trading portfolio	46		4	
	8 596	4 163	713	551
5.4 Valuation				
Listed securities				
– Book value	7 669	3 784	636	501
– Market value	7 736	3 843	642	509
Unlisted securities				
– Book value	927	379	77	50
– Directors' valuation	927	379	77	50
Total market/directors' valuation	8 663	4 116	719	545
Total redemption value	8 596	4 222	713	559
5.5 Repurchase commitments				
Securities sold subject to repurchase commitments	783	292	65	39

	2001 Rm	2000 Rm	2001 \$m	2000 \$m
6. ADVANCES AND OTHER ACCOUNTS				
6.1 Category analysis				
Homeloans	36 330	33 474	3 015	4 434
Other loans and overdrafts	75 909	55 016	6 300	7 286
Leases and instalment debtors	19 591	14 650	1 626	1 940
<i>Less: Unearned finance charges on lease and instalment debtors</i>	<i>(3 019)</i>	<i>(2 974)</i>	<i>(251)</i>	<i>(394)</i>
Preference shares and debentures	2 471	1 691	205	224
Factoring accounts	357	345	30	46
Trade, other bills and bankers' acceptances	913	549	76	73
Remittances in transit	77	125	6	16
Deferred-tax asset (note 14.5)	2	74		10
Taxation	151	97	13	13
Sundry debtors and accrued interest	3 035	2 438	252	323
	135 817	105 485	11 272	13 971
Provision (note 7)	4 825	3 778	400	500
	130 992	101 707	10 872	13 471
6.2 Sectoral analysis				
Individuals	58 125	44 025	4 824	5 831
Homeloans	36 330	33 474	3 015	4 434
Credit cards	3 987	3 858	331	511
Other	17 808	6 693	1 478	886
Manufacturing	10 401	14 911	863	1 975
Wholesale and trade	4 133	3 325	343	440
Retailers, catering and accommodation	1 418	1 018	118	135
Agriculture, forestry and fishing	561	772	47	102
Mining and quarrying	2 723	1 615	226	214
Banks	12 770	7 440	1 060	985
Financial services, insurance and real estate	14 478	10 139	1 202	1 343
Government and public sector	1 042	2 471	86	327
Building and property development	4 569	3 329	379	441
Transport, storage and communication	4 681	1 945	388	258
Other services	20 916	14 495	1 736	1 920
	135 817	105 485	11 272	13 971
6.3 Maturity structure				
Repayable on demand or at short notice	40 227	28 459	3 339	3 769
Three months or less but not repayable on demand or at short notice	12 706	12 368	1 054	1 638
One year or less but over three months	9 273	7 658	770	1 014
Five years or less but over one year	34 423	47 850	2 857	6 338
Over five years	39 188	9 150	3 252	1 212
	135 817	105 485	11 272	13 971
6.4 Geographical analysis				
South Africa	117 892	99 987	9 785	13 243
Other African countries	2 951	1 190	245	158
Europe	12 524	2 673	1 039	354
Asia	1 378	1 160	114	154
USA	387	34	32	4
Other	685	441	57	58
	135 817	105 485	11 272	13 971

Notes to the annual financial statements continued

for the year ended 31 December

	Outstanding balance	2001 Rm Security	Provision raised	Outstanding balance	2000 Rm Security	Provision raised
6.5 Non-performing advances						
<i>Sectoral analysis</i>						
Individuals	1 530	684	846	1 860	750	1 110
Homeloans	584	331	253	712	364	348
Credit cards	455	155	300	454	149	305
Other	491	198	293	694	237	457
Manufacturing	374	269	105	341	197	144
Wholesale and trade	947	618	329	280	176	104
Retailers, catering and accommodation	202	134	68	100	51	49
Agriculture, forestry and fishing	60	48	12	43	32	11
Mining and quarrying	37	20	17	15	8	7
Banks	8	7	1			
Financial services, insurance and real estate	892	606	286	559	319	240
Government and public sector	10	4	6	39	11	28
Building and property development	885	294	591	692	272	420
Transport, storage and communication	284	178	106	213	168	45
Other services	1 453	497	956	1 201	458	743
	6 682	3 359	3 323	5 343	2 442	2 901

	Outstanding balance	2001 \$m Security	Provision raised	Outstanding balance	2000 \$m Security	Provision raised
<i>Sectoral analysis</i>						
Individuals	127	57	70	246	99	147
Homeloans	48	27	21	94	48	46
Credit cards	38	13	25	60	20	40
Other	41	17	24	92	31	61
Manufacturing	31	22	9	45	26	19
Wholesale and trade	78	51	27	37	23	14
Retailers, catering and accommodation	17	11	6	13	7	6
Agriculture, forestry and fishing	5	4	1	6	4	2
Mining and quarrying	3	2	1	2	2	
Banks	1	1				
Financial services, insurance and real estate	74	50	24	74	42	32
Government and public sector	1		1	5	1	4
Building and property development	73	24	49	92	36	56
Transport, storage and communication	24	15	9	28	22	6
Other services	121	42	79	159	61	98
	555	279	276	707	323	384

	2001 Rm	2000 Rm	2001 \$m	2000 \$m
7. PROVISIONS				
7.1 Analysis of provisions				
Specific provision for bad and doubtful debts	3 323	2 901	275	384
General provision	1 502	877	125	116
Provisions at end of year (note 6.1)	4 825	3 778	400	500
Insurance policy cover available		284		38
Provisions available	4 825	4 062	400	538
7.2 Specific provision for bad and doubtful debts				
Balance at beginning of year	2 901	1 612	384	262
Income statement charge (note 7.4)	724	836	60	111
Debts written off	(1 364)	(693)	(113)	(92)
Transfer from interest reserve	128	157	11	21
Debts recovered	270	75	22	10
Acquisition of subsidiary	664	914	55	121
Foreign exchange movement			(143)	(49)
Provision at end of year	3 323	2 901	276	384
7.3 General provision				
Balance at beginning of year	877	944	116	154
Income statement charge/(release) (note 7.4)	154	(95)	13	(13)
Income statement charge – exceptional (note 7.4)	400		33	
Acquisition of subsidiary	47	23	4	3
Other transfers	24	5	2	1
Foreign exchange movement			(43)	(29)
Provision at end of year	1 502	877	125	116
7.4 Specific and general provisions – income statement charge				
Specific provision for bad and doubtful debts (note 7.2)	724	836	60	111
General provision (note 7.3)	154	(95)	13	(13)
Exceptional general risk provision (note 7.3)	400		33	
Credit insurance premium	104	100	9	13
Income statement charge for the year	1 382	841	115	111
7.5 Ratio of provisions to advances				
Provisions available at end of year (note 7.1)	4 825	4 062	400	538
Total advances and other accounts	135 817	105 485	11 272	13 971
Ratio (%)	3,6	3,9	3,6	3,9
8. ASSOCIATE AND OTHER INVESTMENTS				
8.1 Book value				
Associate investments	1 806	1 374	150	182
Listed	773	494	64	65
Unlisted	1 033	880	86	117
Other investments	2 400	6 355	199	842
Listed	1 523	5 694	126	754
Unlisted	877	661	73	88
	4 206	7 729	349	1 024

Notes to the annual financial statements continued

for the year ended 31 December

	2001 Rm	2000 Rm	2001 \$m	2000 \$m
8.2 Valuation				
Associate investments	1 655	1 718	137	228
Listed at market value	582	473	48	63
Unlisted at directors' valuation	1 073	1 245	89	165
Other investments	2 404	6 398	200	847
Listed at market value	1 527	5 737	127	760
Unlisted at directors' valuation	877	661	73	87
	4 059	8 116	337	1 075
8.3 Analysis of associate investments				
Book value at beginning of year	1 374	812	182	132
– Share of current-year retained income	163	223	14	30
– Dividends received	(58)	(55)	(5)	(7)
– Goodwill amortised	(226)	(185)	(19)	(25)
– Net additions	159	435	13	58
– Foreign exchange	394	144	(35)	(6)
	1 806	1 374	150	182
8.4 Net interest in associated companies				
Associate investments – on acquisition				
Listed: Net asset value	244	240	20	32
Goodwill	184	126	15	17
Unlisted: Net asset value	411	223	34	29
Goodwill	728	692	60	92
Share of distributable reserves since acquisition	799	359	67	47
Goodwill amortised/written off	(560)	(266)	(46)	(35)
	1 806	1 374	150	182
8.5 Analysis of other investments				
Book value at beginning of year	6 355	868	842	141
– Writedown of investment	(3 758)		(312)	
– Net (disposal)/additions	(197)	5 487	(16)	727
– Foreign exchange			(315)	(26)
	2 400	6 355	199	842

Information relating to associate and other investments appears on pages 32 to 34.

	2001 Rm		Book value	2000 Rm		Book value
	Cost or valuation	Accumulated depreciation/ amortisation		Cost or valuation	Accumulated depreciation/ amortisation	
9. FIXED AND INTANGIBLE ASSETS						
9.1 Fixed property						
Freehold land and buildings	1 447	47	1 400	1 219	67	1 152
Leasehold premises	100	77	23	83	60	23
Writedown of fixed property				(25)		(25)
	1 547	124	1 423	1 277	127	1 150
US dollar (millions)						
Freehold land and buildings	120	4	116	162	9	153
Leasehold premises	8	6	2	11	8	3
Writedown of fixed property				(3)		(3)
	128	10	118	170	17	153

Registers giving details required by the Companies Act, 1973, are available for inspection at the registered office of the companies concerned.

Freehold land and buildings in the group, which are considered to be long-term investments, with a book value of R1 400 million were valued by independent valuers at R1 433 million as at 31 December 2001.

During 2000 R106 million before taxation was written off properties and leasehold premises to recognise the permanent diminution of value resulting mainly from the reconfiguration of the retail branch network (see note 14.1 – provision for onerous contracts).

Borrowing costs that are directly attributable to qualifying assets are capitalised. Capitalised borrowing costs incurred during the year are calculated at the group's average funding cost and are included in the fixed-asset categories above.

	Expected date for commissioning of asset	Capitalised interest 2001 Rm	2000 Rm	Accumulated capitalised interest Rm
Fixed property: new head office	2003 – 2004	43	60	170
: foreshore development	2002 – 2003	1		1
Software development costs	2002 – 2003	52	17	69

Notes to the annual financial statements continued

for the year ended 31 December

	2001 Rm		Book value	2000 Rm		Book value
	Cost or valuation	Accumulated depreciation/ amortisation		Cost or valuation	Accumulated depreciation/ amortisation	
9.2 Equipment						
Computer equipment	1 047	751	296	1 001	700	301
Furniture and other equipment	808	465	343	728	425	303
Vehicles	20	8	12	11	5	6
	1 875	1 224	651	1 740	1 130	610
US dollar (millions)						
Computer equipment	87	62	25	133	93	40
Furniture and other equipment	67	39	28	96	56	40
Vehicles	2	1	1	2	1	1
	156	102	54	231	150	81
The aggregate amount of leasehold equipment held by the group is included in the above.						
9.3 Intangible assets						
Computer software	605	247	358	388	183	205
Computer development costs	805		805	472		472
	1 410	247	1 163	860	183	677
US dollar (millions)						
Computer software	50	20	30	51	24	27
Computer development costs	67		67	63		63
	117	20	97	114	24	90
9.4 Goodwill	1 312	47	1 265			
US dollar (millions)						
Goodwill	109	4	105			

For purposes of calculating depreciation the useful lives of fixed assets are considered to be three to five years for computer and other equipment, two to seven years for computer software and development costs, three to six years for vehicles, four to ten years for furniture and other equipment and ten to twenty years for improvements to fixed property.

Goodwill on acquisitions of subsidiary companies is capitalised in accordance with South African Statements of Generally Accepted Accounting Practice (SA GAAP) and amortised over the estimated useful life, which is considered to be seven to twenty years.

During the 2000 year computer development costs were capitalised in line with SA GAAP and the estimated useful life for depreciating (a) computer equipment was changed from a maximum of five years to three years, and (b) computer software was changed from three years to a maximum of seven years. The net effect of these changes was not considered material.

	December 2000 Rm Book value	Additions/ capitalisation	Disposals Proceeds	Profit/(loss)	Depreciation/ amortisation	December 2001 Rm Book value
10. MOVEMENTS IN FIXED AND INTANGIBLE ASSETS						
Freehold land and buildings	1 127	316	(26)	(11)	(6)	1 400
Leasehold premises	23	5			(5)	23
Fixed property (note 9.1)	1 150	321	(26)	(11)	(11)	1 423
Computer equipment	301	194	4	(20)	(183)	296
Furniture and other equipment	303	139	(1)	(6)	(92)	343
Vehicles	6	10	(1)		(3)	12
Equipment (note 9.2)	610	343	2	(26)	(278)	651
Computer software	205	245	(7)		(85)	358
Computer development costs	472	333				805
Intangible assets (note 9.3)	677	578	(7)		(85)	1 163
Goodwill (note 9.4)		1 312			(47)	1 265
Total 2001	2 437	2 554	(31)	(37)	(421)	4 502
Total 2000	1 716	1 213	(20)	(14)	(433)	2 437
US dollar (millions)						
Freehold land and buildings	148	(29)	(1)	(1)		116
Leasehold premises	4	(2)				2
Fixed property (note 9.1)	152	(31)	(1)	(1)		118
Computer equipment	39	3		(2)	(15)	25
Furniture and other equipment	40	(4)			(8)	28
Vehicles	2	(1)				1
Equipment (note 9.2)	81	(2)		(2)	(23)	54
Computer software	27	11	(1)		(7)	30
Computer development costs	63	4				67
Intangible assets (note 9.3)	90	15	(1)		(7)	97
Goodwill (note 9.4)		109			(4)	105
Total 2001	323	91	(2)	(3)	(34)	374
Total 2000	279	108	(1)	(2)	(58)	323

Notes to the annual financial statements continued

for the year ended 31 December

	2001 Rm	2000 Rm	2001 \$m	2000 \$m
11. SHARE CAPITAL				
11.1 Issued				
21 518 000 (2000: 21 518 000) fully paid ordinary shares of R1 each	22	22	2	3
11.2 Authorised				
30 000 000 (2000: 30 000 000) ordinary shares of R1 each	30	30	2	4
11.3 Subject to the restrictions imposed by the Companies Act, 1973, the unissued shares are under the control of the directors until the forthcoming annual general meeting.				
12. MINORITY SHAREHOLDERS' INTEREST				
Balance at beginning of year	14	12	2	2
Current-year income attributable to minorities	45	2	4	
Acquisition of subsidiaries	327		27	
Share of other movements	(1)			
Foreign exchange			(1)	
Balance at end of year	385	14	32	2
13. SUBORDINATED DEBT INSTRUMENTS				
Subordinated debt instruments issued:				
R80 million repayable on 15 May 2001		80		11
R80 million repayable on 15 May 2002	80	78	7	10
R850 million repayable on 12 March 2002	850		71	
R140 million repayable on 15 May 2003	137	134	11	18
US\$40 million repayable on 17 April 2008	482	302	40	40
US\$18 million repayable on 31 August 2009	217	136	18	18
R2 billion repayable on 20 September 2011	2 062		171	
	3 828	730	318	97
The instruments repayable between 15 May 2002 and 2003 bear interest at the rate of 14% per annum on the nominal value and are guaranteed by Nedcor Limited. The subordinated compulsory convertible debentures repayable on 12 March 2002 bear interest at 16% per annum. The instruments repayable in US dollars on 17 April 2008 and 31 August 2009 bear interest at the six-month Libor rate and at 1,5 basis points below the six-month Libor rate respectively on the nominal value of the instrument. The subordinated callable notes repayable on 20 September 2011 bear interest at 11,3% per annum. Couponholders are entitled, in the event of interest default, to put the coupon covering such interest payment to Nedcor Limited.				
14. DEPOSIT, CURRENT AND OTHER ACCOUNTS				
14.1 Analysis				
Current accounts	20 803	18 576	1 726	2 460
Savings deposits	6 986	3 563	580	472
Other deposits and loan accounts	74 409	61 896	6 176	8 198
Foreign currency liabilities	26 910	21 589	2 233	2 860
Negotiable certificates of deposit	12 312	8 477	1 022	1 123
Liabilities in respect of repurchase agreements	1 151	346	96	46
Taxation	65	18	5	3
Deferred-tax liability (note 14.5)	1 454	1 059	120	140
Provision for onerous contracts	63	81	5	11
Provision for leave pay	219	194	18	26
Creditors and other accounts	4 023	3 242	334	428
	148 395	119 041	12 315	15 767

Foreign currency liabilities, including the US dollar subordinated debt instruments, are either matched by advances to clients or covered against exchange rate fluctuations. Liabilities in respect of repurchase agreements are secured by pledge of the assets sold.

	2001 Rm	2000 Rm	2001 \$m	2000 \$m
14.2 Sectoral analysis				
Banks	25 095	11 322	2 083	1 500
Government and public sector	6 123	5 395	508	715
Individuals	48 926	36 389	4 060	4 820
Business sector	68 251	65 935	5 664	8 732
	148 395	119 041	12 315	15 767
14.3 Maturity structure				
Repayable on demand	76 299	58 277	6 331	7 718
Three months or less but not repayable on demand	43 002	33 316	3 569	4 413
One year or less but over three months	20 696	22 047	1 718	2 920
Five years or less but over one year	6 999	4 823	581	639
Over five years	1 399	578	116	77
	148 395	119 041	12 315	15 767
14.4 Geographical analysis				
South Africa	116 599	105 100	9 676	13 921
Other African countries	3 273	1 879	272	249
Europe	21 901	7 682	1 818	1 017
Asia	2 108	1 967	175	261
USA	1 833	1 128	152	149
Other	2 681	1 285	222	170
	148 395	119 041	12 315	15 767
14.5 Deferred taxation				
Balance at beginning of year	985	734	130	122
Deferred-tax liability	1 059	786	140	128
Adjustment for change in accounting policy		(49)		(6)
Deferred-tax asset	(74)	(3)	(10)	
Current-year temporary differences	473	341	39	45
Client credit agreements	395	270	33	36
General provision	(70)	20	(6)	3
Income and expenditure accruals	(107)	(67)	(9)	(9)
Taxation losses	71	47	6	6
Other	184	71	15	9
Acquisition of subsidiary		(118)		(16)
Other movements	(6)	28	(1)	4
Foreign exchange movement			(48)	(25)
Balance at end of year	1 452	985	120	130
Deferred-tax liability (note 14.1)	1 454	1 059	120	140
Deferred-tax asset (note 6.1)	(2)	(74)		(10)
14.6 Analysis of deferred taxation				
Client credit agreements	2 043	1 648	169	218
General provision	(331)	(263)	(27)	(35)
Income and expenditure accruals	(422)	(315)	(35)	(42)
Taxation losses		(71)		(9)
Other	162	(14)	13	(2)
	1 452	985	120	130

Notes to the annual financial statements continued

for the year ended 31 December

	2001 Rm	2000 Rm	2001 \$m	2000 \$m
15. CONTINGENT LIABILITIES				
Confirmed letters of credit and discounting transactions	2 303	937	191	124
Liabilities under guarantees	8 134	6 392	675	847
Unutilised facilities and other	5 545	4 995	460	661
	15 982	12 324	1 326	1 632

16. COMMITMENTS

16.1 Capital expenditure approved by directors

	2001 Rm	2000 Rm	2001 \$m	2000 \$m
Contracted	576	575	48	76
Not yet contracted	443	358	37	47
	1 019	933	85	123

Funds to meet capital expenditure commitments will be provided from group resources.

In addition, capital expenditure is incurred in the normal course of business throughout the year.

16.2 Operating lease commitments

Companies in the group have entered into leases over fixed property, furniture and other equipment for varying periods. The charges will increase in future in line with negotiated escalations and expansions.

	2006 and thereafter Rm	2005 Rm	2004 Rm	2003 Rm	2002 Rm	2001 Rm	2000 Rm
Land and buildings	635	272	248	228	214	197	105
Furniture and other equipment	319	143	133	123	115	173	77
	954	415	381	351	329	370	182

	2001 Rm	2000 Rm	2001 \$m	2000 \$m

17. INCOME AND EXPENSES

17.1 Non-interest revenue

	2001 Rm	2000 Rm	2001 \$m	2000 \$m
Commission and fees	2 660	2 192	221	289
Securities trading	219	210	18	28
Exchange trading	468	398	39	53
Translation gains	655	375	54	50
Translation gains – exceptional	441		36	
Surplus on sale of investment banking assets	215	51	18	7
Other income	210	135	18	18
Dividends from other investments	1	1		
	4 869	3 362	404	445

Notes to the annual financial statements continued

for the year ended 31 December

	2001 Rm	2000 Rm	2001 \$m	2000 \$m
18. TAXATION				
18.1 Charge for the year				
<i>Taxation on income</i>				
South African normal taxation – current	33	3	2	1
– deferred	383	395	32	52
Secondary tax on companies (STC)	68	22	6	3
Foreign taxation	30	16	2	2
Current and deferred taxation on income	514	436	42	58
Prior-year overprovision – deferred	(87)	(30)	(7)	(4)
Total taxation on income	427	406	35	54
<i>Transaction and other taxation</i>				
Regional Services Council levies	27	24	2	3
Value-added tax charge in respect of current expenditure net of input credits	115	104	10	14
Stamp duty	25	17	2	2
Total transaction and other taxation	167	145	14	19
Total taxation, excluding exceptional capital items	594	551	49	73
18.2 Taxation – exceptional capital items				
Provision for onerous contracts		(24)		(3)
Foreign exchange gains	171		14	
Total taxation – exceptional capital items	171	(24)	14	(3)
18.3 Total taxation, including exceptional capital items	765	527	63	70
			2001 %	2000 %
18.4 Tax rate reconciliation (excluding exceptional items)				
<i>Standard rate of SA normal taxation</i>			30	30
The standard rate has been affected by:				
Dividend income			(3)	(3)
Other permanent differences			(11)	(9)
Differences in foreign tax rates and SA tax rate			(2)	(2)
Non-taxable investment income and translation gains			(7)	(5)
Other			(2)	(2)
Current and deferred taxation on income as a percentage of income before taxation and exceptional items			16	18
Total taxation as a percentage of income before taxation (excluding all exceptional items)			18	21
18.5 Future tax relief				
The group has estimated tax losses of R649 million (2000: R643 million) that can be set off against future taxable income, of which nil (2000: R237 million) has been applied to reduce the deferred-taxation balance. The group has no accumulated STC credits at the year-end (2000: nil).				

	2001 Rm	2000 Rm	2001 \$m	2000 \$m
19. CASH FLOW INFORMATION				
19.1 Cash receipts from clients				
Interest income and dividends from finance facilities	13 920	12 232	1 156	1 620
Commission and fees	2 664	2 192	221	290
Other income	1 989	1 132	165	150
	18 573	15 556	1 542	2 060
19.2 Cash payments to clients, staff and suppliers				
Interest expense	9 229	8 054	766	1 067
Staff costs	2 588	2 016	215	267
Other payments	1 854	1 756	154	232
	13 671	11 826	1 135	1 566
19.3 Increase in operating assets				
Other short-term securities	3 791	(1 761)	315	(233)
Government and public sector securities	4 421	1 444	367	191
Advances and other accounts	18 288	9 026	1 517	1 194
	26 500	8 709	2 199	1 152
19.4 Increase in operating liabilities				
Current and savings accounts	5 645	1 966	468	260
Other deposit, loan and foreign currency liabilities	6 561	9 578	545	1 269
Negotiable certificates of deposit	3 486	839	289	111
Liabilities in respect of repurchase agreements	805	269	67	36
Creditors and other liabilities	634	375	53	50
	17 131	13 027	1 422	1 726
19.5 Taxation paid				
Amounts prepaid at beginning of year	79	20	7	3
Income statement charge	(298)	(185)	(25)	(25)
Other movements	(25)	61	(2)	8
Acquisition of subsidiary	(17)		(1)	
Portion of taxation on fixed assets acquired to be depreciated in future years	(18)	(21)	(2)	(3)
Amounts prepaid at end of year	(86)	(79)	(7)	(10)
	(365)	(204)	(30)	(27)
19.6 Cash inflow from operating activities – reconciliation				
Net income before taxation	(246)	5 824	(22)	771
<i>Add:</i> depreciation (note 10)	374	433	30	58
loss on sale of fixed assets (note 10)	37	14	3	2
provision for bad and doubtful debts (notes 7.2 and 7.4)	1 652	916	137	121
goodwill amortised (notes 8.3 and 10)	273	185	23	25
writedown of property and leasehold premises (note 9.1)		106		14
<i>Less:</i> net capital profit/(loss) on sale of long-term investments	3 298	(3 621)	276	(480)
surplus on sale of investment banking assets (note 17.1)	(215)	(51)	(18)	(7)
	5 173	3 806	429	504

Notes to the annual financial statements continued

for the year ended 31 December

	2001 Rm	2000 Rm	2001 \$m	2000 \$m
19.7 Acquisition of subsidiaries				
Operating assets	(12 789)	(5 288)	(1 061)	(700)
Cash and cash equivalents	(161)	(11)	(13)	(2)
Other investments	(67)	(99)	(6)	(13)
Fixed assets	(24)	(48)	(2)	(6)
Intangible assets	(1 327)		(110)	
Subordinated debt	850		71	
Operating liabilities	12 336	5 446	1 024	721
Consideration paid	(1 182)		(97)	
Less: cash and cash equivalent acquired	161	11	13	2
Net cash (outflow)/inflow	(1 021)	11	(84)	2
19.8 Dividends paid				
Amounts unpaid at beginning of year				
Income statement charge	(802)	(461)	(67)	(61)
Amounts unpaid at end of year				
	(802)	(461)	(67)	(61)
20. MANAGED FUNDS				
Portfolio management	3 446		286	
Trusts and estates	11 212		930	
Unit trusts	628	624	52	83
	15 286	624	1 268	83

The group, through a number of subsidiaries, operates unit trusts, holds and invests funds on behalf of clients and acts as trustee in a number of fiduciary capacities. In addition, companies in the group operate securities and custodial services on behalf of clients.

21. RETIREMENT BENEFIT INFORMATION

The group has a number of funds providing either defined benefits or accumulated benefits (defined contribution) for employees and their dependants on retirement or death. All eligible employees and former employees are members of trustee-administered or underwritten pension schemes within the group, financed by company and employee contributions. All South African plans are governed by the Pension Funds Act, 1956. Contributions to the defined-benefit funds, which are charged against operating income, are based on actuarial advice following periodic valuations of the funds at intervals not exceeding three years, using a projected-benefit method. Any deficits are funded to ensure the ongoing financial soundness of the funds.

The benefits provided for by the defined-benefit schemes are based on years of membership and/or salary levels. These benefits are provided from contributions by employees, and the group, and income from the assets of these schemes. The benefits provided for by the accumulated-benefit (defined-contribution) schemes are determined by the accumulated contributions and investment earnings. The benefits are provided from contributions by employees, and the group, and income from the assets of these schemes. At the dates of the latest valuation the group pension funds were in sound financial position in terms of section 16 of the Pension Funds Act. During 1998 active members in the Nedcor (defined-benefit) Pension Fund were granted a further option to transfer to one of the defined-contribution funds and approximately three quarters of the then valuation surplus was allocated to members and pensioners.

At 30 September 2000, the date of the latest actuarial valuation, the Nedcor Pension Fund had assets totalling R2 043 million at market value. The actuarial valuation of the assets was R1 739 million and that of the liabilities R1 487 million, resulting in an actuarial surplus of R252 million and a market value surplus of R556 million.

The surplus calculated as at 31 December 2001 (see note 21.1) was based on actuarial assumptions as at that date, but does not take into account the impact of the Pension Fund Second Amendment Act recently promulgated. Of this surplus, the group has accounted for R275 million (2000: R275 million), which is recorded as an asset in the balance sheet.

	31 December 2001	
	Rm	\$m
21.1 Employee benefit obligations: Defined-benefit pension plan		
<i>21.1.1 Net assets of pension plan</i>		
Present value of funded obligations	(1 733)	(144)
Fair value of plan assets	2 238	186
	505	42
Unrecognised actuarial losses	34	3
Unrecognised asset due to the application of asset ceiling as required by paragraph 59 of AC116	(264)	(22)
Net assets at end of year	275	23
<i>21.1.2 Amounts recognised in the income statement</i>		
Current service costs	19	2
Interest on obligation	196	16
Expected return on plan assets	(265)	(22)
Effect of applying the asset ceiling	63	5
Total recognised employee remuneration costs	13	1
Actual return on plan assets	(256)	(21)
<i>21.1.3 Movements in the net assets of pension plan</i>		
Net assets at beginning of year	275	23
Net expense recognised in the income statement	(13)	(1)
Contributions	13	1
Net assets at end of year	275	23
<i>21.1.4 Principal actuarial assumptions at balance sheet date</i>		%
Price inflation		6,5
Salary inflation		8,0
Pensions in payment and deferred-pensions inflation		6,5
Interest rate used to discount liabilities		11,5
Expected rates of return on plan assets		12,1

22. FOREIGN CURRENCY CONVERSION GUIDE

Monetary figures in these financial statements are expressed to the nearest million South African rand. The approximate value of the South African rand at 31 December against the following currencies was:

	2001	2000
United States dollar	0,0830	0,1325
Pound sterling	0,0573	0,0887
Euro	0,0938	0,1426
Deutschmark	0,1835	0,2790
Japanese yen	10,8988	15,1950

Notes to the annual financial statements continued

for the year ended 31 December

	Notional principal Rm	Trading contracts Positive value Rm	Negative value Rm	Non-trading contracts Notional principal Rm
23. COMMITMENTS UNDER DERIVATIVE FINANCIAL INSTRUMENTS				
23.1 The notional principal amount of instruments entered into with third parties				
2001				
<i>Exchange rate contracts</i>				
Spot, forwards and futures	27 747	15 143	12 604	119 827
Currency swaps	10 858	4 202	6 656	
Options purchased	379	379		246
Options written	133		133	246
	39 117	19 724	19 393	120 319
<i>Interest rate contracts</i>				
Interest rate swaps	82 502	40 674	41 828	6 556
Forward rate agreements	56 840	27 885	28 955	
Caps, collars and floors	1 332	566	766	
Options purchased	301	301		
Futures	872	603	269	
	141 847	70 029	71 818	6 556
Total	180 964	89 753	91 211	126 875
2000				
<i>Exchange rate contracts</i>				
Spot, forwards and futures	20 154	10 701	9 453	100 336
Currency swaps	5 055	2 404	2 651	
Options purchased	548	488	60	11
Options written	479		479	11
	26 236	13 593	12 643	100 358
<i>Interest rate contracts</i>				
Interest rate swaps	63 548	30 068	33 480	1 271
Forward rate agreements	11 230	5 490	5 740	
Options purchased	704	282	422	
Futures	2 909	1 510	1 399	
	78 391	37 350	41 041	1 271
Total	104 627	50 943	53 684	101 629

	Net fair value Rm	Trading contracts Fair value of assets Rm	Fair value of liabilities Rm	Non-trading contracts Net fair value Rm
23.2 Fair value assets and liabilities in respect of derivative financial instruments				
2001				
<i>Exchange rate contracts</i>				
Spot, forwards and futures	20	2 328	2 308	3 057
Currency swaps	(2 293)	4 273	6 566	
Options purchased	22	22		
Options written	(40)		40	
	(2 291)	6 623	8 914	3 057
<i>Interest rate contracts</i>				
Interest rate swaps	(489)	1 367	1 856	
Forward rate agreements		57	57	
Caps, collars and floors	5	8	3	
Futures	(5)		5	
	(489)	1 432	1 921	
Total	(2 780)	8 055	10 835	3 057
2000				
<i>Exchange rate contracts</i>				
Spot, forwards and futures	576	1 298	722	47
Currency swaps	2	2 563	2 561	
Options purchased	11	11		
Options written	(15)		15	
	574	3 872	3 298	47
<i>Interest rate contracts</i>				
Interest rate swaps	(337)	994	1 331	
Forward rate agreements	(6)	12	18	
	(343)	1 006	1 349	
Total	231	4 878	4 647	47

Notes to the annual financial statements continued

for the year ended 31 December

	Exchange rate contracts Rm	Interest rate contracts Rm	Total Rm
23.3 Analysis of trading derivative financial instruments			
<i>23.3.1 Fair value of assets</i>			
2001			
<i>Maturity analysis</i>			
Under one year	2 355	277	2 632
One to five years	1 964	748	2 712
Over five years	2 304	407	2 711
	6 623	1 432	8 055
<i>Counterparty analysis</i>			
Financial institutions	6 465	1 328	7 793
Non-financial institutions	158	104	262
	6 623	1 432	8 055
2000			
<i>Maturity analysis</i>			
Under one year	1 297	129	1 426
One to five years	731	624	1 355
Over five years	1 844	253	2 097
	3 872	1 006	4 878
<i>Counterparty analysis</i>			
Financial institutions	3 679	919	4 598
Non-financial institutions	193	87	280
	3 872	1 006	4 878
2001			
<i>23.3.2 Notional principal</i>			
<i>Maturity analysis</i>			
Under one year	28 610	90 088	118 698
One to five years	5 357	42 664	48 021
Over five years	5 150	9 095	14 245
	39 117	141 847	180 964
<i>Counterparty analysis</i>			
Financial institutions	36 586	136 823	173 409
Non-financial institutions	2 531	4 536	7 067
	39 117	141 359	180 476
2000			
<i>Maturity analysis</i>			
Under one year	20 742	36 097	56 839
One to five years	1 513	33 996	35 509
Over five years	3 981	8 298	12 279
	26 236	78 391	104 627
<i>Counterparty analysis</i>			
Financial institutions	24 627	73 815	98 442
Non-financial institutions	1 609	4 576	6 185
	26 236	78 391	104 627

	Notional principal	
	2001	2000
	Rm	Rm
23.4 Analysis of non-trading derivative financial instruments		
<i>Exchange rate contracts</i>		
Under one year	115 058	103
One to five years	5 261	99 791
Over five years		464
	120 319	100 358
<i>Interest rate contracts</i>		
Under one year	1 449	1 018
One to five years	4 322	196
Over five years	785	57
	6 556	1 271

23.5 Derivative financial instruments

These transactions have been entered into in the normal course of business and no material losses are anticipated other than those for which provision has been made in the income statement. There are no commitments or contingent commitments under derivative financial instruments that are settled other than with cash.

23.6 Notional principal

Represents the gross value of all outstanding contracts as at 31 December 2001. This gross notional value is the sum of the absolute value of all purchases and sales of derivative instruments. This amount will not reflect the amount receivable or payable under a derivative contract. The notional amount represents only the measure of involvement by the group in derivative contracts and not its exposure to market or credit risks arising from these contracts.

23.7 Fair value of assets and liabilities

The amounts disclosed represent the fair value of all derivative financial instruments held as at 31 December 2001. The fair value of a derivative financial instrument represents the market value if the rights and obligations arising from that instrument were closed out by the group in normal trading conditions as at 31 December 2001. Fair values are obtained from quoted market prices, discounted cash flow models, and market-accepted option-pricing models.

23.8 Risk monitoring

Details of the group's risk management structure, policies and methods are noted on pages 76 to 89 and the interest rate risk analysis is detailed on page 100 of the Nedcor Limited 2001 annual report.

Associate and other investments

Associate company analysis

as at 31 December

	Method used to account for investment	Percentage holding		Acquisition date	Year-end
		2001 %	2000 %		
LISTED					
Banking					
State Bank of Mauritius Limited	Equity	20,1	20,1	Nov 97	Jul
Technology					
Net 1 Applied Technology Holdings Limited	Equity	26,1	25,1	Jul 00	Jun
UNLISTED					
Banking					
Merchant Bank of Central Africa Limited	Equity	29,3	29,3	Dec 93	Dec
HSBC Equator Holdings plc	Equity	40,0	40,0	May 94	Dec
Commercial Bank of Namibia Limited	Equity	43,6	43,6	Dec 94	Dec
Finance Corporation of Malawi Limited	Equity	45,3	45,3	Jul 99	Dec
BNP Nedbank Mozambique SARL	Equity	40,0	40,0	Oct 99	Dec
Banque SBM Madagascar	Equity	20,0	20,0	Dec 99	Jul
SBM Nedbank International Limited	Equity	50,0	50,0	Jul 99	Dec
Technology					
Dimension Data International Limited**	Equity			Oct 97	Sep
The Internet Solution (Pty) Limited/Linx Holdings (Pty) Limited	Equity	20,0	20,0	Jun 00	Sep
The IQ Business Group (Pty) Limited	Equity	25,1	28,9	Jul 00	Mar
Miraculum (Pty) Limited	Equity	31,7	31,7	Jul 00	Sep
Nashua NedTel Communications (Pty) Limited***	Equity		37,3	Jan 99	Sep
Other					
Syfrets Trust Limited	Equity	50,0	50,0	Oct 99	Dec
Virgin Active	Equity	30,0		Mar 01	Dec
Other	Equity				

* Less than R1 million

** Disposed of on 31 December 2000

*** Disposed of on 1 December 2001

Date to which equity income accounted for	Equity-accounted earnings		Carrying amount		Market value/ directors' valuation		Net indebtedness of loans to/(from) associates	
	2001 Rm	2000 Rm	2001 Rm	2000 Rm	2001 Rm	2000 Rm	2001 Rm	2000 Rm
Dec 01	55	46	630	375	377	328		(6)
Dec 01	27	9	143	119	204	145	176	
Dec 01	8	18	94	54	94	54		31
Dec 01	9	(3)	111	75	116	75		
Dec 01	26	19	71	74	71	74	70	(198)
Dec 01	(4)	2	39	12	39	11		6
Dec 01	2	1	34	20	34	20		15
Dec 01	3	2	13	7	13	7		
Dec 01	6	5	140	82	140	82		*
Dec 01		91						
Dec 01	8	3	200	375	200	476	(46)	
Dec 01	8	3	127	139	127	146		
Dec 01	(5)	(2)	3	7	3	7		
Dec 01	24	26		22		223		
Dec 01	2	2	5	3	5	3		18
Dec 01			57		57		156	
Dec 01	(6)	1	139	10	175	67	11	
	163	223	1 806	1 374	1 655	1 718	367	(134)

Associate and other investments

Analysis

as at 31 December

	Banking Rm	Technology Rm	Other Rm	Total Rm
ASSOCIATE				
Analysis				
<i>2001</i>				
Listed shares, at cost – Net asset value	198	46		244
– Goodwill	106	78		184
Unlisted shares, at cost – Net asset value	195	42	174	411
– Goodwill	111	534	83	728
Share of retained earnings since acquisition	335	42	(1)	376
Goodwill written off	(111)	(269)	(56)	(436)
Dividends received	(95)			(95)
Foreign exchange movements	393		1	394
Net interest in associate companies	1 132	473	201	1 806
<i>2000</i>				
Listed shares, at cost – Net asset value	198	42		240
– Goodwill	54	72		126
Unlisted shares, at cost – Net asset value	176	47		223
– Goodwill	57	600	35	692
Share of retained earnings since acquisition	230	53	3	286
Goodwill written off	(111)	(120)	(35)	(266)
Dividends received	(45)	(26)		(71)
Foreign exchange movements	140	4		144
Net interest in associate companies	699	672	3	1 374
Summarised financial information				
<i>2001</i>				
Total assets	22 049	991	151	23 191
Total liabilities	19 435	289	132	19 856
Operating results	364	143	(64)	443
<i>2000</i>				
Total assets	14 235	1 218	5	15 458
Total liabilities	12 328	657	53	13 038
Operating results	326	752	4	1 082
OTHER INVESTMENTS				
		% held	2001 Rm	2000 Rm
<i>Listed</i>				
Dimension Data plc – 103 134 329 shares held (2000: 103 134 329)		8,2	1 495	5 253
Nedcor Limited				303
Others*			28	138
			1 523	5 694
<i>Unlisted</i>				
Insurance policies			623	528
Goldman Sachs International				49
Momentum Insurance Policy			79	
Others*			175	84
			877	661

* Less than R50 million

Directorate

as at 1 March 2002

CF Liebenberg (Chairman), aged 67 (reappointed 1997), CAIB(SA), FIBSA, AMP(Harvard), DCom(hc), is the former Minister of Finance in the South African Government of National Unity and past Chief Executive of Nedcor Limited. He is also Chairman of Nedcor Limited, as well as a Director of Old Mutual plc, Old Mutual Life Assurance Company (SA) Limited, Mutual and Federal Insurance Company Limited, Macsteel Holdings (Pty) Limited and Nedcor Investment Bank Holdings Limited.

PG Joubert, aged 68 (appointed 2000), BA, DPWM, AMP(Harvard), is the Deputy Chairman of Nedcor Bank Limited and Nedcor Limited. He is Chairman of BDFM Publishers (Pty) Limited, Delta Electrical Industries Limited, Delta Motor Corporation (Pty) Limited, Eagle Freight Holdings (Pty) Limited, Foodcorp Holdings (Pty) Limited, Munich Reinsurance Company of Africa Limited, NEI Africa Limited and Sandvik (Pty) Limited. Other directorships include Old Mutual plc, Hudaco Industries Limited, Impala Platinum Holdings Limited, Malbak Limited, Murray & Roberts Holdings Limited, Nedcor Investment Bank Holdings Limited and South African Mutual Life Assurance Company (SA) Limited. He is past Chairman of African Oxygen Limited.

RCM Laubscher, aged 50 (appointed 1990), BCom(Hons), AMP(Harvard), FIBSA, is Chief Executive of Nedcor Limited. He is Chairman of Cape of Good Hope Bank Limited and of Peoples Bank Limited, as well as a Director of Nedcor Investment Bank Holdings Limited, Old Mutual plc, Old Mutual Financial Services (UK) plc and Old Mutual Life Assurance Company (SA) Limited.

WAM Clewlow, aged 65 (appointed 2000), OMSG, CA(SA), DEcon(hc), is a Director of Nedcor Limited. He is also a Non-executive Director and Chairman of the Compliance Committee of Old Mutual plc. He has been Chairman of Barloworld Limited since 1991. He was previously Chairman of the State President's Economic Advisory Council and Chief

Executive of the Barlow Group and has managed many of its diverse divisions. He is also a Non-executive Director of Sasol Limited, Comparex Limited and Chairman of Iscor Limited and Deputy Chairman of Old Mutual Life Assurance Company (SA) Limited. **PTW Curtis**, aged 70 (appointed 2000), CA(SA), SEP(Stanford), is a Director of Nedcor Limited. Other directorships include Barloworld Limited, Reunert Limited, iProp Holdings Limited, Hollard Life Assurance Company Limited, Hollard Insurance Company Limited, and New Africa Investments Limited. He is Chairman of the South African Private Equity Fund and Premier Freight Limited and past Chairman of Deloitte & Touche.

JF de Blanche, aged 56 (appointed 1999), FIBSA, AMP(Harvard), AMP(Inseed), is the director responsible for the Commercial Banking Division of Nedcor Bank Limited.

BJS Hore, aged 41 (appointed 1999), BCom, AMP(Harvard), is a Director of Nedcor Limited. Other directorships include Linx Holdings (Pty) Limited and Net1 Applied Technology Holdings Limited.

Prof MM Katz, aged 57 (appointed 1984), BCom, LLB, LLM, LLD(hc), is a Director of Nedcor Limited and Executive Chairman of Nedcor Investment Bank Holdings Limited, and the Chairman of Edward Nathan & Friedland (Pty) Limited. He is also Chairman of the Commission of Inquiry into the Tax System of South Africa and the Tax Advisory Committee, as well as an Honorary Professor of Company Law at the University of the Witwatersrand.

MJ Leeming, aged 58 (appointed 1994), BCom, MCom, FCMA, FIBSA, AMP(Harvard), is an Executive Director of Nedcor Limited.

MJ Levett, aged 62 (appointed 1987), DEcon Sc(hc), BCom, FFA, FIA, is a Director of Nedcor Limited. He is Chairman of Old Mutual plc and Deputy Chairman of Mutual & Federal Insurance Company Limited. He is also a Director of Barloworld Limited, Old Mutual South African Trust plc and South African Breweries plc.

JB Magwaza, aged 59 (appointed 2000), BA, MA(Warwick UK), is a Director of Nedcor Limited and Executive Director of Tongaat-Hulett Group Limited. He also serves as a Non-executive Director of Dorbyl Limited and is on the boards of the Development Bank of Southern Africa, Ithala Development Finance Corporation Limited, Indoni Yamanzi Investment Holdings Limited and Khulani Holdings Limited.

ME Mkwanazi, aged 48 (appointed 2000), BSc(Maths), BSc(Elec Eng), is a Director of Nedcor Limited and Group Executive Officer of Transnet Limited. Directorships include Industrial Development Corporation Limited, Freight Logistics International Inc and SAA.

E Molobi, aged 56 (appointed 2000), BA, is a Director of Nedcor Limited. He is Executive Chairman of Kagiso Trust Investment Company (Pty) Limited. He serves on the boards of Rembrandt Group Limited, Telkom, Imperial Holdings Limited and all related Kagiso SA Limited companies.

SG Morris, aged 56 (appointed 1999), BCom, CA(SA), is the Group Financial Director of Nedcor Limited. He is also a Director of Nedcor Investment Bank Holdings Limited, Nedcor Investment Bank Limited, Cape of Good Hope Bank Limited, Peoples Bank Limited and Imperial Bank Limited.

DGS Muller, aged 49 (appointed 1999), BCom, CA(SA), AMP (Harvard), is the Managing Director of the business divisions of Nedcor Bank Limited. Other directorships include Nedcor Limited, Net1 Applied Technology Holdings Limited and Peoples Bank Limited.

ML Ndlovu, aged 50 (appointed 2001), Dip LR(Unisa), MAP(Wits), EDP(North Western USA), AMP (Harvard), is a Director of Nedcor Limited and the Chief Executive of Peoples Bank Limited. He is Non-executive Chairman of Africa Milestone Investments Limited, Nest Life Assurance Corporation Limited and Nest Life Funeral Administrators (Pty) Limited. He is a Non-executive Director of Nampak Limited and

Directorate

as at 1 March 2002

Director of the South African National Roads Agency. He is a Member/Trustee of the Business Trust (Job Creation), the He' Atid Leadership Programme, the National Engagement for Ethics Development, St Anthony's Adult Education Centre and the Multicultural Development Programme (Deloitte & Touche). He is a member of the advisory boards of the Otis Elevator Company and the University of the Witwatersrand Business School and is adviser to the Programme for the Industrialisation of the Nation.

CC Parker, aged 64 (appointed 2000), CA(SA), is a Director of Nedcor Limited, former Chairman of Reunert Limited and African Cables Limited, and a Director of a number of other companies.

JVF Roberts (British), aged 44 (appointed 2001), BA(Hons) (Stirling), CA, is the Group Financial Director of Old Mutual plc. He is also a Fellow of the Institute of Chartered Accountants of England and a Member of the Association of Corporate Treasurers. Other directorships include Nedcor Limited, Mutual & Federal Insurance Company Limited, United Asset Managers and King & Shaxton. He was previously the Group Finance Director of Sun Life and Provincial Holdings plc.

AA Routledge, aged 54 (appointed 1998), BCom, CA(SA), is a Director of Nedcor Limited, Nedcor Investment Bank Holdings Limited and Franklin Templeton NIB Asset Management (Pty) Limited. He is also a Non-executive Director of Murray & Roberts Holdings Limited.

JH Sutcliffe (British), aged 45 (appointed 2001), BSc, is a Fellow of the Institute of Actuaries. He is also Chief Executive of Old Mutual plc. Previously Deputy Chairman of Liberty International Property and Financial Services and Chief Executive of Prudential UK.

GS van Niekerk, aged 58 (appointed 1995), BCom(Hons), Hons B(B&A), MA(Econ) (North Western USA), DPhil(hc), is a Director of Nedcor Limited and the past Managing Director of Old Mutual Life SA. He was a director of various Old Mutual subsidiaries and is still serving on the Council of the University of Stellenbosch.

Dr WP Venter, aged 67 (appointed 1982), CEng, MBA(Wales), DCom(hc)(UP and UPE), DSc (Eng)(hc)(Natal), DSc(hc)(Wits), FIEE(UK), MIEE(SA), OMSG, is a Director of Nedcor Limited. He is the founder of Altron, through Allied Electric, in 1965 and recipient of the Order of Meritorious Service (Gold) awarded by the State President of

South Africa. He is Chairman of Altron and Alcatel Altech Telecoms, and Director of Altech, BTG, Powertech, Telemetrix plc, ABB Powertech Transformers, Aberdare Cables, UEC Multi-Media and Voltex Holdings.

Company Secretary

WJ Krüger, aged 50 (appointed 1989)
 BA, BProc, LLB, Dip Adv Banking

Group addresses

NEDCOR BANK LIMITED

Business address and registered office
135 Rivonia Road, Sandown, 2196
PO Box 1144, Johannesburg, 2000
Tel 011 294 0999; Fax 011 295 0999
Website: <http://www.nedcor.com>
Email: nedcorir@nedcor.co.za
Chief Executive: RCM Laubscher

Foreign branches

London

Nedbank House, 20 Abchurch Lane
London EC4N 7AD, England
Tel 094420 7623 1077
Telex 886 208, 895 6177 (general)
Fax 094420 7621 9304
Email: ebetts@nedcor.co.uk
Website: <http://www.nedcor.co.uk>
General Manager: FA le Roex

Isle of Man

Nedcor House, Bucks Road
Douglas, Isle of Man
Tel 09441624 612893; Fax 09441624 612836
Email: nedbank@nib-int.com
Assistant General Manager: DM Sutherland

Singapore

30 Cecil Street
Prudential Towers
10-05 Singapore, 049712
Tel 0965 64169438; Fax 0965 64388350
Email: nedsing@nedcor.com
General Manager: B Shegar

Hong Kong

50/F Sun Hung Kai Centre, 30 Harbour Road
Wanchai, Hong Kong
Tel 09852 2 829 9111; Telex 8 6841 NDASA HX
Fax 09852 2 802 0550
Email: nal@nedcor.com
Website: <http://www.nedcor.com.hk>
Managing Director Asia Pacific: NW Burton

Foreign subsidiaries

Gerrard Private Bank

5 Mount Pleasant
Douglas, Isle of Man
British Isles, IM1 2PU
Tel 0944 16 24 645 000; Fax 0944 16 24 627 218
Email: iom@gerrardpb.com
Chief Executive: RF Wooddisse

Nedbank (Swaziland) Limited

Nedbank Centre, Nedbank Plaza
Cnr Riverside and Bypass Roads
Mbabane, Swaziland
Tel 09268 404 3351; Fax 09268 404 4060
Email: nedbank@iafrica.sz
Managing Director: DO Pretorius

Nedbank (Lesotho) Limited

1st Floor, Nedbank Building
Kingsway Road, Maseru, 100
Lesotho
Tel 09266 31 2696; Fax 09266 31 0025
Email: nedles@adelfang.co.za
Managing Director: PD Opperman

Nedcor Trade Services Limited

5th Floor, Barkly Wharf, Le Caudan Waterfront
Old Pavillion Street, Port Louis, Mauritius
Tel 09230 210 3153; Fax 09230 210 3154
Tollfree 0800 008 146
Email: nedcortrade@intnet.mu
Managing Director: CJ Roets

Representative offices

People's Republic of China

Unit C507, 5th Floor, Beijing Lufthansa Centre
50 Liangmaqiao Road, Chaoyang District
Beijing 100016, PRC
Tel 098610 6 463 7939
Fax 098610 6 463 7938
Email: nedbank@mail.netchina.com.cn
Chief Representative: A Zhao

Taiwan

12/F Bank Tower Building, 205 Tun Hwa North
Road, Taipei 10592, Taiwan ROC
Tel 098862 2719 8911; Fax 098862 2719 3752
Email: nedbank@ms112.hinet.net
Chief Representative: Ms V Cheng

Banking affiliates

Commercial Bank of Namibia Limited

12 – 20 Bulow Street, Windhoek, Namibia
Tel 0926461 295 9111; Fax 0926461 295 2079
Managing Director: SC du Plessis

HSBC Equator Bank plc

(Incorporated in the United Kingdom)
4th Floor, Peninsular House,
30 Monument Street, London, EC3R 8NB
England
Tel 094420 7570 3100; Fax 094420 7570 3211
Chief Executive Officer: TP Adcock

Merchant Bank of Central Africa Limited

14th Floor, Old Mutual Centre, Third Street
Harare, Zimbabwe
Tel 092634 70 1636, 092634 70 1642/52
Fax 092634 70 8005
Managing Director: DT Hatendi

State Bank of Mauritius Limited

State Bank Tower, 1 Queen Elizabeth II Avenue
Port Louis, Mauritius
Tel 09230 202 1111
Telex 4910 STATE MD IW
Fax 09230 202 1666
Chief Executive: MKT Reddy

Fincom Bank of Malawi Limited

Development House
Cnr Henderson Street and Victoria Avenue
Blantyre, Malawi
Tel 09265 620477/620997/622885
Fax 09265 620102
Managing Director: P Tubb

BNP Nedbank (Mozambique) SARL

Predio 33 andares
1 – Andar
1230 AV 25 de Setembro
Maputo, Mozambique
Tel 092581 306700; Fax 092581 306305
Managing Director: L Martin

Banque SBM Madagascar

1 Rue Andrianary Ratanariva
Antsahavola – Antananarivo 101
Madagascar
Tel 09261 2 022666 07/46/47/55
Fax 09261 2 022666 08
General Manager: K Rambojun

SBM Nedbank International Limited

State Bank Tower
1 Queen Elizabeth II Avenue
Port Louis
Mauritius
Tel 09230 202 1550; Fax 09230 210 7819
Managing Director: G Patterson

NEDBANK RETAIL

135 Rivonia Road, Sandown, 2196
Tel 011 294 4444/011 295 1111

NEDBANK COMMERCIAL

135 Rivonia Road, Sandown, 2196
Tel 011 294 4444

NEDBANK CORPORATE

135 Rivonia Road, Sandown, 2196
Tel 011 294 4444/011 295 1111

TECHNOLOGY AND OPERATIONS

105 West Street, Sandown, 2196
Tel 011 881 4911

NEDBANK TREASURY

135 Rivonia Road, Sandown, 2196
Tel 011 294 4444/011 295 1111

NEDBANK SYFRETS PRIVATE BANKING

135 Rivonia Road, Sandown, 2196
Tel 011 294 4444/011 295 1111

PEOPLES BANK LIMITED

100 Main Street, Johannesburg, 2001
PO Box 1144, Johannesburg, 2000
Tel 011 630 7111
Chief Executive: ML Ndlovu

IMPERIAL BANK LIMITED

140 Boeing Road East, Elma Park, Edenvale
Tel 011 879 2000; Fax 011 453 9646
Email: mailbox@imperialbank.co.za
Chief Executive: RL Hiemstra

TRANSFER SECRETARIES

Mercantile Registrars Limited

7th Floor, 11 Diagonal Street
Johannesburg, 2001
PO Box 1053, Johannesburg, 2000
Tel 011 370 5000; Fax 011 370 5018

AUDITORS

Deloitte & Touche

Deloitte & Touche Place, The Woodlands
Woodlands Drive, Woodmead, 2128
Private Bag X6, Gallo Manor, 2052
Tel 011 806 5000; Fax 011 806 5003

KPMG Inc

KPMG Crescent, 85 Empire Road
Parktown, 2193
Private Bag 9, Parkview, 2122
Tel 011 647 7111; Fax 011 647 8000

www.nedcor.com



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LIMITED**

(And its subsidiaries)