

# **NQABA FINANCE 1 (RF) LIMITED**

## **INVESTOR REPORT 23 NOVEMBER 2016 TO 22 FEBRUARY 2017**

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**Investor Report**  
**for the period ending 22 February 2017**

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## NQABA FINANCE 1 (RF) LIMITED

### Counterparties and salient information

Issuer	Nqaba Finance 1 (RF) Ltd (Nqaba)	Financial year end: 31 March		
Issuer Owner Trust	Nqaba Finance 1 Owner Trust (Trustee: Maitland Trustees (Pty) Ltd)			
Security SPV	Nqaba Finance 1 Security SPV (Pty) Ltd			
Security SPV Owner Trust	Nqaba Finance 1 Security SPV Owner Trust (Trustee: Maitland Trustees (Pty) Ltd)			
Programme manager	Absa Corporate and Investment Bank (Absa CIB) (a division of Absa Bank Ltd (Absa)) <sup>1</sup>			
Back-up servicer	Absa Home Loans (a division of Absa)			
Rating agency	Moody's Investors Service Inc	<b>Moody's ratings</b>		
Originator and Seller	Eskom Finance Company SOC Limited (EFC) <sup>2</sup>	<b>Required</b>	<b>Current</b>	<b>Breach</b>
Borrowers' employer	Eskom Holdings SOC Limited (Eskom)	AA-(zaf)	A2.za	No
Liquidity and redraw facility provider	Absa CIB	A(zaf)/ F1(zaf)	Aa1.za	No
Account bank	Absa	A(zaf)/ F1(zaf)	Aa1.za	No
Guaranteed Investment Contract (GIC) provider	Absa CIB	A(zaf)/ F1(zaf)	Aa1.za	No
Swap provider (Derivative counterparty)	Absa CIB	AAA(zaf)/ F1+(zaf)	Aa1.za	Yes

<sup>1</sup> Absa CIB is also the Lead Arranger, Dealer, Administrator, Calculation Agent and Debt Sponsor

<sup>2</sup> EFC is also the Servicer and Subordinated Lender

Currency	South African Rand (ZAR or R)
Transaction type	Traditional Securitisation (Revolving)
Transaction close date	31/05/2006
Programme size	R 5 000 000 000
Outstanding Notes	R 1 660 000 000
Note profile	Interest only; bullet redemption
Subordinated loan	R 290 000 000
Interest payment dates	22nd day of February, May, August and November
Business day convention	Succeeding business day
Day count	Actual 365
Current interest accrual period	23 November 2016 to 21 February 2017 (92 days inclusive)
Current interest payment date	22/02/2017
Next interest payment date	22/05/2017
Asset class	Residential Mortgage Backed Securities in an evergreen revolving structure
Repayment type	Fully amortising equal monthly interest and principal payments
Current collection period	01 November 2016 to 31 January 2017 (92 days)
Current determination date	31/01/2017

#### Transaction overview

The collateral home loans comprise amortising loans originated by EFC to direct employees of Eskom and a limited number of loans to employees of other Eskom group companies. The loans are advanced to borrowers for the purchase of immovable residential property (including Sectional Title property) situated in South Africa, against the security of mortgage bonds registered over the properties in favour of the Home Loan Lender (initially the Seller, subsequently the Issuer). Most loan payments are subsidised by Eskom and are serviced through salary deductions. In the revolving period, qualifying home loans are purchased each month from EFC to top up the asset pool.

Note that substitutions are not allowed in terms of South African securitisation legislation as the Issuer is not a Bank.

**NB: Please refer to the Transaction Documents, including the Applicable Pricing Supplements, for full details.**

**NQABA FINANCE 1 (RF) LIMITED**

**Collateral portfolio characteristics**

	Current period 01/11/2016 to 31/01/2017		Previous period 01/08/2016 to 31/10/2016		Transaction close 31/05/2006	
	R	Loans	R	Loans	R	Loans
<b>Balance brought forward</b>	1 915 107 514	7 437	1 912 493 850	7 538	-	-
Largest asset value	3 281 426		3 293 130		-	
Instalments received	(69 071 514)		(65 569 327)			
Interest charged	48 723 205		48 685 461			
Insurance charged	458 162		493 614			
Valuation fees	75 720		162 812			
Principal repaid	(19 814 428)		(16 227 439)			
Unscheduled repayments (prepayments)	(32 645 601)	(119)	(44 509 292)	(156)		
Total Principal collections	(52 460 029)		(60 736 731)		-	
New loans purchased	46 220 635	58	46 966 525	55	1 370 652 558	8 382
Advances and redraws	21 048 489		17 088 959			
Loan losses written off	-		(704 582)			
Loan losses recovered	-		-			
Interest adjustments	(1 058)		(506)			
<b>Balance at end of period</b>	<b>1 929 915 551</b>	<b>7 376</b>	<b>1 915 107 514</b>	<b>7 437</b>	<b>1 370 652 558</b>	<b>8 382</b>
Original value of loans advanced	2 073 188 609		2 049 462 010			
Latest current valuations of properties	4 496 327 480		4 496 964 456			
Weighted average number of months since last valuation	87		85		65	
Indexed values of properties	7 579 065 000		7 618 376 000		261	
Weighted average seasoning (months)	125		124		Since transaction close	
Weighted average term to maturity (months)	217		217		128	
Months in the period	3		3			
Loan book balance used as denominator for CPR and DR percentages below	1 915 107 514		1 912 493 850		1 915 107 514	
Prepayments	32 645 601		44 509 292		1 706 383 243	
Annualised constant prepayment rate (CPR)	6.8%		9.3%		8.3%	
Loan losses	-		704 582		5 502 991	
Annualised default rate (DR)	0.000%		0.147%		0.027%	

**Possessions**

	Current period 01/11/2016 to 31/01/2017		Previous period 01/08/2016 to 31/10/2016	
	R	Loans	R	Loans
Possessions at start of period	892 000	3	892 000	3
Changes	-	-	-	-
Possessions at end of period	<b>892 000</b>	<b>3</b>	<b>892 000</b>	<b>3</b>

**Related portfolio covenants**

The Issuer may purchase additional home loans in terms of the home loan sale agreement if, immediately following such acquisition on the relevant transfer date, the following portfolio covenants are satisfied:

	Current period 01/11/2016 to 31/01/2017		Previous period 01/08/2016 to 31/10/2016		Transaction close 31/05/2006	
	Required	Actual	Required	Actual	Required	Actual
Weighted average Original Loan to Value (%)	=< 91.0	89.3	=< 91.0	89.3	=< 93.6	92.5
Weighted average Current Loan to Value (%)	=< 73.0	68.6	=< 73.0	68.1	=< 76.5	75.9
Weighted average Payment to Income (%)	=< 18.0	13.2	=< 18.0	13.0	=< 17.4	16.5
Minimum payroll deduction (number) (%)	=> 92.0	93.4	=< 92.0	93.5	=< 97.0	100.0
Maximum second property loans (number) (%) <sup>1</sup>	=< 8.5	5.8	=< 8.5	2.6	=< 7.5	1.5
Minimum direct Eskom employees (number) (%)	=> 86.0	91.7	=> 86.0	91.8	=> 85.0	100.0
Average outstanding balance	=< R 300 000	R 261 648	=< R 300 000	R 257 511	=< R300 000	R 163 523

<sup>1</sup> Includes second property loans in EFC loanbook

**Result: No portfolio covenants have been breached; issuer may purchase additional home loans**

**Related early amortisation events**

1. If the Required Interest Margin on both tests on interest payment date as determined below, is not achieved:

	Current period 01/11/2016 to 31/01/2017		Previous period 01/08/2016 to 31/10/2016		Transaction close 31/05/2006	
	Required	Actual	Required	Actual	Required	Actual
12 month rolling average rates:						
Weighted average home loan rate		10.03%		9.82%		
3 month Jibar daily rate		7.29%		6.15%		
Margin	=> 2.15%	2.74%	=> 2.15%	3.67%		
<b>And</b>						
Current actual rates at interest payment date:						
Weighted average home loan rate		10.07%		10.07%		9.64%
3 month Jibar rate		7.36%		7.34%		7.70%
Margin	=> 2.15%	2.71%	=> 2.15%	2.73%	=> 1.8%	1.94%

2. If the weighted average current Loan to Value ratio exceeds the required weighted average Current Loan to Value ratio by more than 10%:

	Current period 01/11/2016 to 31/01/2017		Previous period 01/08/2016 to 31/10/2016	
	Required	Actual	Required	Actual
Weighted average Current Loan to Value (%)	=< 83.0	68.6	=< 83.0	68.1

**Result: No early amortisation events have occurred**

**NQABA FINANCE 1 (RF) LIMITED**

**Portfolio stratification tables at determination date 31/01/2017**

Red figures correspond to current portfolio covenant tests

	Current balance		Number of loans		Latest current valuation	Weighted average current LTV	Indexed valuation	Weighted average indexed LTV	Weighted average interest rate	Weighted average seasoning Months	Weighted average term to maturity Months
	R	%	R	%	R	%	R	%	%		
<b>Original Loan to Value</b>											
0% - 30%	41 581 385	2.2%	239	3.2%	193 819 271	42.0%	344 470 000	29.5%	10.1%	181	155
30% - 50%	73 709 329	3.8%	379	5.1%	319 678 000	45.7%	498 199 000	32.5%	10.1%	171	164
50% - 70%	167 574 107	8.7%	665	9.0%	520 656 978	52.8%	852 571 000	37.8%	10.0%	127	189
70% - 80%	181 028 803	9.4%	569	7.7%	436 425 622	62.4%	701 677 000	44.0%	9.9%	110	219
80% - 90%	287 986 023	14.9%	782	10.6%	567 126 269	71.3%	900 485 000	53.3%	10.0%	90	246
90% - 100%	483 957 548	25.1%	2 207	29.9%	1 223 115 164	68.1%	2 105 182 000	45.2%	10.0%	134	211
100%+	694 078 356	36.0%	2 535	34.4%	1 235 506 176	77.2%	2 176 481 000	50.6%	10.2%	127	224
<b>Total</b>	<b>1 929 915 551</b>	<b>100.0%</b>	<b>7 376</b>	<b>100.0%</b>	<b>4 496 327 480</b>	<b>68.6%</b>	<b>7 579 065 000</b>	<b>46.8%</b>	<b>10.1%</b>	<b>125</b>	<b>217</b>
<b>Weighted average</b>		<b>89.3%</b>									
<b>Current Loan to Value</b>											
0% - 30%	208 976 641	10.8%	3 181	43.1%	1 927 388 453	19.2%	3 436 019 000	12.4%	10.1%	208	113
30% - 50%	266 664 808	13.8%	1 065	14.4%	668 805 297	40.7%	1 180 516 000	26.3%	9.9%	166	162
50% - 70%	418 643 970	21.7%	1 042	14.1%	695 812 321	60.7%	1 135 434 000	41.0%	10.0%	136	202
70% - 80%	312 285 386	16.2%	651	8.8%	416 814 075	75.0%	653 368 000	51.7%	10.0%	103	244
80% - 90%	357 903 892	18.5%	657	8.9%	420 462 055	85.2%	618 409 000	60.9%	10.1%	82	260
90% - 100%	282 112 078	14.6%	620	8.4%	299 632 052	94.2%	446 899 000	65.3%	10.3%	88	268
100%+	83 328 777	4.3%	160	2.2%	67 413 226	137.8%	108 420 000	85.3%	10.7%	117	256
<b>Total</b>	<b>1 929 915 551</b>	<b>100.0%</b>	<b>7 376</b>	<b>100.0%</b>	<b>4 496 327 480</b>	<b>68.6%</b>	<b>7 579 065 000</b>	<b>46.8%</b>	<b>10.1%</b>	<b>125</b>	<b>217</b>
<b>Payment to income ratio</b>											
0% - 5%	221 400 571	11.5%	2 881	39.1%	1 456 414 472	46.6%	2 763 714 000	25.1%	9.6%	176	181
5% - 10%	526 728 583	27.3%	2 033	27.6%	1 199 981 048	60.9%	2 075 603 000	38.7%	9.8%	148	198
10% - 15%	475 677 009	24.6%	1 222	16.6%	845 318 037	70.2%	1 316 291 000	48.4%	10.1%	124	216
15% - 20%	366 867 560	19.0%	687	9.3%	542 867 786	78.1%	805 240 000	56.0%	10.2%	98	235
20% - 25%	212 251 420	11.0%	359	4.9%	287 892 128	81.3%	390 208 000	60.0%	10.3%	82	248
25% - 30%	80 464 974	4.2%	123	1.7%	102 936 598	82.4%	142 485 000	61.8%	10.8%	82	259
30%+	46 525 434	2.4%	71	1.0%	60 917 411	85.0%	85 524 000	64.7%	11.5%	97	249
<b>Total</b>	<b>1 929 915 551</b>	<b>100.0%</b>	<b>7 376</b>	<b>100.0%</b>	<b>4 496 327 480</b>	<b>68.6%</b>	<b>7 579 065 000</b>	<b>46.8%</b>	<b>10.1%</b>	<b>125</b>	<b>217</b>
<b>Weighted average</b>		<b>13.2%</b>									

## NQABA FINANCE 1 (RF) LIMITED

### Portfolio stratification tables at determination date 31/01/2017

Red figures correspond to current portfolio covenant tests

	Current balance		Number of loans		Latest current valuation	Weighted average current LTV	Indexed valuation	Weighted average indexed LTV	Weighted average interest rate	Weighted average seasoning Months	Weighted average term to maturity Months
	R	%	R	%	R	%	R	%	%	Months	Months
<b>Payment method</b>											
Payroll Deduction	1 782 366 549	92.4%	6 892	93.4%	4 210 022 033	67.8%	7 115 651 000	46.4%	9.9%	123	217
Other	147 549 001	7.6%	484	6.6%	286 305 447	77.2%	463 414 000	51.6%	12.4%	143	209
<b>Total</b>	<b>1 929 915 551</b>	<b>100.0%</b>	<b>7 376</b>	<b>100.0%</b>	<b>4 496 327 480</b>	<b>68.6%</b>	<b>7 579 065 000</b>	<b>46.8%</b>	<b>10.1%</b>	<b>125</b>	<b>217</b>
<b>Borrower employment status</b>											
Direct Eskom	1 742 428 491	90.3%	6 761	91.7%	4 121 117 242	67.8%	6 954 607 000	46.4%	9.9%	124	217
Other group co.	187 487 060	9.7%	615	8.3%	375 210 238	75.5%	624 458 000	50.6%	11.9%	134	214
<b>Total</b>	<b>1 929 915 551</b>	<b>100.0%</b>	<b>7 376</b>	<b>100.0%</b>	<b>4 496 327 480</b>	<b>68.6%</b>	<b>7 579 065 000</b>	<b>46.8%</b>	<b>10.1%</b>	<b>125</b>	<b>217</b>
<b>Loan balance (R'000)</b>											
0 - 100	100 482 196	5.2%	2 916	39.5%	1 306 069 828	24.4%	2 432 846 000	12.4%	10.2%	221	96
100 - 200	165 406 846	8.6%	1 132	15.3%	561 921 606	42.3%	1 068 513 000	23.2%	10.2%	184	143
200 - 300	196 707 780	10.2%	790	10.7%	448 251 027	57.6%	785 953 000	35.8%	10.2%	154	189
300 - 400	260 882 641	13.5%	746	10.1%	445 852 344	69.3%	724 232 000	45.5%	10.2%	127	217
400 - 500	255 110 907	13.2%	566	7.7%	380 010 114	76.1%	577 532 000	52.1%	10.2%	113	235
500 - 700	405 886 099	21.0%	687	9.3%	570 449 642	78.2%	858 832 000	54.8%	10.2%	109	240
700 - 1000	295 185 652	15.3%	361	4.9%	423 134 368	78.1%	605 538 000	56.4%	9.9%	98	248
1000 - 1500	159 697 351	8.3%	130	1.8%	221 893 387	77.2%	303 162 000	56.9%	9.8%	89	248
1500+	90 556 079	4.7%	48	0.7%	138 745 163	76.2%	222 457 000	55.4%	9.6%	91	230
<b>Total</b>	<b>1 929 915 551</b>	<b>100.0%</b>	<b>7 376</b>	<b>100.0%</b>	<b>4 496 327 480</b>	<b>68.6%</b>	<b>7 579 065 000</b>	<b>46.8%</b>	<b>10.1%</b>	<b>125</b>	<b>217</b>
<b>Average balance</b>	<b>261 648</b>										
<b>Interest rate</b>											
0% - 8%	2 719 673	0.1%	11	0.1%	3 264 500	112.9%	5 990 000	74.3%	0.0%	135	208
8% - 9.5%	646 623 067	33.5%	1 686	22.9%	1 576 040 324	64.9%	2 736 738 000	43.4%	9.2%	131	209
9.5% - 11.5%	1 163 081 133	60.3%	5 389	73.1%	2 728 017 691	69.2%	4 534 080 000	47.8%	10.3%	120	221
11.5% - 13.5%	117 491 678	6.1%	290	3.9%	189 004 965	81.1%	302 257 000	54.4%	13.3%	138	221
<b>Total</b>	<b>1 929 915 551</b>	<b>100.0%</b>	<b>7 376</b>	<b>100.0%</b>	<b>4 496 327 480</b>	<b>68.6%</b>	<b>7 579 065 000</b>	<b>46.8%</b>	<b>10.1%</b>	<b>125</b>	<b>217</b>

**NQABA FINANCE 1 (RF) LIMITED**

**Portfolio stratification tables at determination date 31/01/2017**

Red figures correspond to current portfolio covenant tests

	Current balance		Number of loans		Latest current valuation	Weighted average current LTV	Indexed valuation	Weighted average indexed LTV	Weighted average interest rate	Weighted average seasoning Months	Weighted average term to maturity Months
	R	%	R	%	R	%	R	%	%		
<b>Seasoning</b>											
0 - 12 months	16 059 684	0.8%	25	0.3%	23 750 000	72.4%	24 272 000	70.9%	10.2%	8	302
12 - 24 months	29 580 459	1.5%	41	0.6%	44 256 000	73.4%	47 854 000	67.8%	10.0%	20	290
24 - 36 months	53 296 313	2.8%	65	0.9%	74 513 250	76.8%	86 640 000	66.2%	9.9%	30	290
36 - 48 months	104 156 121	5.4%	143	1.9%	149 929 086	76.6%	190 838 000	60.1%	9.8%	43	272
48 - 60 months	132 708 155	6.9%	235	3.2%	187 172 243	79.4%	253 562 000	58.8%	10.1%	55	272
60 - 120 months	729 301 685	37.8%	1 663	22.5%	1 096 506 813	79.7%	1 571 985 000	56.2%	10.2%	86	247
120+ months	864 813 133	44.8%	5 204	70.6%	2 920 200 088	55.8%	5 403 914 000	33.1%	10.0%	189	167
<b>Total</b>	<b>1 929 915 551</b>	<b>100.0%</b>	<b>7 376</b>	<b>100.0%</b>	<b>4 496 327 480</b>	<b>68.6%</b>	<b>7 579 065 000</b>	<b>46.8%</b>	<b>10.1%</b>	<b>125</b>	<b>217</b>
<b>Region</b>											
Eastern Cape	99 965 417	5.2%	347	4.7%	227 971 700	72.6%	353 968 000	49.9%	10.3%	134	216
Free State	91 732 806	4.8%	401	5.4%	211 659 763	68.9%	377 621 000	47.4%	10.1%	118	223
Gauteng	751 839 535	39.0%	2 289	31.0%	1 700 870 808	66.5%	2 864 694 000	45.3%	9.9%	123	218
Kwazulu Natal	121 191 377	6.3%	507	6.9%	297 012 041	67.2%	525 957 000	44.7%	10.1%	136	209
Limpopo Province	78 616 748	4.1%	334	4.5%	172 837 075	67.4%	298 829 000	45.8%	10.2%	120	220
Mpumalanga	446 579 352	23.1%	2 061	27.9%	1 014 707 835	70.0%	1 692 217 000	47.7%	10.1%	124	215
North West	39 085 102	2.0%	194	2.6%	75 128 833	73.2%	148 976 000	48.7%	10.3%	121	217
Northern Cape	26 303 848	1.4%	179	2.4%	70 234 112	71.2%	130 918 000	47.8%	10.3%	122	212
Western Cape	274 601 365	14.2%	1 064	14.4%	725 905 313	70.3%	1 185 885 000	48.7%	10.1%	125	218
<b>Total</b>	<b>1 929 915 551</b>	<b>100.0%</b>	<b>7 376</b>	<b>100.0%</b>	<b>4 496 327 480</b>	<b>68.6%</b>	<b>7 579 065 000</b>	<b>46.8%</b>	<b>10.1%</b>	<b>125</b>	<b>217</b>
<b>Property type</b>											
House (Freehold)	1 650 057 682	85.5%	6 483	87.9%	3 967 510 868	67.6%	6 703 229 000	46.1%	10.1%	128	212
Multi-unit (Sectional Title)	239 454 139	12.4%	776	10.5%	408 625 310	76.1%	688 286 000	51.8%	10.1%	103	247
House (Complex)	9 117 448	0.5%	18	0.2%	15 135 000	69.4%	24 975 000	47.7%	9.9%	116	222
Small Holding	3 397 000	0.2%	15	0.2%	11 285 000	45.5%	18 161 000	29.9%	10.0%	120	164
Other	27 889 282	1.4%	84	1.1%	93 771 301	65.2%	144 414 000	44.4%	9.7%	121	214
<b>Total</b>	<b>1 929 915 551</b>	<b>100.0%</b>	<b>7 376</b>	<b>100.0%</b>	<b>4 496 327 480</b>	<b>68.6%</b>	<b>7 579 065 000</b>	<b>46.8%</b>	<b>10.1%</b>	<b>125</b>	<b>217</b>

**NQABA FINANCE 1 (RF) LIMITED**

**Arrears analysis at determination date**

	31/01/2017			WA interest rate			31/10/2016			WA interest rate		
	Loan balances R	%	Number of loans %	%			Loan balances R	%	Number of loans %	%		
<b>Fully performing</b>												
Current	1 838 487 172	95.3%	7 058	95.7%	10.0%		1 829 048 066	95.5%	7 117	95.7%	10.0%	
<b>Non-delinquent</b>												
0 - 1 months	23 490 569	1.2%	68	0.9%	12.6%		14 076 891	0.7%	84	1.1%	12.5%	
1 - 2 months	11 626 746	0.6%	40	0.5%	13.0%		9 672 393	0.5%	37	0.5%	13.1%	
2 - 3 months	6 606 272	0.3%	25	0.3%	12.9%		5 941 618	0.3%	18	0.2%	13.2%	
Total	41 723 587	2.2%	133	1.8%	12.8%		29 690 902	1.6%	139	1.9%	12.8%	
<b>Deteriorated</b>												
3 - 4 months	2 744 662	0.1%	39	0.5%	12.4%		1 304 704	0.1%	9	0.1%	12.2%	
4 - 5 months	1 449 285	0.1%	11	0.1%	12.9%		283 098	0.0%	3	0.0%	11.6%	
5 - 6 months	1 433 800	0.1%	5	0.1%	13.5%		2 669 277	0.1%	5	0.1%	13.5%	
6 - 12 months	1 872 070	0.1%	20	0.3%	11.9%		2 381 620	0.1%	21	0.3%	12.5%	
>12 months	944 398	0.0%	11	0.1%	10.7%		1 349 669	0.1%	9	0.1%	11.9%	
Total	8 444 214	0.4%	86	1.2%	12.4%		7 988 367	0.4%	47	0.6%	12.7%	
<b>Defaulted</b>												
Litigation	24 210 916	1.3%	48	0.7%	13.2%		24 169 677	1.3%	50	0.7%	13.2%	
<b>Other categories</b>												
Debt review	-	0.0%	-	0.0%	0.0%		-	0.0%	-	0.0%	0.0%	
Arrangement	14 502 347	0.8%	44	0.6%	13.0%		21 681 880	1.1%	77	1.0%	12.6%	
Third party attachment	-	0.0%	-	0.0%	0.0%		-	0.0%	-	0.0%	0.0%	
Properties sold	1 655 313	0.1%	4	0.1%	0.0%		1 636 621	0.1%	4	0.1%	0.0%	
Properties in possession	892 000	0.0%	3	0.0%	0.0%		892 000	0.0%	3	0.0%	0.0%	
Total	17 049 660	0.9%	51	0.7%	11.0%		24 210 501	1.3%	84	1.1%	11.3%	
<b>Total</b>	<b>1 929 915 551</b>	<b>100.0%</b>	<b>7 376</b>	<b>100.0%</b>	<b>10.1%</b>		<b>1 915 107 514</b>	<b>100.0%</b>	<b>7 437</b>	<b>100.0%</b>	<b>10.1%</b>	

**Arrears reserve trigger**

An arrears reserve trigger event shall occur on any determination date where the aggregate principal balances of home loans (i) which are in arrears for more than 3 months; and/or (ii) in respect of which the Issuer has instituted legal proceedings for the recovery of amounts owing, exceeds 1,5% of the aggregate principal balances of the home loans and shall cease when such percentage reduces to 1,0%;

		31/01/2017 R	31/10/2016 R
Aggregate principal balances on home loans as above	A	1 929 915 551	1 915 107 514
Balances which are in arrears for more than 3 months	B	8 444 214	7 988 367
Balances for which the Issuer has instituted legal proceedings	C	24 210 916	24 169 677
Total arrears for calculation purposes	D = B + C	32 655 131	32 158 045
Arrears %	E = D / A	1.69%	1.68%
Arrears reserve trigger level percentage		1.50%	1.50%
Arrears reserve trigger level value		28 948 733	28 726 613
If arrears % (E) previously exceeded 1,5%, check whether arrears have decreased to 1%		No	No
Arrears trigger event		Yes	Yes
<b>If Yes, calculation of arrears reserve required:</b>			
Original valuation of the related properties		22 105 047	7 818 463
Latest valuation of the related properties		42 760 294	21 163 466
Balances which are in arrears for more than 3 months	B	8 444 214	7 988 367
60% of the lower of the original valuation and latest valuation	F	13 263 028	4 691 078
Test difference between arrears and conservative value of related properties	G = B - F	(4 818 814)	3 297 290
Arrears reserve required amount (if value greater, no cash reserve required)	H	-	3 297 290
<b>Changes in arrears reserve</b>			
Opening balance		3 297 290	2 587 537
Changes reflected in Priority of Payments		(3 297 290)	1 200 722
Closing balance	H	-	2 587 537
			1 386 815

**Related early amortisation arrears trigger**

		31/01/2017 R	31/10/2016 R
Notes in issue		1 660 000 000	1 660 000 000
Trigger per cent		2.00%	2.00%
Trigger value	I	33 200 000	33 200 000
Total arrears as defined above	D	32 655 131	32 158 045
Headroom (deficit)		544 869	1 041 955
Early amortisation arrears trigger event (D > I)		No	No

**Provisions**

Nqaba establishes an allowance for impairment of the loan book that represents its estimate of incurred losses. This allowance consists of a specific loss component that relates to individual exposure and a collective loss component in respect of losses that have been incurred but not yet identified. The provisions are not taken into account in the tables above. The amounts shown in the company's Management Reports are:

	31/01/2017 R	31/10/2016 R
Impairments applied to loan book excluding possessions	6 131 617	6 131 617
Impairments applied to possessions	294 500	294 500
Total impairments	6 426 117	6 426 117



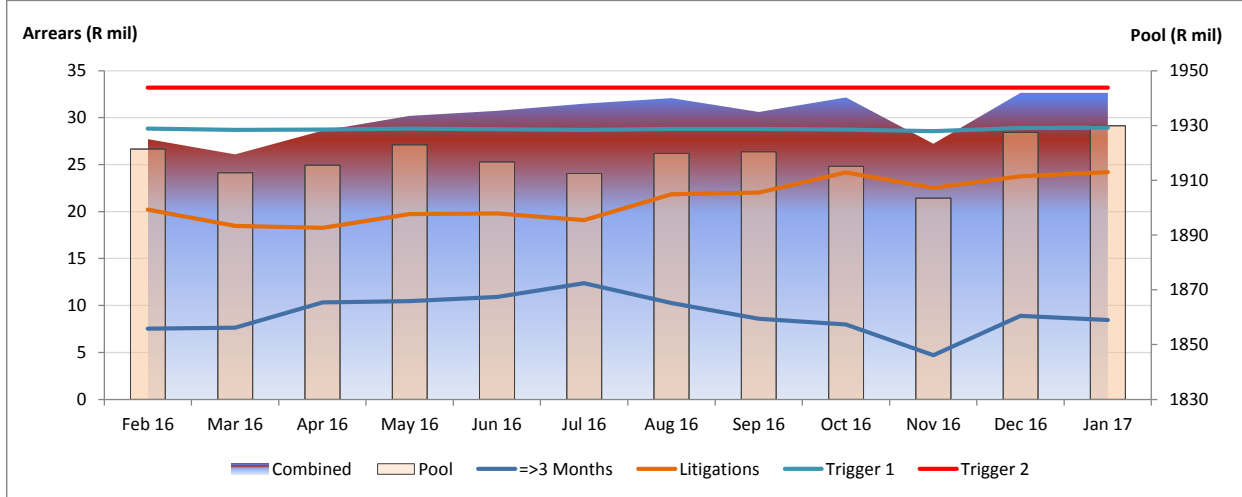
Trends

Arrears analysis (values in R million)

End of:	Feb 16	Mar 16	Apr 16	May 16	Jun 16	Jul 16	Aug 16	Sep 16	Oct 16	Nov 16	Dec 16	Jan 17
<b>Pool</b>	<b>1921</b>	<b>1913</b>	<b>1915</b>	<b>1923</b>	<b>1917</b>	<b>1912</b>	<b>1920</b>	<b>1920</b>	<b>1915</b>	<b>1903</b>	<b>1927</b>	<b>1930</b>
Trigger 1 (%)	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
<b>Trigger 1</b>	<b>28.82</b>	<b>28.69</b>	<b>28.73</b>	<b>28.84</b>	<b>28.75</b>	<b>28.69</b>	<b>28.80</b>	<b>28.81</b>	<b>28.73</b>	<b>28.55</b>	<b>28.91</b>	<b>28.95</b>
=>3 Months	7.53	7.62	10.34	10.47	10.91	12.39	10.25	8.60	7.99	4.70	8.88	8.44
Litigations	20.20	18.47	18.27	19.73	19.81	19.09	21.84	22.01	24.17	22.52	23.75	24.21
<b>Combined</b>	<b>27.72</b>	<b>26.10</b>	<b>28.61</b>	<b>30.19</b>	<b>30.72</b>	<b>31.48</b>	<b>32.09</b>	<b>30.61</b>	<b>32.16</b>	<b>27.22</b>	<b>32.64</b>	<b>32.66</b>
<b>Notes</b>	<b>1660</b>	<b>1660</b>	<b>1660</b>	<b>1660</b>	<b>1660</b>	<b>1660</b>	<b>1660</b>	<b>1660</b>	<b>1660</b>	<b>1660</b>	<b>1660</b>	<b>1660</b>
Trigger 2 (%)	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
<b>Trigger 2</b>	<b>33.20</b>	<b>33.20</b>	<b>33.20</b>	<b>33.20</b>	<b>33.20</b>	<b>33.20</b>	<b>33.20</b>	<b>33.20</b>	<b>33.20</b>	<b>33.20</b>	<b>33.20</b>	<b>33.20</b>
Trigger 2 diff	5.48	7.10	4.59	3.01	2.48	1.72	1.11	2.59	1.04	5.98	0.56	0.54

Trigger 1 (1,5% of principal balances) = If breached by combined arrears, an arrears reserve is required until arrears decrease to 1%

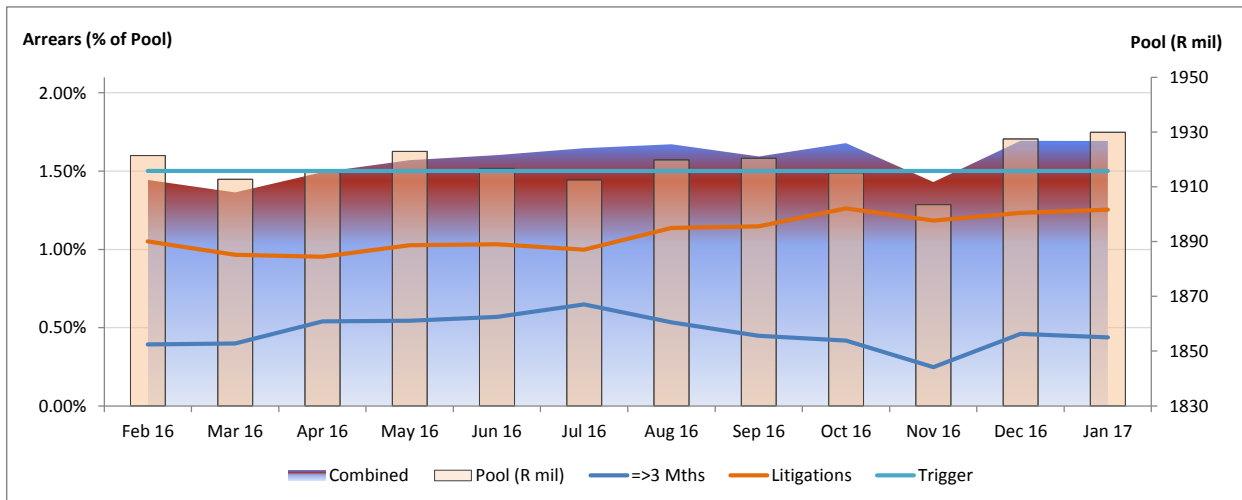
Trigger 2 (2% of Notes) = If breached by combined arrears, early amortisation is required



Arrears analysis (percentages)

End of:	Feb 16	Mar 16	Apr 16	May 16	Jun 16	Jul 16	Aug 16	Sep 16	Oct 16	Nov 16	Dec 16	Jan 17
<b>Pool (R mil)</b>	<b>1921</b>	<b>1913</b>	<b>1915</b>	<b>1923</b>	<b>1917</b>	<b>1912</b>	<b>1920</b>	<b>1920</b>	<b>1915</b>	<b>1903</b>	<b>1927</b>	<b>1930</b>
=>3 Mths	0.39%	0.40%	0.54%	0.54%	0.57%	0.65%	0.53%	0.45%	0.42%	0.25%	0.46%	0.44%
Litigations	1.05%	0.97%	0.95%	1.03%	1.03%	1.00%	1.14%	1.15%	1.26%	1.18%	1.23%	1.25%
<b>Combined</b>	<b>1.44%</b>	<b>1.36%</b>	<b>1.49%</b>	<b>1.57%</b>	<b>1.60%</b>	<b>1.65%</b>	<b>1.67%</b>	<b>1.59%</b>	<b>1.68%</b>	<b>1.43%</b>	<b>1.69%</b>	<b>1.69%</b>
Trigger	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%

Trigger (combined arrears) = If breached, an arrears reserve is required until arrears decrease to 1%

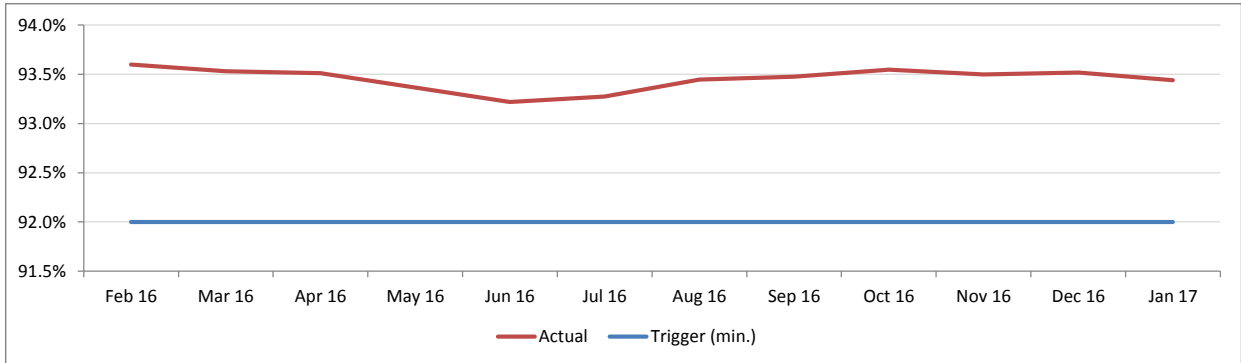


Trends

Payroll Deduction Percentage (number of borrowers)

End of:	Feb 16	Mar 16	Apr 16	May 16	Jun 16	Jul 16	Aug 16	Sep 16	Oct 16	Nov 16	Dec 16	Jan 17
Actual	93.6%	93.5%	93.5%	93.4%	93.2%	93.3%	93.4%	93.5%	93.5%	93.5%	93.5%	93.4%
Trigger (min.)	92.0%	92.0%	92.0%	92.0%	92.0%	92.0%	92.0%	92.0%	92.0%	92.0%	92.0%	92.0%

Trigger = If breached, purchase of additional home loans prohibited

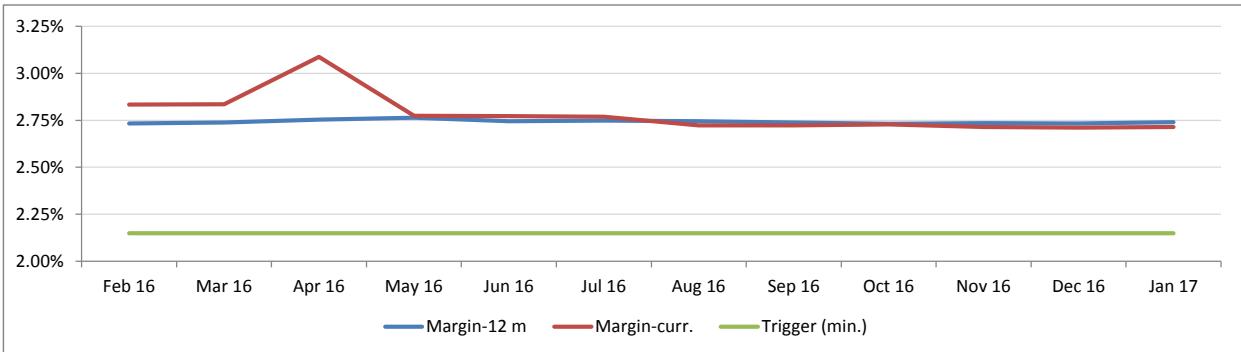


Interest rate margin

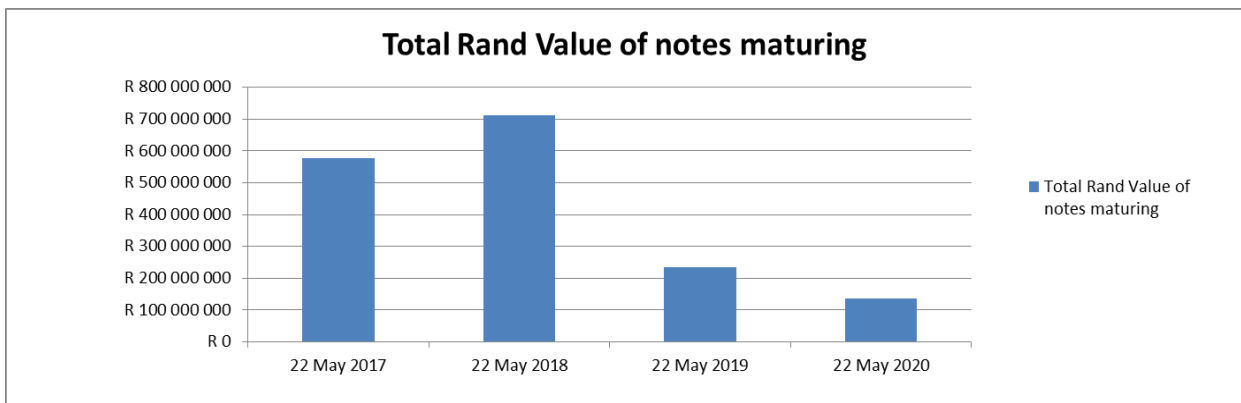
The Required Interest Rate margin between the weighted average home loan rate and the 3 month JIBAR rate is to be tested in two ways on Interest Payment date: the margin of the 12 months rolling averages of each rate and the margin of the actual rates applicable on those dates. For trend purposes, the rates are shown below at each month end with the current JIBAR rate as determined on each reset date for the quarter. The same trigger margin applies to both calculations.

End of:	Feb 16	Mar 16	Apr 16	May 16	Jun 16	Jul 16	Aug 16	Sep 16	Oct 16	Nov 16	Dec 16	Jan 17
<b>12 months rolling average:</b>												
HL-12 m	9.06%	9.14%	9.25%	9.36%	9.46%	9.57%	9.65%	9.74%	9.82%	9.90%	9.97%	10.03%
Jibar-12 m	6.32%	6.41%	6.50%	6.59%	6.72%	6.82%	6.91%	7.00%	7.09%	7.17%	7.23%	7.29%
Margin-12 m	2.73%	2.74%	2.75%	2.76%	2.74%	2.75%	2.75%	2.74%	2.73%	2.73%	2.73%	2.74%
<b>Current month:</b>												
HL-current	9.83%	9.83%	10.08%	10.07%	10.07%	10.07%	10.06%	10.06%	10.07%	10.07%	10.07%	10.07%
Jibar-curr.	6.99%	6.99%	6.99%	7.30%	7.30%	7.30%	7.34%	7.34%	7.34%	7.36%	7.36%	7.36%
Margin-curr.	2.83%	2.84%	3.09%	2.77%	2.77%	2.77%	2.72%	2.72%	2.73%	2.71%	2.71%	2.71%
Trigger (min.)	2.15%	2.15%	2.15%	2.15%	2.15%	2.15%	2.15%	2.15%	2.15%	2.15%	2.15%	2.15%

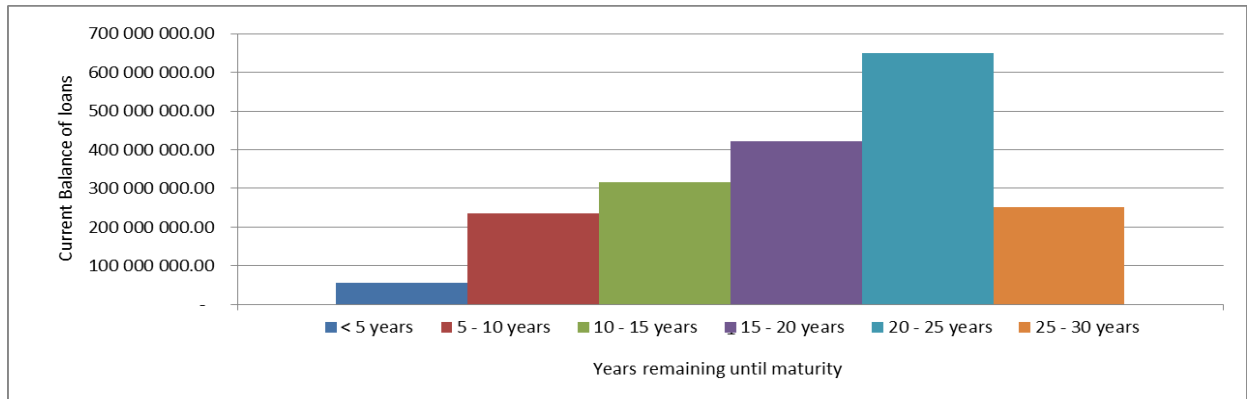
Trigger = If breached by both calculations on the same interest payment date, early amortisation required



Notes maturity analysis



Asset pool maturity analysis



**NQABA FINANCE 1 (RF) LIMITED**

**Cumulative Note details to Interest payment date 22/02/2017**

Class number	JSE stock code	ISIN	Issue date	Scheduled maturity and step-up date	Legal final maturity date	Tranche balance at transaction close R	Subsequent tranches issued R	Tranches redeemed on scheduled maturity dates R	Tranche balance at end of period R	Original rating at issue date	Current rating (30/11/2016)	Remaining life on scheduled maturity (years)	Weighted
A1	NQF1A1	ZAG000030701	31/05/2006	22/05/2009	22/05/2041	696 000 000		(696 000 000)	-	AAA(zaf)			
A2	NQF1A2	ZAG000030735	31/05/2006	22/05/2011	22/05/2043	376 000 000		(376 000 000)	-	AAA(zaf)			
A3	NQF1A3	ZAG000030685	31/05/2006	22/05/2011	22/05/2043	320 000 000		(320 000 000)	-	AAA(zaf)			
A4	NQF1A4	ZAG000044520	28/09/2007	22/05/2010	22/05/2042		304 000 000	(304 000 000)	-	AAA(zaf)			
A5	NQF1A5	ZAG000067760	22/05/2009	22/05/2010	22/05/2042		696 000 000	(696 000 000)	-	AAA(zaf)			
A6	NQF1A6	ZAG000077546	24/05/2010	22/05/2010	22/05/2043		100 000 000	(100 000 000)	-	AAA(zaf)			
A7	NQF1A7	ZAG000077553	24/05/2010	22/11/2011	22/11/2043		375 000 000	(375 000 000)	-	AAA(zaf)			
A8	NQF1A8	ZAG000077561	24/05/2010	22/05/2012	22/05/2044		30 000 000	(30 000 000)	-	AAA(zaf)			
A9	NQF1A9	ZAG000077579	24/05/2010	22/05/2013	22/05/2045		127 000 000	(127 000 000)	-	AAA(zaf)			
A10	NQ1A10	ZAG000077686	24/05/2010	22/05/2020	22/05/2052		115 000 000		115 000 000	AAA(zaf)	A1(sf) / Aaa.za(sf)	3.31	0.23
A11	NQ1A11	ZAG000085853	23/05/2011	<b>22/05/2016</b>	22/05/2048		205 000 000	(205 000 000)	-	AAA(zaf)			
A12	NQ1A12	ZAG000085879	23/05/2011	22/05/2014	22/05/2046		318 000 000	(318 000 000)	-	AAA(zaf)			
A13	NQ1A13	ZAG000085887	23/05/2011	22/05/2011	22/05/2044		273 000 000	(273 000 000)	-	AAA(zaf)			
A14	NQ1A14	ZAG000090648	22/11/2011	22/05/2013	22/05/2045		375 000 000	(375 000 000)	-	AAA(zaf)			
A15	NQ1A15	ZAG000095258	22/05/2012	22/05/2015	22/05/2047		303 000 000	(303 000 000)	-	AAA(zaf)			
A16	NQ1A16	ZAG000105933	22/05/2013	<b>22/05/2016</b>	22/05/2048		200 000 000	(200 000 000)	-	AAA(zaf)			
A17	NQ1A17	ZAG000105941	22/05/2013	22/05/2018	22/05/2050		302 000 000		302 000 000	AAA(zaf)	A1(sf) / Aaa.za(sf)	1.30	0.24
A18	NQ1A18	ZAG000115569	22/05/2014	22/05/2017	22/05/2049		318 000 000		318 000 000	AAA(zaf)	A1(sf) / Aaa.za(sf)	0.30	0.06
A19	NQ1A19	ZAG000126509	23/05/2015	22/05/2018	22/05/1950		303 000 000		303 000 000	AAA(zaf)	A1(sf) / Aaa.za(sf)	1.30	0.24
A21	NQ1A21	ZAG000136664	<b>23/05/2016</b>	22/05/2019	22/05/2051		<b>210 000 000</b>		210 000 000	AAA(zaf)	A1(sf) / Aaa.za(sf)	2.30	0.29
A22	NQ1A22	ZAG000136722	<b>23/05/2016</b>	22/05/2017	22/05/2049		<b>195 000 000</b>		195 000 000	AAA(zaf)	A1(sf) / Aaa.za(sf)	0.30	0.04
<b>Totals Class A</b>						<b>1 392 000 000</b>	<b>4 749 000 000</b>	<b>(4 698 000 000)</b>	<b>1 443 000 000</b>				
B1	NQF1B1	ZAG000030719	31/05/2006	22/05/2009	22/05/2041	32 000 000		(32 000 000)	-	AA(zaf)			
B2	NQF1B2	ZAG000030743	31/05/2006	22/05/2011	22/05/2043	32 000 000		(32 000 000)	-	AA(zaf)			
B3	NQF1B3	ZAG000044538	28/09/2007	22/05/2010	22/05/2042		14 000 000	(14 000 000)	-	AA(zaf)			
B5	NQF1B5	ZAG000067778	22/05/2009	22/05/2010	22/05/2042		32 000 000	(32 000 000)	-	AA(zaf)			
B6	NQF1B6	ZAG000077587	24/05/2010	22/05/2011	22/05/2043		8 000 000	(8 000 000)	-	AA(zaf)			
B7	NQF1B7	ZAG000077595	24/05/2010	22/11/2011	22/11/2043		10 000 000	(10 000 000)	-	AA(zaf)			
B9	NQF1B9	ZAG000077611	24/05/2010	22/05/2013	22/05/2045		30 000 000	(30 000 000)	-	AA(zaf)			
B10	NQ1B10	ZAG000077702	24/05/2010	22/05/2020	22/05/2052		11 000 000		11 000 000	AA(zaf)	A3(sf) / Aaa.za(sf)	3.31	0.02
B11	NQ1B11	ZAG000085861	23/05/2011	22/05/2014	22/05/2046		32 000 000	(32 000 000)	-	AA(zaf)			
B12	NQ1B12	ZAG000085895	23/05/2011	22/05/2012	22/05/2044		8 000 000	(8 000 000)	-	AA(zaf)			
B13	NQ1B13	ZAG000090655	22/11/2011	22/05/2013	22/05/2045		10 000 000	(10 000 000)	-	AA(zaf)			
B14	NQ1B14	ZAG000095266	22/05/2012	22/05/2015	22/05/2047		8 000 000	(8 000 000)	-	AA(zaf)			
B15	NQ1B15	ZAG000105966	22/05/2013	22/05/2018	22/05/2050		40 000 000		40 000 000	AA(zaf)	A3(sf) / Aaa.za(sf)	1.30	0.03
B16	NQ1B16	ZAG000115577	22/05/2014	22/05/2017	22/05/2049		32 000 000		32 000 000	AA(zaf)	A3(sf) / Aaa.za(sf)	0.30	0.01
B17	NQ1B17	ZAG000126467	22/05/2015	22/05/2018	22/05/1950		8 000 000		8 000 000	AA(zaf)	A3(sf) / Aaa.za(sf)	1.30	0.01
<b>Totals Class B</b>						<b>64 000 000</b>	<b>243 000 000</b>	<b>(216 000 000)</b>	<b>91 000 000</b>				
C1	NQF1C1	ZAG000030693	31/05/2006	22/05/2009	22/05/2041	32 000 000		(32 000 000)	-	A(zaf)			
C2	NQF1C2	ZAG000030727	31/05/2006	22/05/2011	22/05/2043	32 000 000		(32 000 000)	-	A(zaf)			
C3	NQF1C3	ZAG000044546	28/09/2007	22/05/2010	22/05/2042		14 000 000	(14 000 000)	-	A(zaf)			
C5	NQF1C5	ZAG000067778	22/05/2009	22/05/2010	22/05/2042		32 000 000	(32 000 000)	-	A(zaf)			
C6	NQF1C6	ZAG000077629	24/05/2010	22/05/2011	22/05/2043		5 000 000	(5 000 000)	-	A(zaf)			
C7	NQF1C7	ZAG000077637	24/05/2010	22/11/2011	22/11/2043		13 000 000	(13 000 000)	-	A(zaf)			
C9	NQF1C9	ZAG000077652	24/05/2010	22/05/2013	22/05/2045		12 000 000	(12 000 000)	-	A(zaf)			
C10	NQ1C10	ZAG000077694	24/05/2010	22/05/2020	22/05/2052		5 000 000		5 000 000	A(zaf)	Baa1(sf) / Aaa.za(sf)	3.31	0.01
C11	NQ1C11	ZAG000085903	23/05/2011	22/05/2014	22/05/2046		32 000 000	(32 000 000)	-	A(zaf)			
C12	NQ1C12	ZAG000085911	23/05/2011	22/05/2012	22/05/2044		5 000 000	(5 000 000)	-	A(zaf)			
C13	NQ1C13	ZAG000090630	22/11/2011	22/05/2013	22/05/2045		13 000 000	(13 000 000)	-	A(zaf)			
C14	NQ1C14	ZAG000095241	22/05/2012	22/05/2015	22/05/2047		5 000 000	(5 000 000)	-	A+(zaf)			
C15	NQ1C15	ZAG000105958	22/05/2013	22/05/2018	22/05/2050		25 000 000		25 000 000	A+(zaf)	Baa1(sf) / Aaa.za(sf)	1.30	0.02
C16	NQ1C16	ZAG000115585	22/05/2014	22/05/2017	22/05/2049		32 000 000		32 000 000	A+(zaf)	Baa1(sf) / Aaa.za(sf)	0.30	0.01
C17	NQ1C17	ZAG000126459	22/05/2015	22/05/2018	22/05/1950		5 000 000		5 000 000	A+(zaf)	Baa1(sf) / Aaa.za(sf)	1.30	0.00
<b>Totals Class C</b>						<b>64 000 000</b>	<b>198 000 000</b>	<b>(195 000 000)</b>	<b>67 000 000</b>				
D1	NQF1D1	ZAG000030750	31/05/2006	22/05/2009	22/05/2041	24 000 000		(24 000 000)	-	BBB(zaf)			
D2	NQF1D2	ZAG000030677	31/05/2006	22/05/2011	22/05/2043	24 000 000		(24 000 000)	-	BBB(zaf)			
D3	NQF1D3	ZAG000044553	28/09/2007	22/05/2010	22/05/2042		11 000 000	(11 000 000)	-	BBB(zaf)			
D4	NQF1D4	ZAG000077660	24/05/2010	22/05/2013	22/05/2045		30 000 000	(30 000 000)	-	BBB(zaf)			
D5	NQF1D5	ZAG000077678	24/05/2010	22/05/2020	22/05/2052		5 000 000		5 000 000	BBB(zaf)	Baa2(sf) / Aa1.za(sf)	3.31	0.01
D6	NQF1D6	ZAG000085929	23/05/2011	<b>22/05/2016</b>	22/05/2048		24 000 000	(24 000 000)	-	BBB(zaf)			
D7	NQF1D7	ZAG000105974	22/05/2013	22/05/2018	22/05/2050		30 000 000		30 000 000	A-(zaf)	Baa2(sf) / Aa1.za(sf)	1.30	0.02
D8	NQF1D8	ZAG000136656	<b>23/05/2016</b>	22/05/2019	22/05/2051		<b>24 000 000</b>		24 000 000	A-(zaf)	Baa2(sf) / Aa1.za(sf)	2.30	0.03
<b>Totals Class D</b>						<b>48 000 000</b>	<b>124 000 000</b>	<b>(113 000 000)</b>	<b>59 000 000</b>				
<b>Totals All Notes</b>						<b>1 568 000 000</b>	<b>5 314 000 000</b>	<b>(5 222 000 000)</b>	<b>1 660 000 000</b>				<b>1.26</b>

Pool factor: As all notes are bullet profile, the pool factor on each is 1 until redemption.

**NQABA FINANCE 1 (RF) LIMITED**

**Note interest calculations for current interest payment date 22/02/2017**

Class number	JSE stock code	Balance start of period R	Interest reset date	Interest payment date	Step up call date	Number of days	3 month Jibar	Margin or fixed rate	Step up margin or fixed rate	Total note coupon	Interest accrued and paid R	Principal raised (distributed) R	Balance end of period R
A10	NQ1A10	115 000 000	22/11/2016	22/02/2017	22/05/2020	92	Fixed	10.435%	+25 bps	10.435%	3 024 721	-	115 000 000
A17	NQ1A17	302 000 000	22/11/2016	22/02/2017	22/05/2018	92	7.358%	1.100%	1.540%	8.458%	6 438 276	-	302 000 000
A18	NQ1A18	318 000 000	22/11/2016	22/02/2017	22/05/2017	92	7.358%	0.950%	1.330%	8.308%	6 659 147	-	318 000 000
A19	NQ1A19	303 000 000	22/11/2016	22/02/2017	22/05/2018	92	7.358%	1.390%	1.946%	8.748%	6 681 075	-	303 000 000
A21	NQ1A21	210 000 000	22/11/2016	22/02/2017	22/05/2019	92	7.358%	1.570%	2.198%	8.928%	4 725 725	210 000 000	210 000 000
A22	NQ1A22	195 000 000	22/11/2016	22/02/2017	22/05/2017	92	7.358%	1.040%	1.456%	8.398%	4 127 675	195 000 000	195 000 000
<b>Totals Class A</b>		<b>1 443 000 000</b>						Weighted average:		<b>8.704%</b>	<b>31 656 618</b>	<b>405 000 000</b>	<b>1 443 000 000</b>
B10	NQ1B10	11 000 000	22/11/2016	22/02/2017	22/05/2020	92	Fixed	10.635%	+55 bps	10.635%	294 866	-	11 000 000
B15	NQ1B15	40 000 000	22/11/2016	22/02/2017	22/05/2018	92	7.358%	1.250%	1.750%	8.608%	867 875	-	40 000 000
B16	NQ1B16	32 000 000	22/11/2016	22/02/2017	22/05/2017	92	7.358%	1.150%	1.610%	8.508%	686 235	-	32 000 000
B17	NQ1B17	8 000 000	22/11/2016	22/02/2017	22/05/2020	92	7.358%	1.820%	2.548%	9.178%	185 070	-	8 000 000
<b>Totals Class B</b>		<b>91 000 000</b>						Weighted average:		<b>8.868%</b>	<b>2 034 044</b>	-	<b>91 000 000</b>
C10	NQ1C10	5 000 000	22/11/2016	22/02/2017	22/05/2020	92	Fixed	10.835%	+100 bps	10.835%	136 551	-	5 000 000
C15	NQ1C15	25 000 000	22/11/2016	22/02/2017	22/05/2018	92	7.358%	1.350%	1.890%	8.708%	548 723	-	25 000 000
C16	NQ1C16	32 000 000	22/11/2016	22/02/2017	22/05/2017	92	7.358%	1.400%	2.160%	8.758%	706 399	-	32 000 000
C17	NQ1C17	5 000 000	22/11/2016	22/02/2017	22/05/2020	92	7.358%	2.250%	3.150%	9.608%	121 087	-	5 000 000
<b>Totals Class C</b>		<b>67 000 000</b>						Weighted average:		<b>8.958%</b>	<b>1 512 760</b>	-	<b>67 000 000</b>
D5	NQF1D5	5 000 000	22/11/2016	22/02/2017	22/05/2020	92	7.358%	3.250%	+325 bps	10.608%	133 690	-	5 000 000
D7	NQF1D7	30 000 000	22/11/2016	22/02/2017	22/05/2018	92	7.358%	1.550%	2.170%	8.908%	1 291 105	-	30 000 000
D8	NQF1D8	24 000 000	22/11/2016	22/02/2017	22/05/2019	92	7.358%	2.850%	3.990%	10.208%	617 514	24 000 000	24 000 000
<b>Totals Class D</b>		<b>59 000 000</b>						Weighted average:		<b>9.581%</b>	<b>1 424 795</b>	<b>24 000 000</b>	<b>59 000 000</b>
<b>Totals all Notes</b>		<b>1 660 000 000</b>						Weighted average:		<b>8.754%</b>	<b>36 628 217</b>	<b>429 000 000</b>	<b>1 660 000 000</b>
<b>Subordinated loan</b>		<b>290 000 000</b>	22/11/2016	22/02/2017		92	7.358%	5.000%		12.358%	9 033 190		290 000 000
<b>Total funding</b>		<b>1 950 000 000</b>						Weighted average interest rate all funding:		<b>9.290%</b>	<b>45 661 407</b>	<b>429 000 000</b>	<b>1 950 000 000</b>
<b>Credit enhancement limit</b>						17.5%		<b>of notes outstanding</b>					
<b>Current value of credit enhancement</b>						17.5%		<b>of notes outstanding</b>					
<b>Credit enhancement committed and not drawn</b>						0%							

Credit enhancement in the form of a subordinated loan of R290 000 00 from EFC is available to all classes of notes.

Note: As all interest accrued has been paid in full since inception, there are no interest shortfalls.

**Interest swaps on fixed interest Notes for current interest payment date 22/02/2017**

Trade number	JSE stock code	Nominal value R	Interest reset date	Interest payment date	Number of days	Fixed rate	Floating: 3 month Jibar	Total after margin added	Receive fixed R	Pay floating R	Net receipt / (payment) R
9527572	NQ1A10	115 000 000	22/11/2016	22/02/2017	92	10.435%	7.358%	9.458%	3 024 721	(2 741 524)	283 196
9527542	NQ1B10	11 000 000	22/11/2016	22/02/2017	92	10.635%	7.358%	9.658%	294 866	(267 778)	27 088
9527501	NQ1C10	5 000 000	22/11/2016	22/02/2017	92	10.835%	7.358%	9.858%	136 551	(124 238)	12 313
		<b>131 000 000</b>				Weighted averages:	<b>10.467%</b>	<b>9.490%</b>	<b>3 456 138</b>	<b>(3 133 540)</b>	<b>322 597</b>

Note: The above swap contracts terminate on 22 May 2020, the expected maturity date of the related Notes.

**Liquidity and redraw facilities at Interest payment date**

Liquidity facility	22/02/2017		22/11/2016		Redraw facility	22/02/2017		22/11/2016	
	R		R			R		R	
Facility limit (2% of Notes issued)	33 200 000		33 200 000		Facility limit	510 000 000		510 000 000	
Available facility:					Available facility:				
Outstandings at start of period	-	-	-	-	Outstandings at start of period	-	-	-	-
Further amounts drawn	-	-	-	-	Further amounts drawn (repaid)	-	-	-	-
Less: Outstandings at end of period	-	-	-	-	Less: Outstandings at end of period	-	-	-	-
Available facility at end of period	33 200 000		33 200 000		Available facility at end of period	510 000 000		510 000 000	
The facility is due for renewal on 21/02/2017. It has never been used. The fee charge is 0.55% of the facility limit.					The facility is due for renewal on 21/02/2017. It has never been used. The fee charge is 0.55% of the facility limit.				

**Early amortisation events (summary)**

	22/02/2017	22/11/2016
The occurrence of any of the following events, as determined by the manager, will give rise to early amortisation of the transaction. Please see the referenced pages for further details:		
Any new tax which has a material adverse effect on the Issuer	Reference	Breach
Any Servicer event of default		No
The Arrears Reserve (if required) is not fully funded for six consecutive payment dates	Pages 7, 13	No
The weighted average current LTV exceeds the required weighted average current LTV by more than 10%	Page 3	No
The aggregate principal balances of home loans which are in arrears for more than 3 months exceeds 2% of the outstanding principal amount of the Notes	Page 7	No
The Issuer does not achieve the required interest margin	Page 3	No
A Principal deficiency exists on any payment date	Page 13	No
The rating assigned to Eskom Holdings SOC Limited is downgraded below AA-(zaf)	Page 3	No

## NQABA FINANCE 1 (RF) LIMITED

### Principal deficiency ledger at Interest payment date

	22/02/2017	22/11/2016
	R	R
<b>Early amortisation event - a principal deficiency exists on any payment date</b>		
A Principal Deficiency is defined as: the amount of the Liabilities expected to exist, less the Assets expected to exist on the immediately succeeding payment date after having made all payments in accordance with the priority of payments on that payment date, if the result is less than zero.		
<b>Liabilities</b>		
Aggregate outstanding principal of the notes	1 660 000 000	1 660 000 000
Less: Amount allocated for the redemption of notes	-	-
- Class A	-	-
- Class B	-	-
- Class C	-	-
- Class D	-	-
Plus: Funds raised through refinancing	-	-
Plus: Principal amount outstanding under the redraw facility at the end of the preceding collection period	-	-
Less: Amount allocated in current priority of payments to repay the redraw facility	-	-
<b>Total liabilities (L)</b>	<b>1 660 000 000</b>	<b>1 660 000 000</b>
<b>Assets</b>		
Aggregate principal balances of home loans on the last day of the immediately preceding Collection Period	1 929 915 551	1 915 107 514
Plus: Home loans transferred on the next day from funds previously allocated	10 896 175	-
Total principal balances at start of current period	1 940 811 725	1 915 107 514
Amount allocated to purchase additional home loans on the immediately succeeding Payment Date *	9 188 275	34 892 486
* For practical reasons, transfers occur at the start of the next Collection Period		
<b>Total assets (A)</b>	<b>1 950 000 000</b>	<b>1 950 000 000</b>
Principal deficiency (L - A) (never less than zero) (PD)	-	-

**Conclusion: No principal deficiency exists**

#### Interest Deferral events

If a principal deficiency exists, the amount of the deficiency must be tested successively against the outstanding principal amounts of the subordinated loan and the subordinated classes of Notes to establish whether interest on these Notes must be deferred.

Principal Deficiency calculated above (PD)	-	-
<b>Class D interest deferral test to protect class C and above Noteholders</b>		
Class D Notes	59 000 000	59 000 000
Class E Notes	-	-
Subordinated loan	290 000 000	290 000 000
Total (D)	349 000 000	349 000 000
Net Principal Deficiency (PD - D) (never less than zero)	-	-
<b>Class C interest deferral test to protect class B and above Noteholders</b>		
Class C Notes (C)	67 000 000	67 000 000
Net Principal Deficiency (PD - D - C) (never less than zero)	-	-
<b>Class B interest deferral test to protect class A Noteholders</b>		
Class B Notes (B)	91 000 000	91 000 000
Net Principal Deficiency (PD - D - C - B) (never less than zero)	-	-

NB: If there is an Interest Deferral Event, redemptions of matured Class B to D Notes will be affected.

**Conclusion: No interest deferral is necessary as no principal deficiency exists**

#### Reserve funds at Interest payment date

	R	R
Reserve fund balance at transaction close	-	-
Arrears reserve at start of period	3 297 290	3 297 290
Current period change	(3 297 290)	0
Arrears reserve at end of period	-	<b>3 297 290</b>

NB: The arrears reserve has been funded since the required date. The Issuer has no other reserve funds.

## NQABA FINANCE 1 (RF) LIMITED

### Cash flow statement to determination date

*NB: These figures are derived from the unaudited management accounts and are subject to change*

	Three months ended:	
	31/01/2017	31/10/2016
	R	R
Profit before tax per income statement	3 489 615	4 415 570
Add back:		
Fair value adjustments	(2 582 439)	(2 582 439)
Funds from operations	907 176	1 833 130
Taxation paid	(1 883 679)	(1 883 679)
(Decrease) increase in Notes including accrued interest	(1 679 344.19)	258 373
Increase in portfolio assets including accrued interest	(14 808 036.62)	(2 044 567)
Decrease (increase) in arrears reserve funded	3 561 700.00	(3 297 290)
Decrease (increase) in amounts due by EFC and accounts receivable	3 018 716.93	(2 427 005)
Increase (decrease) in amounts due to EFC and accounts payable	12 301 040.72	(2 269 454)
Increase (decrease) in funds	1 417 573	(9 830 492)
Funds available at beginning of the period	94 391 695	104 486 597
Funds available at end of the period to Priority of Payments	95 809 268	94 656 105

### Pre-enforcement Priority of Payments during the Revolving period at Interest payment date

	22/02/2017	22/11/2016
	R	R
Cash at bank as above	98 531 134	94 656 105
Refinancing of Notes	-	-
Add: Commingling amounts subsequently received from EFC	26 025 940	29 044 657
Less: commingling amounts payable to EFC	(18 185 608)	(5 726 592)
<b>Available cash</b>	<b>106 371 466</b>	<b>117 974 170</b>
<b>Payments</b>		
1 South African Revenue Services	(1 544 979)	(661 239)
2 Security SPV trust, owner trust and third party payments	(2 628 864)	(1 959 981)
3 Derivative counterparty settlement received (paid)	322 597	327 880
4 Liquidity facility provider - fees	(52 469)	(52 469)
5 Redraw facility provider - fees	(805 996)	(805 996)
6 Class A to D Note holders:		
Interest on Class A notes	(31 656 618)	(31 603 061)
Surplus / (Deficit)	70 005 138	83 219 304
Interest on Class B notes	(2 034 044)	(2 030 818)
Interest payable	(2 034 044)	(2 030 818)
Less: Class B interest deferred	-	-
Interest on Class C notes	(1 512 760)	(1 510 259)
Interest payable	(1 512 760)	(1 510 259)
Less: Class C interest deferred	-	-
Interest on Class D notes	(1 424 795)	(1 422 416)
Interest payable	(1 424 795)	(1 422 416)
Less: Class D interest deferred	-	-
Surplus / (Deficit)	65 033 539	78 255 811
7 Arrears reserve (increase) decrease	2 587 537	264 410
8 Redraw facility provider	-	-
9 Matured Class A to D Note holders (classes B to D payments subject to Interest Deferral Events)	-	-
10 Additional home loans		
Purchase of additional home loans (per home loan sale agreement) (potential purchase amount less amount applied to item 8 above)	(10 896 175)	-
11 Purchases Reserve:		
Potential purchase amount: an amount determined on each determination date prior to the application of funds on the following payment date:		
Outstanding principal of the Notes	1 660 000 000	1 660 000 000
Plus: Outstanding principal amount of subordinated loan	290 000 000	290 000 000
Less: Principal balance of Home Loans	(1 929 915 551)	(1 914 813 014)
Less: Amounts applied to items 8 and 10	(10 896 175)	-
Less: Outstanding principal amount of subordinated loan associated with matured notes (provided that potential purchase amount >= 0)	-	-
Required purchases reserve	9 188 275	35 186 986
(9 188 275)	(9 188 275)	(34 892 486)
12 Class A to D Note holders: other amounts due	-	-
13 Derivative counterparty	-	-
Surplus / (Deficit)	47 536 626	43 627 735
14 Issuer expenses in excess of issuer expenses cap	-	-
15 Interest on Class E notes	-	-
16 Subordinated loan interest	(9 033 190)	(9 021 495)
17 Class E Note holders: Matured capital	-	-
18 Class E Note holders: Capital	-	-
19 Preference shareholder: Dividend due and payable	-	-
20 To Permitted Investments while amounts are outstanding to Secured Creditors	(38 503 436)	(34 606 240)
	-	-

**NQABA FINANCE 1 (RF) LIMITED**

	Quarter ended 31/01/2017 R	YTD 31/01/2017 R	YTD 31/10/2016 R
<b>Statement of Comprehensive Income</b>			
<i>NB: These figures are derived from the unaudited management accounts and are subject to change.</i>			
Financing income	48 723 248	161 965 397	15 861 882
Financing cost	43 908 705	148 190 513	14 250 923
<b>Financing margin</b>	<b>4 814 543</b>	<b>13 774 883</b>	<b>1 610 959</b>
Loan losses	(11 060)	(1 377 881)	(113 492)
Loan losses written off	(11 060)	(808 783)	(113 492)
Impairment provisions	-	(569 098)	-
Interest received from bank	1 335 683	4 426 731	405 388
Interest swap	327 880	3 686 981	-
Fair value adjustments	-	2 582 439	-
Settlements received (paid)	327 880	1 104 542	-
<b>Operating profit</b>	<b>6 467 046</b>	<b>20 510 714</b>	<b>1 902 854</b>
Operating expenditure	(2 977 431)	(7 932 105)	(1 061 436)
<b>Net profit before tax</b>	<b>3 489 615</b>	<b>12 578 609</b>	<b>841 418</b>
Taxation - normal tax	(883 739)	(3 428 657)	(358 389)
Taxation - deferred tax	-	-	-
<b>Net profit after tax</b>	<b>2 605 876</b>	<b>9 149 952</b>	<b>483 029</b>
Retained income at beginning of the period	52 226 642	45 682 566	45 645 797
<b>Retained income at end of the period</b>	<b>54 832 518</b>	<b>54 832 518</b>	<b>46 128 826</b>

	31/01/2017 R	31/10/2016 R
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**Statement of Financial Position**

*NB: These figures are derived from the unaudited management accounts and are subject to change.*

<b>Assets</b>		
<b>Non-Current Assets</b>	1 924 471 685	1 909 663 648
Home loan advances	1 922 891 933	1 908 083 897
Properties in possession	597 500	597 500
Deferred tax	982 252	982 252
<b>Current Assets</b>	134 953 838	135 650 563
Amounts due by EFC	26 025 940	29 044 657
Cash and cash equivalents	98 531 134	94 391 695
Arrears reserve	-	3 561 700
SA Revenue Services	6 929 560	5 185 307
Prepayments	-	-
Interest swap fair value	3 467 204	3 467 204
<b>Total assets</b>	<b>2 059 425 523</b>	<b>2 045 314 211</b>
<b>Equity and liabilities</b>		
<b>Capital and reserves</b>	54 832 618	52 226 743
Share capital	101	101
Distributable reserves	54 832 517	52 226 642
<b>Non-current liabilities</b>	1 983 007 215	1 984 686 559
Interest-bearing debt	1 983 007 215	1 984 686 559
<b>Current Liabilities</b>	21 585 690	8 400 910
Trade and other payables	1 855 103	2 013 078
Amounts due to EFC	18 185 608	5 726 592
Interest swap fair value	-	-
Deferred tax	-	-
SA Revenue Services	1 544 979	661 239
<b>Total equity and liabilities</b>	<b>2 059 425 523</b>	<b>2 045 314 211</b>

	Quarter ended: R	22/02/2017 %	22/11/2016 R / %
<b>Excess spread</b>			
<b>Average loan pool balance</b>	1 918 984 513		1 916 938 985
Interest received to determination date	48 723 205	10.07%	10.08%
Expenses per Priority of Payments (POP)	(3 487 329)	-0.72%	-0.58%
	45 235 876	9.35%	9.49%
Note coupon less swap per POP	(36 305 620)	-7.51%	-7.50%
Excess spread before subordinated loan interest	8 930 256	1.85%	1.99%
Subordinated loan interest per POP	(9 033 190)	-1.87%	-1.87%
<b>Excess spread</b>	<b>(102 934)</b>	<b>-0.02%</b>	<b>0.13%</b>



## NQABA FINANCE 1 (RF) LIMITED

### Abridged glossary of definitions

Terms and expressions set out below will have the meanings set out below in the Terms and Conditions and the other Transaction Documents, unless such term is separately defined in the Terms and Conditions, the Applicable Pricing Supplement or the Transaction Documents or the context otherwise requires:

<b>Absa House Price Index</b>	the National House Price Index published quarterly by Absa on its website at: <a href="http://www.absa.co.za/Absacoza/Individual/Borrowing/Home-loans/Property-Research">http://www.absa.co.za/Absacoza/Individual/Borrowing/Home-loans/Property-Research</a>
<b>Amortisation Period</b>	the period commencing on the expiry of the Revolving Period and ending on the delivery of an Enforcement Notice. (During this time, the Pre-Enforcement Priority of Payments applicable during the Amortisation Period will be applicable.)
<b>Arrears</b>	a failure by a Borrower to pay an Instalment, other than a failure which is due solely to a failure of the bank payment system or a failure of the payroll deduction mechanism through which Eskom deducts payments from the salaries of the Borrowers on behalf of EFC, provided that such failure of the payroll mechanism shall not persist for longer than one month
<b>Average Outstanding Balance</b>	the aggregate of all amounts outstanding under the Home Loans owned by the Issuer divided by the number of Home Loans owned by the Issuer
<b>Business Day</b>	a day (other than a Saturday, Sunday or statutory public holiday) on which commercial banks settle payments in Rand in Johannesburg
<b>Collection Period</b>	each calendar month period commencing on (and including) the day following a Determination Date and ending on (and including) the following Determination Date
<b>Current LTV Ratio</b>	in respect of a Home Loan, the LTV Ratio (see below) as at the most recent Determination Date
<b>Defaulted Asset</b>	any Home Loan Agreement with respect to which the Issuer has commenced legal proceedings (including the delivery of a letter of demand) for the repayment of amounts outstanding under such Home Loan Agreement
<b>Deteriorated Asset</b>	any Home Loan Agreement with respect to which more than three Instalments are in Arrears
<b>Determination Date</b>	the last day of the calendar month preceding each Payment Date
<b>Enforcement Notice</b>	a notice delivered or deemed to have been delivered to the Issuer (by the Security SPV) pursuant to the Terms and Conditions following an Event of Default under the Notes
<b>Eligibility Criteria</b>	the criteria that a Home Loan must satisfy to be acquired by the Issuer, as set out in Schedule 3 to the Home Loan Sale Agreement
<b>Fully Performing</b>	a Home Loan which is not currently in Arrears
<b>Further Advance</b>	means additional principal advances (in excess of Repayments and Prepayments) advanced to a Borrower in terms of the Home Loan Agreement concluded by such Borrower (the terms of which Home Loan Agreement will determine whether the additional advances to the Borrower are discretionary or obligatory)
<b>Home Loan</b>	a Guaranteed Home Loan or a Mortgaged Home Loan owned by the Seller that complies with the Eligibility Criteria and is sold to the Issuer pursuant to the provisions of the Home Loan Sale Agreement, which Home Loan has been granted by the Seller to a Borrower for the purpose of funding the acquisition or financing of a Property
<b>Home Loan Rate</b>	the annual lending rate of interest from time to time levied in respect of each home loan originated by the Servicer, or such other entity approved by the Rating Agency, nominal annual compounded monthly in arrear
<b>Instalment</b>	the monthly payment in respect of principal, interest (or a combination of both) and insurance premiums, if applicable, due in respect of a Home Loan, in accordance with the provisions of the relevant Home Loan Agreement
<b>Interest Payment Date(s)</b>	in relation to each Tranche of Notes, the interest payment dates specified as such in the Applicable Pricing Supplement. (In practice, all current notes issued have the same interest payment dates - see page 2.)
<b>Issuer Expense Cap</b>	an annual amount calculated by the Manager in respect of each financial year of the Issuer in respect of items 2 to 5 of the Priority of Payments, and notified in writing to the Issuer and the Rating Agency, which amount shall not exceed 0.3% of the aggregate of the Outstanding Principal Amounts of the Notes in issue from time to time plus any amounts outstanding under the Subordinated Loan(s)

## NQABA FINANCE 1 (RF) LIMITED

### Abridged glossary of definitions

<b>Liquidity Facility</b>	a committed Rand denominated short term loan facility, provided by the Liquidity Facility Provider in terms of the Liquidity Facility Agreement
<b>Liquidity Facility Limit</b>	2% of the Outstanding Principal Amount of the Notes in issue from time to time, being the maximum aggregate amount that can be drawn at any time under the Liquidity Facility
<b>Liquidity Shortfall</b>	on any Payment Date, an amount equal to the sum of items 1 to 6 in the Pre-Enforcement Priority of Payments applicable during the Revolving Period payable on such Payment Date, less the cash available in the relevant Priority of Payments on such Payment Date to fund such expenses
<b>LTV Ratio</b>	in respect of a Home Loan, the loan to value ratio of such Home Loan, being the ratio of the total amount outstanding under the Home Loan to the most recent value placed on the Property by an Accredited Valuer for the purposes of valuing the Property relating to the relevant Home Loan
<b>Mandatory Redemption in part (Amortisation Period)</b>	The Notes in all Tranches of Notes will be subject to mandatory redemption in part on each Interest Payment Date during the Amortisation Period, in reducing order of rank (and pari passu if of equal rank) as determined by the respective Classes of the Notes, to the extent permitted by and in accordance with the Priority of Payments
<b>Mandatory Redemption following delivery of an Enforcement Notice</b>	Upon the delivery of an Enforcement Notice (following the occurrence of an Event of Default), the Notes in all Tranches of Notes will be immediately due and payable
<b>Mortgage Bond</b>	in respect of Mortgaged Home Loans, a first mortgage bond or sectional title bond on terms acceptable to the Home Loan Lender, registered over the Property of the relevant Borrower in favour of the Home Loan Lender as security for the obligations of such Borrower to the Home Loan Lender in relation to the Home Loan granted to such Borrower
<b>NACQ</b>	nominal annual compounded quarterly
<b>Original LTV Ratio</b>	in respect of a Home Loan, the LTV Ratio as at origination of that Home Loan, or if such information is unavailable, the greater of the Current LTV Ratio and the weighted average LTV Ratio in respect of Home Loans where an Original LTV Ratio is available
<b>Payment Date</b>	the 22nd day of every month on which the Issuer pays, or makes provision for the payment of, amounts owing to creditors of the Issuer
<b>Portfolio Covenants</b>	the criteria that the aggregate portfolio of Home Loans owned by the Issuer must satisfy, after the acquisition of each Home Loan under the Home Loan Sale Agreement, as set out in Schedule 4 to the Home Loan Sale Agreement
<b>Post-Enforcement Priority of Payments</b>	the order in which payments shall be made from the Transaction Account, after the delivery of an Enforcement Notice, as set out in the Management Agreement
<b>Potential Redraw Amount</b>	in respect of a Home Loan at any time, the aggregate monies which the Borrower is entitled to draw, and the Home Loan Lender is obliged to advance, at such time in accordance with the provisions of the Home Loan Agreement concluded by such Borrower
<b>Pre-Enforcement Priority of Payments</b>	the Pre-Enforcement Priority of Payments applicable during the Revolving Period and the Pre-Enforcement Priority of Payments applicable during the Amortisation Period
<b>Pre-Enforcement Priority of Payments applicable during the Amortisation Period</b>	the order in which payments shall be made from the Transaction Account during the Amortisation Period and prior to delivery of an Enforcement Notice pursuant to an Event of Default, as set out in the Management Agreement. (See Mandatory Redemption in part above.)
<b>Pre-Enforcement Priority of Payments applicable during the Revolving Period</b>	the order in which payments shall be made from the Transaction Account during the Revolving Period and prior to delivery of an Enforcement Notice pursuant to an Event of Default, as set out in the Management Agreement
<b>Prepayments</b>	principal repayments received under a Home Loan in excess of the minimum scheduled Instalments which a Borrower is obliged to pay
<b>PTI Ratio (NB: this is the same as the Fitch DTI ratio)</b>	payment to monthly income ratio, being the ratio of the minimum required Instalment payable under a Home Loan Agreement to the combined gross monthly income of the Borrower concerned and such Borrower's spouse and/or live-in partner and/or any Surety for such Borrower or such other amount or person as the Rating Agency, upon written request by the Issuer, confirms in writing will not adversely affect the then current Rating of the Notes (which income comprises basic salary and travel allowance)

## NQABA FINANCE 1 (RF) LIMITED

### Abridged glossary of definitions

<b>Rate Determination Date</b>	in respect of each Interest Period for a Tranche of Floating Rate Notes, the day falling on the first day of that Interest Period or, if such day is not a Business Day, the first following day that is a Business Day
<b>Re-advance</b>	a re-advance to the relevant Borrower, in terms of the Home Loan Agreement concluded by such Borrower (the terms of which Home Loan Agreement will determine whether the re-advance to the Borrower is discretionary or obligatory), of a portion of the principal of such Borrower's Home Loan, which principal has previously been repaid by such Borrower (i.e., a re-advance of Repayments but excluding Prepayments)
<b>Redraw</b>	a re-advance to the relevant Borrower, in terms of the Home Loan Agreement concluded by such Borrower (the terms of which Home Loan Agreement will determine whether the re-advance to the Borrower is discretionary or obligatory), of a portion of the principal of such Borrower's Home Loan, which principal has previously been repaid by such Borrower in excess of the minimum required Instalments (i.e. a re-advance of Prepayments)
<b>Redraw Facility</b>	a committed Rand denominated revolving facility, provided by the Redraw Facility Provider in terms of the Redraw Facility Agreement
<b>Redraw Facility Limit</b>	an amount equal to or greater than the Potential Redraw Amount
<b>Required Direct Employees Percentage</b>	the percentage of Home Loans advanced to employees who are directly employed by Eskom and not employed by a subsidiary company of Eskom or such other companies forming part of the Eskom group of companies, in relation to the portfolio of Home Loans owned by the Issuer
<b>Revolving Period</b>	the period commencing on (and including) the Commencement Date and ending on (but excluding) the occurrence of an Early Amortisation Event
<b>Secured Creditors</b>	EFC and each of the creditors of the Issuer set out in the Priority of Payments that is a party to a Transaction Document
<b>Subordinated Notes</b>	all the Notes issued on each Issue Date, other than the Class A Notes issued on that Issue Date
<b>Transaction Documents</b>	the Common Terms Agreement, the Home Loan Sale Agreement, the Servicing Agreement, the Liquidity Facility Agreement, the Redraw Facility Agreement, the Subordinated Loan Agreement, the Management Agreement, the Bank Agreement, the Guaranteed Investment Contract, the Security Agreements, the Security SPV Guarantee, the Preference Share Subscription Agreement, the Notes, the Programme Agreement, the Programme Memorandum, any Note Subscription Agreement, the agreements entered into from time to time with Derivative Counterparties, the Safe Custody Agreement, the trust deed of the Owner Trust, the trust deed of the Security SPV Owner Trust, the memorandum and articles of association of the Issuer and the Security SPV and agreements that may be entered into from time to time with Approved Originators.