

# Fox Street 2 (RF) Limited

## Investor Report

### Reporting Period

21 May 2018 - 20 August 2018

### Administration consultant

Fezeka Chikowero

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PO Box 785700, Sandton, 2146, South Africa

## Summary

Type of Programme	Residential Mortgage Backed Securities Programme
Issue Date	20 February 2014
Authorised Programme Size	ZAR 3 000 000 000
Initial Nominal Notes Issued	ZAR 1 467 000 000
Total Notes in Issue	ZAR 726 045 563
Total Notes Redeemed	ZAR 740 954 437
Payment Dates	20 <sup>th</sup> Day of February, May, August and November in each year. If such day is not a Business Day, the immediately following Business Day
Last Payment Date	20 August 2018
Interest Accrual Period	21 May 2018 - 20 August 2018
Number of Days in Interest Period	91
Determination Date	31 July 2018
Day Count Convention	Following business day
Credit Enhancement Provider	Investec Bank Limited
Reported Currency	South African Rand
Prime Lending at Determination Date	10.00%
Beginning of the Reporting period	21 May 2018
End of the Reporting period	20 August 2018

<sup>1</sup> Information contained in this report pertains to the assets and liabilities of Fox Street 2 (RF) Limited as at 31 July 2018 unless otherwise stipulated. By 20 August 2018, the entire tranches of the Class A1, A2, A3 and A4 notes were redeemed. In addition, R71m of the Class A5 notes were redeemed by 20 August 2018.

Transaction Parties	Entity Name
Account Bank	Investec Bank Limited
Administrator	Investec Bank Limited
Arranger	Investec Bank Limited
Auditor to the Issuer	KPMG Incorporated
Calculation Agent	Investec Bank Limited
Debt Sponsor	Investec Bank Limited
Derivative Counterparty	Investec Bank Limited
Hedge Counterparty	Investec Bank Limited
Issuer	Fox Street 2 (RF) Limited
Originator	Investec Bank Limited
Owner Trustee	Maitland Group South Africa Limited
Rating Agency	Global Credit Ratings
Security SPV	Fox Street 2 Security SPV (RF) Proprietary Limited
Security SPV Owner Trustee	TMF Corporate Services (South Africa) Proprietary Limited
Servicer	Investec Bank Limited
Settlement Agent	Nedbank Limited
Transfer Agent	Investec Bank Limited

Transaction Parties	Contact Person	Contact Number
Administrator	Fezeka Chikowero	+27 11 286 9336
Owner Trustee	Jesse Carberry	+27 11 530 8400
Security SPV Owner Trustee	Rishendrie Thanthony	+27 11 666 0760
Servicer	Shane Beamish	+27 11 286 8248
Settlement Agent	Thora Johannsen - Hanes	+27 11 294 3937

**Capital Structure as at 20 August 2018**

Stock Code/ Tranche Name	Step-up Date	Final Redemption Date	Spread over 3M JIBAR %	3M JIBAR % (for current period)	All in rate %	Initial Nominal Value (ZAR)	Cumulative repayment of Notes (ZAR)	Outstanding Remaining Notes (ZAR)
FS2A1	20-Aug-14	20-Feb-15	0.35	6.900	7.250	80 000 000	80 000 000	-
FS2A2	20-Aug-15	20-Feb-17	0.68	6.900	7.580	150 000 000	150 000 000	-
FS2A3	17-Feb-17	20-Aug-38	0.98	6.900	7.880	220 000 000	220 000 000	-
FS2A4	20-Nov-18	20-Aug-38	1.05	6.900	7.950	220 000 000	220 000 000	-
FS2A5	20-Feb-19	20-Aug-38	1.25	6.900	8.150	586 000 000	70 954 437	515 045 563
FS2B1	20-Feb-19	20-Aug-38	1.55	6.900	8.450	126 000 000	-	126 000 000
FS2C1	20-Feb-19	20-Aug-38	1.80	6.900	8.700	50 000 000	-	50 000 000
FS2D1	20-Feb-19	20-Aug-38	2.90	6.900	9.800	35 000 000	-	35 000 000
<b>Total</b>						<b>1 467 000 000</b>	<b>740 954 437</b>	<b>726 045 563</b>

Stock Code/ Tranche name	ISIN	Original Fitch rating	Current GCR rating	Balance at the beginning of the period (ZAR)	Notes issued in current period (ZAR)	Note repayment in current period (ZAR)	Balance at the end of the period (ZAR)	Note factor %
FS2A1	ZAG000112673	N/A	N/A	-	-	-	-	0%
FS2A2	ZAG000112681	N/A	N/A	-	-	-	-	0%
FS2A3	ZAG000112699	N/A	N/A	-	-	-	-	0%
FS2A4	ZAG000112707	N/A	N/A	-	-	-	-	0%
FS2A5	ZAG000112715	AAA <sub>(zaf)</sub>	AAA <sub>(ZA)(sf)</sub>	547 488 633	-	32 443 070	515 045 563	88%
FS2B1	ZAG000112723	A <sub>(zaf)</sub>	AA <sub>(ZA)(sf)</sub>	126 000 000	-	-	126 000 000	100%
FS2C1	ZAG000112731	BBB <sub>(zaf)</sub>	A <sub>(ZA)(sf)</sub>	50 000 000	-	-	50 000 000	100%
FS2D1	ZAG000112749	BB <sub>(zaf)</sub>	A <sub>(ZA)(sf)</sub>	35 000 000	-	-	35 000 000	100%
<b>Total</b>				<b>758 488 633</b>	<b>-</b>	<b>32 443 070</b>	<b>726 045 563</b>	

Stock Code/ Tranche name	Accrued/ unpaid interest at beginning of period (ZAR)	Interest accrued in the period (ZAR)	Interest paid in the period (ZAR)	Accrued/ unpaid interest at end of period (ZAR)	Interest shortfall for the period (ZAR)	Cumulative interest shortfall (ZAR)
FS2A1	-	-	-	-	-	-
FS2A2	-	-	-	-	-	-
FS2A3	-	-	-	-	-	-
FS2A4	-	-	-	-	-	-
FS2A5	-	11 124 519	-11 124 519	-	-	-
FS2B1	-	2 654 458	-2 654 458	-	-	-
FS2C1	-	1 084 521	-1 084 521	-	-	-
FS2D1	-	855 151	-855 151	-	-	-
<b>Total</b>	<b>-</b>	<b>15 718 648</b>	<b>-15 718 648</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Home Loans reconciliation:**

	No. of loans	ZAR
Aggregate value of Home Loans at the beginning of the reporting period	891	830 218 636
Additional Home Loans	-	-
Participating assets purchased (including replacement assets)	-	-
Advances (Redraws, Re-advances, Further Advances)	-	48 771 553
Redraws	-	46 378 977
Re-advances	-	1 880 679
Further Advances	-	511 897
Contractual principal repayments	-	-10 854 115
Prepayments (including settlements)	-18	-68 569 762
Recoveries	-	-
Predecessor assets sold	-	-
Aggregate value of Home Loans at the end of the reporting period	<b>873</b>	<b>799 566 312</b>

### Available Quarterly Interest Amounts

a. Interest received on Home Loans;	17 671 985
b. Fees (in relation to interest) relating to the Home Loans;	45 975
c. Recoveries (in relation to interest) relating to the Home Loans;	-
d. Settlements (in relation to interest) relating to the Home Loans;	-
e. Payments received under Derivative Contracts;	536 850
f. Interest earned on the Bank Accounts;	1 717 495
g. All other income of a revenue nature; and	-
h. The amount recorded, if any, in the Liquidity Reserve Ledger.	17 548 303

### Total Quarterly Interest Available Funds

37 520 609

### Quarterly Interest Priority of Payments

1.1.1) Liability or potential liability for Tax and any statutory fees, costs and expenses due and payable;	-
1.1.2.1 Fees Trustee - pari passue and pro rata (inc. VAT);	19 976
1.1.2.2 Fees Director - pari passue and pro rata (inc. VAT);	26 505
1.1.2.3 Fees Audit - pari passue and pro rata (inc. VAT);	60 135
1.1.2.4 Fees Strate - pari passue and pro rata (inc. VAT);	7 261
1.1.2.5 Fees Rating - pari passue and pro rata (inc. VAT);	59 850
1.1.2.6 Fees JSE - pari passue and pro rata (inc. VAT);	14 963
1.1.2.7 Fees NCA - pari passue and pro rata (inc. VAT);	18 814
1.1.2.8 Fees Bank - pari passue and pro rata (inc. VAT);	2 155
1.1.3.1 Servicer Expenses - pari passu and pro rata (inc. VAT);	276 432
1.1.3.2 Administrator Expenses - pari passu and pro rata (inc. VAT);	100 349
1.1.4) Net amount due to Derivative Counterparty;	-
1.1.5) Interest and fees due to the Warehouse Facility Provider;	-
1.1.6) Interest and fees due to the Redraw Facility Provider;	-
1.1.7.1) Amounts (other than principal) due in respect of the Class A1 Notes;	-
1.1.7.2) Amounts (other than principal) due in respect of the Class A2 Notes;	-
1.1.7.3) Amounts (other than principal) due in respect of the Class A3 Notes;	-
1.1.7.4) Amounts (other than principal) due in respect of the Class A4 Notes;	-
1.1.7.5) Amounts (other than principal) due in respect of the Class A5 Notes;	11 124 519
1.1.8.1) To clear the Principal Deficiency Ledger of the Class A1 Notes;	-
1.1.8.2) To clear the Principal Deficiency Ledger of the Class A2 Notes;	-
1.1.8.3) To clear the Principal Deficiency Ledger of the Class A3 Notes;	-
1.1.8.4) To clear the Principal Deficiency Ledger of the Class A4 Notes;	-
1.1.8.5) To clear the Principal Deficiency Ledger of the Class A5 Notes;	-
1.1.9) Amounts (other than principal) due in respect of the Class B Notes;	2 654 458
1.1.10) To clear the Principal Deficiency Ledger of the Class B Notes;	-
1.1.11) Amounts (other than principal) due in respect of the Class C Notes;	1 084 521
1.1.12) To clear the Principal Deficiency Ledger of the Class C Notes;	-
1.1.13) Amounts (other than principal) due to in respect of the Class D Notes;	855 151
1.1.14) To clear the Principal Deficiency Ledger of the Class D Notes;	-
1.1.15) Amounts (other than principal) due to in respect of the Class E Notes;	-
1.1.16) To clear the Principal Deficiency Ledger of the Class E Notes;	-
1.1.17) Funding of Liquidity Reserve up to the Liquidity Reserve Required Amount;	16 370 511
1.1.18) Monthly allocation of excess amounts from the Liquidity Reserve to the Principal Available Funds;	1 177 792
1.1.19) Derivative Termination Amounts due to Derivative Counterparty in default	-
1.1.20) Interest and fees due to Subordinated Loan Provider	3 667 217
1.1.21) Clearing of Subordinated Loan Principal Deficiency Ledger	-
1.1.22) Dividends due to Preference Shareholder	-

### Total Amount Quarterly Interest Priority of Payments

37 520 609

### Carried forward to the next quarter

-

37 520 609

Available Quarterly Principal Amounts

31 July 2018

Balance carried forward	-
a. Repayments to the extent relating to principal in respect of the Home Loans;	10 854 115
b. Prepayments to the extent relating to principal in respect of the Home Loans;	68 569 762
c. Recoveries to the extent relating to principal in respect of the Home Loans;	-
d. Settlements to the extent relating to principal in respect of the Home Loans;	-
e. Insurance Proceeds to the extent relating to principal in respect of the Home Loans;	-
f. Net Proceeds received in respect of Replacement Assets sold;	-
g. Repurchase price received in respect of Repurchase Assets;	-
h. Advances under the Warehouse Facility;	-
i. Net Proceeds received in respect of Note issuances;	-
j. other payments of a principal nature;	-
k. The amount allocated to the Principal Available Funds Ledger as set out in item 18 of the Interest Pre-Enforcement Priority of Payments;	1 177 792
l. The amount recorded to the Redraw Reserve Ledger; and	16 601 850
m. The amount recorded, if any, in the Capital Reserve Ledger.	-
Less: Readvances, Further advances and Redraws on Home Loans	48 771 553
<b>Total Quarterly Principal Available Funds</b>	<b>48 431 966</b>
<hr/>	
Quarterly Principal Priority of Payments	
2.1.1) Unpaid Corporate existence expenses;	-
2.1.2) Unpaid Issuer Expenses;	-
2.1.3) Unpaid Servicer and Administration Fees;	-
2.1.4) Principal due to the Warehouse Facility Provider;	-
2.1.5) Principal due to the Redraw Facility Provider;	-
2.1.6) Funding Redraw Reserve to Redraw Reserve Required Amount	15 988 897
2.1.7.1) Principal Due on the Class A1 Notes;	-
2.1.7.2) Principal Due on the Class A2 Notes;	-
2.1.7.3) Principal Due on the Class A3 Notes;	-
2.1.7.4) Principal Due on the Class A4 Notes;	-
2.1.7.5) Principal Due on the Class A5 Notes;	32 443 070
2.1.8) Principal Due on the Class B Notes;	-
2.1.9) Principal Due on the Class C Notes;	-
2.1.10) Principal Due on the Class D Notes;	-
2.1.11) Principal Due on the Class E Notes;	-
2.1.12) Interest due but unpaid in respect of the Notes;	-
2.1.13) Funding of Capital Reserve to the Capital Reserve Required Amount;	-
2.1.14) Acquisition of Additional Home Loans;	-
2.1.15) Principal due to Subordinated Loan Provider	-
Credited to the Principal Ledger	-
2.1.16) Dividends due to Preference Shareholder	-
<b>Total Amount Quarterly Principal Priority of Payments</b>	<b>48 431 967</b>
<b>Carried forward to the Principal Ledger</b>	<b>48 431 967</b>

**Current Key Portfolio Characteristics**

**31 July 2018**

Number of Loans		873
Principal Balance		799 566 312
Min Loan Value		-10 549 <sup>2</sup>
Max Loan Value		5 987 456
Average Loan Value		915 884
Min Current LTV		0.00%
Max Current LTV		100.92%
WA Current LTV		49.41%
Min Original LTV		6.61%
Max Original LTV		101.27%
WA Original LTV		74.34%
WA Asset Yield (related to the Prime rate)		-1.27%
WA seasoning (years)		7.39
WA remaining maturity (years)		13.84
WA Debt-to-Income		18.87%
Owner Occupied	658	75.37%
Non-Owner Occupied	215	24.63%
Employed Borrowers	750	85.91%
Self Employed Borrowers	111	12.71%

**Original Key Portfolio Characteristics<sup>3</sup>**

**20 February 2014**

Number of Loans		1 306
Principal Balance		1 470 424 121
Min Loan Value		-1 141 860
Max Loan Value		4 801 622
Average Loan Value		1 125 899
Min Current LTV		0.00%
Max Current LTV		100.74%
WA Current LTV		65.54%
Min Original LTV		11.84%
Max Original LTV		101.25%
WA Original LTV		76.16%
WA Asset Yield (related to the Prime rate)		-1.36%
WA seasoning (years)		3.27
WA remaining maturity (years)		16.77
WA Debt-to-Income		17.58%
Owner Occupied		90.06%
Non-Owner Occupied		9.94%
Employed Borrowers		87.78%
Self Employed Borrowers		12.19%

<sup>2</sup> The negative loan balance is as a result of prepayments and/or repayments exceeding the capital balance owing.

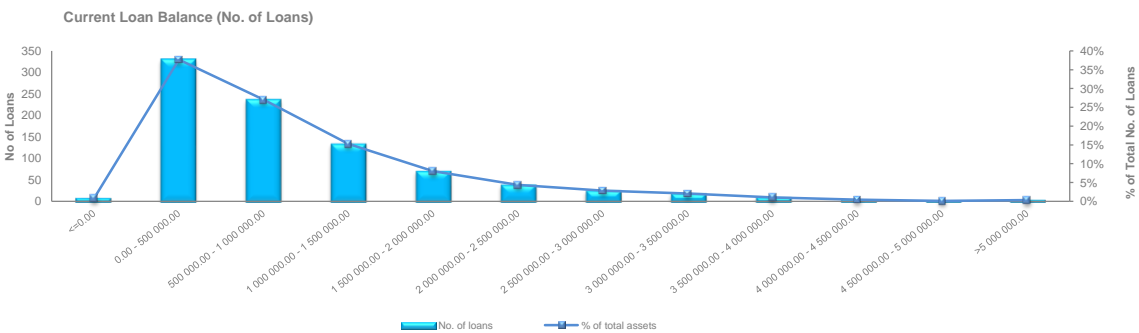
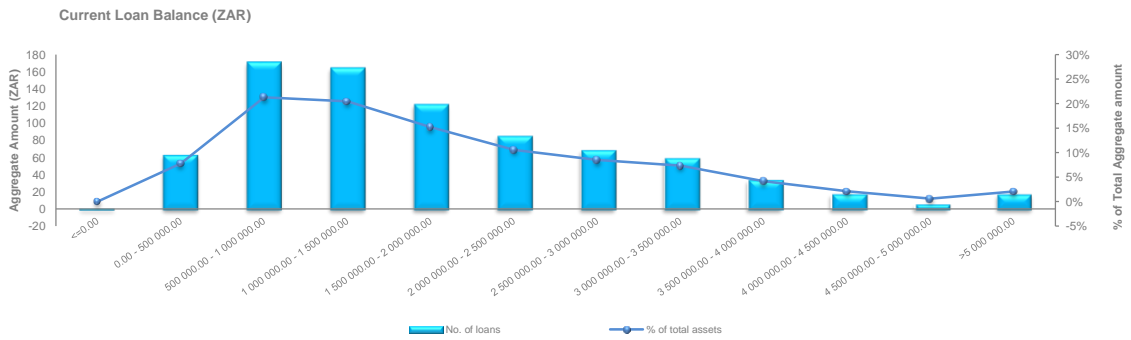
<sup>3</sup> The original key portfolio characteristics relate to the asset pool as at 31 May 2014 (the determination date following the end of the prefunding period)

Current Loan Balance Distribution

31 July 2018

Outstanding Principal Balance (ZAR)	Aggregate Amount (ZAR)	% of Total	No. of Loans	% of Total	WA Asset Yield	WA Remaining Maturity (years)	WA Current LTV
<=0.00	-19 858	0.00%	7	0.80%	8.24%	12.15	0.00%
0.00 - 500 000.00	62 343 011	7.80%	329	37.69%	8.60%	11.48	25.24%
500 000.00 - 1 000 000.00	170 125 246	21.28%	236	27.03%	8.70%	12.61	42.06%
1 000 000.00 - 1 500 000.00	163 477 088	20.45%	133	15.23%	8.69%	13.45	48.41%
1 500 000.00 - 2 000 000.00	121 272 331	15.17%	70	8.02%	8.76%	14.15	54.68%
2 000 000.00 - 2 500 000.00	84 337 105	10.55%	38	4.35%	8.64%	14.32	50.65%
2 500 000.00 - 3 000 000.00	67 958 743	8.50%	25	2.86%	8.75%	14.50	59.65%
3 000 000.00 - 3 500 000.00	58 610 639	7.33%	18	2.06%	8.87%	16.23	63.07%
3 500 000.00 - 4 000 000.00	33 304 504	4.17%	9	1.03%	8.81%	15.68	52.22%
4 000 000.00 - 4 500 000.00	16 750 197	2.09%	4	0.46%	8.96%	15.25	59.27%
4 500 000.00 - 5 000 000.00	4 905 284	0.61%	1	0.11%	9.00%	13.25	78.48%
>5 000 000.00	16 502 023	2.06%	3	0.34%	9.02%	18.67	66.12%
<b>Total</b>	<b>799 566 312</b>	<b>100%</b>	<b>873</b>	<b>100%</b>			

	ZAR
Mean	915 884
Minimum	-10 549 <sup>2</sup>
Maximum	5 987 456



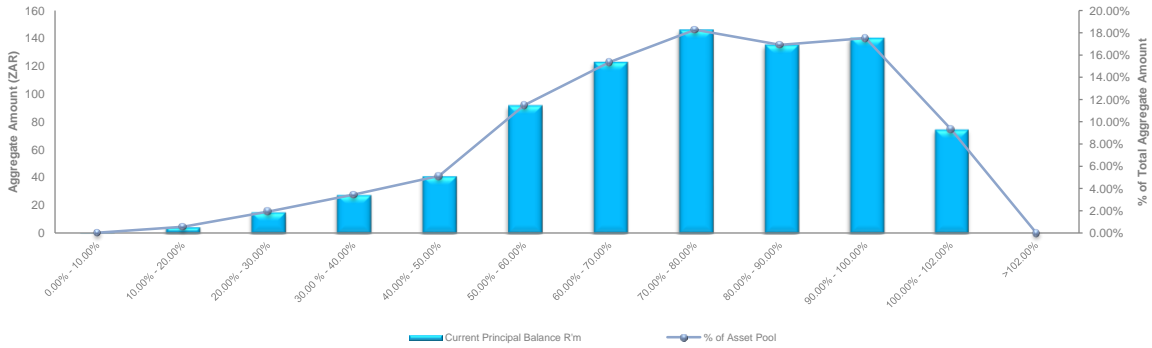
<sup>2</sup> The negative loan balance is as a result of prepayments and/or repayments exceeding the capital balance owing.



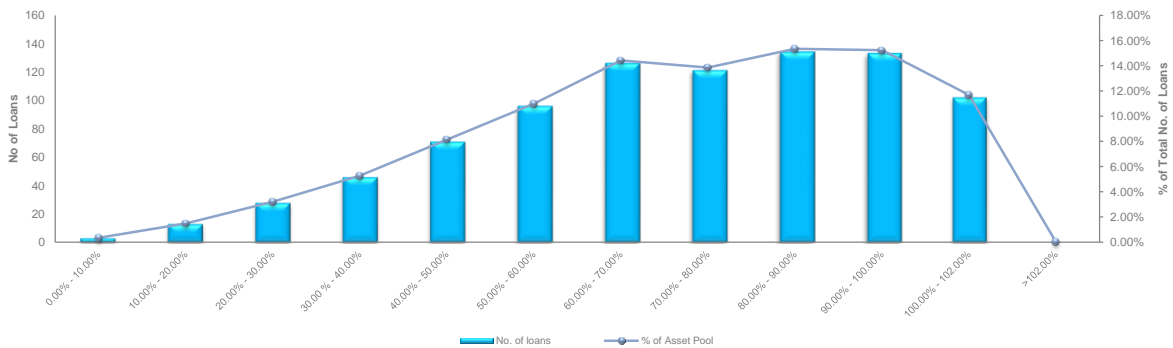
OLTV Percentage	Aggregate Amount (ZAR)	% of Total	No. of Loans	% of Total	WA Asset Yield	WA Remaining Maturity (years)	WA Current LTV
0.00% - 10.00%	228 928	0.03%	3	0.34%	8.27%	10.56	4.97%
10.00% - 20.00%	4 461 346	0.56%	13	1.49%	8.61%	12.93	12.96%
20.00% - 30.00%	15 308 808	1.91%	28	3.21%	8.51%	13.02	22.58%
30.00% - 40.00%	27 655 874	3.46%	46	5.27%	8.48%	12.78	34.09%
40.00% - 50.00%	41 052 604	5.13%	71	8.13%	8.43%	11.48	34.41%
50.00% - 60.00%	91 898 777	11.49%	96	11.00%	8.63%	13.90	48.07%
60.00% - 70.00%	122 909 547	15.37%	126	14.43%	8.68%	13.91	50.13%
70.00% - 80.00%	146 105 395	18.27%	121	13.86%	8.71%	14.62	62.49%
80.00% - 90.00%	135 247 539	16.92%	134	15.35%	8.76%	14.02	67.40%
90.00% - 100.00%	140 158 224	17.53%	133	15.23%	8.92%	14.30	75.14%
100.00% - 102.00%	74 539 269	9.32%	102	11.68%	8.87%	12.91	74.53%
>102.00%	-	0.00%	0	0.00%	0.00%	0.00	
<b>Total</b>	<b>799 566 312</b>	<b>100%</b>	<b>873</b>	<b>100%</b>			

	OLTV %
Mean	71.51%
Minimum	6.61%
Maximum	101.27%

Original Loan to Market Value (ZAR)



Original Loan to Market Value (No. of Loans)



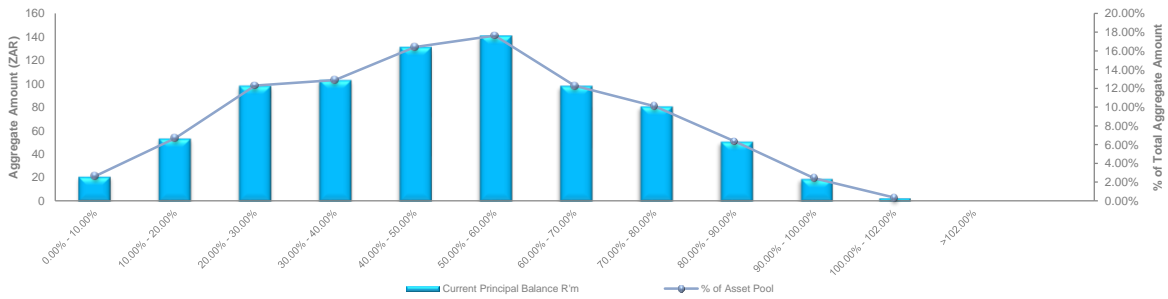
Current Loan to Value (CLTV)

31 July 2018

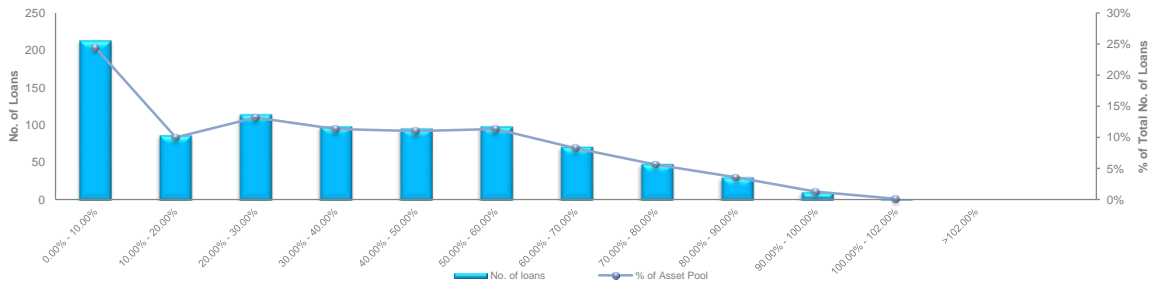
CLTV Percentage	Aggregate Amount (ZAR)	% of Total	No. of Loans	% of Total	WA Asset Yield	WA Remaining Maturity (years)	WA Current LTV
0.00% - 10.00%	21 086 178	2.64%	213	24.40%	8.44%	12.12	6.32%
10.00% - 20.00%	53 385 483	6.68%	87	9.97%	8.47%	12.18	15.30%
20.00% - 30.00%	98 384 138	12.30%	115	13.17%	8.46%	12.13	25.40%
30.00% - 40.00%	103 072 132	12.89%	99	11.34%	8.57%	12.92	35.40%
40.00% - 50.00%	131 212 076	16.41%	96	11.00%	8.68%	13.58	45.06%
50.00% - 60.00%	140 944 009	17.63%	99	11.34%	8.81%	14.39	54.84%
60.00% - 70.00%	98 133 225	12.27%	72	8.25%	8.84%	14.19	64.49%
70.00% - 80.00%	80 702 196	10.09%	49	5.61%	8.94%	15.54	75.02%
80.00% - 90.00%	50 787 961	6.35%	31	3.55%	9.08%	15.41	84.90%
90.00% - 100.00%	19 177 741	2.40%	11	1.26%	9.20%	18.11	93.74%
100.00% - 102.00%	2 681 173	0.34%	1	0.11%	9.25%	19.00	100.92%
>102.00%							
<b>Total</b>	<b>799 566 312</b>	<b>100%</b>	<b>873</b>	<b>100%</b>			

	CLTV %
Mean	34.35%
Minimum	0.00%
Maximum	100.92%

Current Loan to Market Value (ZAR)



Current Loan to Market Value (No. of Loans)



**Asset Yield**

31 July 2018

	Aggregate Amount (ZAR)	% of Total	No. of Loans	% of Total	WA Asset Yield	WA Remaining Maturity (years)	WA Current LTV
< Prime minus 2%	13 977 993	1.75%	17	1.95%	7.83%	8.82	31.46%
Prime minus 2% to minus 1.5%	157 091 320	19.65%	223	25.54%	8.22%	11.28	34.48%
Prime minus 1.5% to minus 1.0%	323 042 293	40.40%	338	38.72%	8.67%	14.06	46.73%
Prime minus 1.0% to minus 0.5%	273 651 374	34.22%	253	28.98%	9.06%	15.12	61.14%
Prime minus 0.5% to Prime	31 803 331	3.98%	42	4.81%	9.39%	15.58	57.20%
<b>Total</b>	<b>799 566 312</b>	<b>100%</b>	<b>873</b>	<b>100%</b>			

	Asset Yield
Mean	Prime minus 1.3%
Minimum	Prime minus 2.3%
Maximum	Prime plus 0.2%

**Debt-to-income (DTI)**

DTI Percentage	Aggregate Amount (ZAR)	% of Total	No. of Loans	% of Total	WA Asset Yield	WA Remaining Maturity (years)	WA Current LTV
< 5%	45 181 398	5.65%	190	21.76%	8.52%	11.96	23.61%
5.00% - 10.00%	105 873 149	13.24%	161	18.44%	8.66%	13.05	38.14%
10.00% - 15.00%	190 284 649	23.80%	190	21.76%	8.66%	13.44	49.41%
15.00% - 20.00%	160 654 228	20.09%	135	15.46%	8.75%	14.05	53.48%
20.00% - 25.00%	133 156 553	16.65%	90	10.31%	8.88%	14.79	55.86%
25.00% - 30.00%	58 254 003	7.29%	43	4.93%	8.62%	13.12	47.84%
30.00% - 35.00%	46 181 738	5.78%	32	3.67%	8.81%	14.66	56.75%
35.00% - 40.00%	26 460 435	3.31%	13	1.49%	8.79%	14.97	58.29%
40.00% - 45.00%	12 370 471	1.55%	6	0.69%	8.89%	15.00	64.99%
45.00% - 50.00%	6 833 852	0.85%	3	0.34%	8.97%	14.33	62.23%
> 50%	14 315 837	1.79%	10	1.15%	8.85%	17.00	55.02%
<b>Total</b>	<b>799 566 312</b>	<b>100%</b>	<b>873</b>	<b>100%</b>			

	Debt to Income
Mean	13.97%
Minimum	0.00%
Maximum	100.00%

**Geographic Distribution**

Province	Aggregate Amount (ZAR)	% of Total	No. of Loans	% of Total	WA Asset Yield	WA Remaining Maturity (years)	WA Current LTV
EASTERN CAPE	48 975 296	6.13%	54	6.19%	8.76%	14.27	60.99%
FREE STATE	3 244 551	0.41%	4	0.46%	9.12%	14.05	68.21%
GAUTENG	344 595 699	43.10%	369	42.27%	8.71%	13.70	51.22%
KWAZULU-NATAL	60 029 377	7.51%	76	8.71%	8.77%	13.94	46.92%
LIMPOPO	1 553 063	0.19%	4	0.46%	8.67%	11.97	32.91%
MPUMALANGA	9 727 250	1.22%	9	1.03%	9.05%	16.23	73.38%
NORTH WEST	4 502 439	0.56%	6	0.69%	8.60%	11.07	49.80%
WESTERN CAPE	326 938 638	40.89%	351	40.21%	8.73%	13.88	45.39%
<b>Total</b>	<b>799 566 312</b>	<b>100%</b>	<b>873</b>	<b>100%</b>			

4 The 100% debt to income ratio is due to the retired and unemployed borrowers.

Loan purpose

31 July 2018

Loan purpose	Aggregate Amount (ZAR)	% of Total	No. of Loans	% of Total	WA Asset Yield	WA Remaining Maturity (years)	WA Current LTV
Renovation - additions	24 134 283	3.02%	13	1.49%	8.89%	15.51	49.69%
Refinance - Includes take overs, collateral security	154 454 757	19.32%	178	20.39%	8.53%	12.92	44.43%
Equity release - revaluation, remortgage	142 498 555	17.82%	110	12.60%	8.88%	15.43	61.86%
Purchase or Completed Building Bond	478 478 717	59.84%	572	65.52%	8.74%	13.59	47.29%
<b>Total</b>	<b>799 566 312</b>	<b>100%</b>	<b>873</b>	<b>100%</b>			

Seasoning

Seasoning (Months)	Aggregate Amount (ZAR)	% of Total	No. of Loans	% of Total	WA Asset Yield	WA Remaining Maturity (years)	WA Current LTV
0 - 60	46 526 497	5.82%	33	3.78%	8.84%	15.71	56.22%
60 - 120	633 185 670	79.19%	659	75.49%	8.81%	14.25	50.28%
120 - 180	119 854 145	14.99%	181	20.73%	8.26%	10.97	42.17%
>180							
<b>Total</b>	<b>799 566 312</b>	<b>100%</b>	<b>873</b>	<b>100%</b>			

Loans interest rate type

Interest rate type	Aggregate Amount (ZAR)	% of Total	No. of Loans	% of Total	WA Asset Yield	WA Remaining Maturity (years)	WA Current LTV
Floating	799 566 312	100.00%	873	100.00%	8.73%	13.84	49.41%
<b>Total</b>	<b>799 566 312</b>	<b>100%</b>	<b>873</b>	<b>100%</b>			

Repayment type

Repayment type	Aggregate Amount (ZAR)	% of Total	No. of Loans	% of Total	WA Asset Yield	WA Remaining Maturity (years)	WA Current LTV
Repayment	799 566 312	100.00%	873	100.00%	8.73%	13.84	49.41%
<b>Total</b>	<b>799 566 312</b>	<b>100%</b>	<b>873</b>	<b>100%</b>			

## Occupancy

31 July 2018

	Aggregate Amount (ZAR)	% of Total	No. of Loans	% of Total	WA Asset Yield	WA Remaining Maturity (years)	WA Current LTV
Not Owner Occupied	152 848 880	19.12%	215	24.63%	8.80%	13.35	51.73%
Owner Occupied	646 717 432	80.88%	658	75.37%	8.71%	13.96	48.86%
<b>Total</b>	<b>799 566 312</b>	<b>100%</b>	<b>873</b>	<b>100%</b>			

## Employment Status Borrower

	Aggregate Amount (ZAR)	% of Total	No. of Loans	% of Total	WA Asset Yield	WA Remaining Maturity (years)	WA Current LTV
Employed	668 103 319	83.56%	750	85.91%	8.74%	13.96	49.63%
Self Employed	122 002 960	15.26%	111	12.71%	8.67%	13.25	48.53%
Retired	6 476 071	0.81%	7	0.80%	8.73%	15.11	53.95%
Unemployed	2 983 961	0.37%	5	0.57%	8.36%	10.32	26.15%
<b>Total</b>	<b>799 566 312</b>	<b>100%</b>	<b>873</b>	<b>100%</b>			

## Home loan prepayment rate

31 July 2018

Balance of home loans at the beginning of the period	830 218 636
Prepayments for the period	68 569 762
Prepayments expressed as a percentage of home loans	8.26%
Annualised prepayments for the period	29.17%
Balance of home loans since transaction close	1 452 085 247
Prepayments since transaction close	1 095 370 932
Prepayments expressed as a percentage of home loans	75.43%
Annualised prepayments since transaction close	27.09%

## Arrear, foreclosure and repurchase statistics

## Arrears statistics

31 July 2018

	% of total pool balance	Number	ZAR
<b>Fully Performing Home loans</b>	99.30%	869	793 981 302
<b>Performing home loans in arrears (&lt;90 days in arrears)</b>			
- Total	0.51%	3	4 052 428
- 0 to 30 days	0.51%	3	4 052 428
- 30 to 60 days	0.00%		
- 60 to 90 days	0.00%		
<b>Non performing home loans (&gt;90 days in arrears)</b>			
- Opening balance	0.19%	1	1 511 780
- Current period (newly added)	0.00%		-
- Defaulted loans reverted to lower or no arrears status during the period	0.00%	-	-
- Closing balance before recoveries	0.19%	1	1 511 780
- Recoveries	1.36%		20 802
- Closing balance	0.19%	873	1 532 582
<b>Total</b>	<b>100%</b>		<b>799 566 312</b>
<b>Defaults</b>			
- Brought forward from previous period		2	2 639 550
- Added in current period		-	-
- Defaulted loans moved to lower or no arrears status		1	-1 161 208
- Closing balance before recoveries		1	1 478 342
- Recoveries		-	54 240
- Closing Balance		1	1 532 582
<b>Specific asset impairment provisioning</b>			
- Opening Balance		2	722 364
- Impairment Provision Raised in Current Period		-	-6 062
- Closing Balance		2	716 303

Possessions	Number	31 July 2018
		ZAR
Loans Foreclosed		
- Opening Balance	-	-
- Current Month (Newly Added)	-	-
- Closing Balance	-	-
Total Recoveries	-	-
Realised Gains / Losses	-	-
Amounts in the Recovery Process	-	-
Cumulative Sold Possessions	-	-

Repurchases (including predecessor assets sold)	ZAR
Current period	
Aggregate Home Loan values at the time of sale	-
Cumulative	
Aggregate Home Loan values at the time of sale	22 038 702

Losses	Number	ZAR
Opening Balance	-	-
Losses Recognized in Current Period	-	-
Closing Balance	-	-
Weighted Average Loss Severity in the Period	-	-
Cumulative Weighted Average Loss Severity	-	-

**Principal Deficiency Ledger (PDL)<sup>6</sup>** 31 July 2018

Sub Ledger	Outstanding Notes and Subordinated Loan Balance (ZAR)	Opening Balance (PDL)	Addition to PDL	Clearance from PDL	Closing Balance (PDL)	Interest Deferral event (Y/N)
Subordinated Loan	119 227 926	-	-	-	-	N <sup>7</sup>
FS2D1	35 000 000	-	-	-	-	N
FS2C1	50 000 000	-	-	-	-	N
FS2B1	126 000 000	-	-	-	-	N
FS2A5	547 488 633	-	-	-	-	N
FS2A4	-	-	-	-	-	N
FS2A3	-	-	-	-	-	N
FS2A2	-	-	-	-	-	N

<sup>6</sup> The Issuer has established the Principal Deficiency Ledger which records the principal deficiency as per the transaction documentation. If an amount is recorded in this ledger, it may indicate that the relevant Class of Notes or Subordinated Loan may not be repaid in full.

<sup>7</sup> As at 20 August 2018, the entire tranches of the Class A1 notes (R80m), Class A2 notes (R150m), Class A3 notes (R220m) and Class A4 notes (R220m) were redeemed. R71m of the Class A5 notes have also been redeemed.

## Trigger Events

Trigger Events	OK / Breach
Servicer continues to hold the Servicer Default Reserve Rating	OK
No Issuer Insolvency Event	OK
No Event of Default under the Notes	OK

Stop Purchase Events	OK / Breach
No Servicer Event of Default	OK
No Principal Deficiency is recorded to the Principal Deficiency Ledger relating to the relevant Class of Notes and/or Subordinated Loan;	OK
No Issuer Trigger Event	OK
Issuer has sufficient funds available to pay the Purchase Price for Additional Home Loans, fund Redraws, Re Advances or Further Advances.	OK

## Counterparties and Ratings

Type	Counterparty	GCR Required Credit Rating		Current Rating		OK / Breach
		Long Term	Short Term	Long Term	Short Term	
Account Bank	Investec Bank Limited	A <sub>(ZA)</sub>	A1 <sub>(ZA)</sub>	AA <sub>(ZA)</sub>	A1+ <sub>(ZA)</sub>	OK
Derivative Counterparty	Investec Bank Limited	A <sub>(ZA)</sub>	A1 <sub>(ZA)</sub>	AA <sub>(ZA)</sub>	A1+ <sub>(ZA)</sub>	OK
Servicer	Investec Bank Limited	BB- <sub>(ZA)</sub>	N/A	AA <sub>(ZA)</sub>	A1+ <sub>(ZA)</sub>	OK
Administrator	Investec Bank Limited	N/A	N/A	AA <sub>(ZA)</sub>	A1+ <sub>(ZA)</sub>	OK

**Transaction Account and Reserves**
**31 July 2018**  
**ZAR**
**Transaction Account comprises**

Balance Capital Reserve Ledger	18 941 241
Balance Liquidity Reserve Ledger	17 548 303
Balance Mortgage Bonds Registration Costs Reserve Ledger	1 000 000
Balance Redraw Reserve Ledger	16 601 850
Other Cash	53 716 452
<b>Total balance Transaction Account</b>	<b>107 807 846</b>

**Capital Reserve Ledger**

Capital Reserve balance at the beginning of the Reporting period	18 941 241
Release of Capital Reserve to Principal Available Funds	-
Replenishment of Capital Reserve Required Amount from Principal Available Funds	-
<b>Capital Reserve balance at the end of the Reporting period</b>	<b>18 941 241<sup>8</sup></b>
<b>Required Reserve Amount</b>	<b>15 158 973</b>

**Liquidity Reserve Ledger**

Liquidity Reserve balance at the beginning of the Reporting period	17 548 303
Release of Liquidity Reserve to Interest Available Funds	-17 548 303
Replenishment of Liquidity Reserve Required Amount from Interest Available Funds	16 370 511
<b>Liquidity Reserve balance at the end of the Reporting period</b>	<b>16 370 511</b>
<b>Liquidity Reserve Required Amount</b>	<b>16 370 511</b>

**Mortgage Bonds Registration Costs Reserve Ledger**

Mortgage Bonds Registration Costs Reserve balance at the beginning of the Reporting period	1 000 000
Movement in Mortgage Bonds Registration Costs Reserve	-
<b>Mortgage Bonds Registration Costs Reserve balance at the end of the Reporting period</b>	<b>1 000 000</b>
<b>Mortgage Bonds Registration Costs Reserve Required Amount</b>	<b>1 000 000</b>

**Redraw Reserve Ledger**

Redraw Reserve balance at the beginning of the Reporting period	16 601 850
Funding of Further Advances, Redraws and Re-advances	-
Release of Redraw Reserve to Principal Available Funds	-612 953
Replenishment of Redraw Reserve Required Amount from Principal Available Funds	15 988 897
<b>Redraw Reserve balance at the end of the Reporting period</b>	<b>15 988 897</b>
<b>Redraw Reserve Required Amount</b>	<b>15 988 897</b>

**Derivative Contracts - Interest Rate Swap (Prime for Jibar)**

Swap notional at beginning of the Reporting period	828 192 456
<b>Maturity Date</b>	<b>20 August 2038</b>
Issuer paying leg	-13 710 329
Issuer receiving leg	14 247 179
<b>Net swap payable at the end of the Reporting period</b>	<b>536 850</b>

<sup>8</sup> The calculated Capital Reserve Required Amount according to the transaction documentation amounts to R15 158 973. However, the Administrator decided to use its discretion and not release the excess reserve.



Management Accounts – Statement of Financial Position

31 July 2018

Assets	
<b>Mortgage Loans (net balance)</b>	<b>799 836 871</b>
Mortgage Loans	799 566 312
Less: General Impairment	986 862
Less: Specific Impairment	-716 303
<b>Cash and Cash Equivalents</b>	<b>107 807 846</b>
- Liquidity Reserve	17 548 303
- Mortgage Bond Registration Cost Reserve	1 000 000
- Capital Reserve	18 941 241
- Redraw Reserve	16 601 850
- Other Cash	53 716 452
Interest Rate Swaps	6 107 252
Trade and Other Receivables	1 801 462
Suspended interest	802 545
Current Tax Asset	-59 080
Deferred Tax Asset	133 582
<b>Total Assets</b>	<b>914 825 388</b>

Liabilities	
Notes Issued	758 488 633
Interest Accrued on Notes	12 451 200
Subordinated Loan	119 227 926
Interest Accrued on Subordinated Loan	10 135 858
Trade and Other Payables	1 291 977
Deferred Income	365 402
<b>Total Liabilities</b>	<b>901 960 996</b>

Equity	
Share Capital	100
Retained Profits and Reserves	6 757 040
Cash Flow Hedge Reserve	6 107 252
<b>Total Equity and Liabilities</b>	<b>914 825 388</b>

Management Accounts - Statement of Comprehensive Income

<b>Net Interest Income</b>	<b>874 202</b>
Interest Income	26 939 114
Interest Expense	-26 064 912
Other Income	59 598
Operating Expenses	-409 245
Net Operating Income	524 555
Tax	-
<b>Net Operating Income (Loss) After Tax</b>	<b>524 555</b>

## Glossary

### Terms

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#### Advance

The amount advanced from time to time by the Redraw Facility Provider or Warehouse Facility Provider, as the case may be, to the Issuer pursuant to a Drawdown Notice.

#### Current LTV Ratio

Loan to value ratio, being the aggregate Principal Balance of a Home Loan divided by the most recent value of the Property (as determined in accordance with the servicer's customary underwriting procedures) associated with such Home Loan at the most recent underwriting date in relation to the Home Loan.

#### Defaults

A Home Loan which is 3 (three) instalments or more in arrears.

#### Fully Performing

A Participating Asset that is not in arrears, unless such arrears is as a result of an administrative or technical error.

#### Further Advance

A Further Advance is an additional advance to a Borrower, in terms of a Home Loan Agreement, which is not a Redraw or Re-advance. Further advance should be known as the last underwritten advance.

#### Home Loan

A loan, in each case comprising the aggregate of all advances (including Redraws, Re-advances and Further Advances) made in terms of the relevant Home Loan Agreement by a Home Loan Lender to a Borrower which advances are secured against, the security of, inter alia a Mortgage Bond.

#### Mortgage Bond

A 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 Agreement granted to such Borrower.

#### Non-Owner Occupied Ratio

The aggregate of the following calculation to be made in relation to each Home Loan forming part of the Home Loan Portfolio - the Principal Balance in respect of each Home Loan that relates to buy-to-let Properties divided by the aggregate of the Principal Balances of all the Home Loans in the Home Loan Portfolio.

#### Non-Performing Asset

A Home Loan which is 3 (three) instalments or more in arrears.

#### Predecessor assets sold

Is an asset that is purchase out of the pool as a true/ warranty buy out. No asset will replace the repurchased asset.

#### Prepayments

Principal repayments received under a Home Loan in excess of the minimum scheduled instalments which a Borrower is obliged to pay.

#### Properties

In relation to each Participating Asset, the fixed immovable residential property situated in South Africa, over which a Mortgage Bond is or will be registered.

#### Re-advances

A Re-advance is an advance to the relevant Borrower, in terms of the Home Loan Agreement, concluded by such Borrower, after the application of the relevant Credit Criteria, 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) and which has not already been advanced to that Borrower before the time of such Re-advance.

#### Redraws

Redraws are draws by the relevant Borrower, in terms of the relevant Home Loan Agreement, of a portion of the principal of such Borrower's Home Loan, provided that the amount of such redraw is limited to principal which has previously been repaid by such Borrower in excess of the minimum scheduled instalments (i.e. a redraw of Prepayments) and which have not already been redrawn by such Borrower before the time of such Redraw.

#### Repayments

Repayments of principal received under a Home Loan, being the scheduled instalments received.

#### Replacement Assets Purchase

Is an asset that is replace by another asset that fits the replacement asset criteria (i.e. substitution)

#### Salaried Employee

A natural person who is paid a fixed amount of money or compensation from an employer in return for work performed. Partners employed by any major legal, auditing or any other firm shall be regarded as salaried employee. It is understood that the partners participate in profit share. A person who owns a business or who has majority shareholding in a business and draws a salary from that business shall not be regarded as a salaried employee.

#### Self-Employed Ratio

The aggregate of the following calculation to be made in relation to each Home Loan forming part of the Home Loan Portfolio - the Principal Balance of each Home Loan that relates to Borrowers that are self-employed divided by the aggregate of the Principal Balances of all the Home Loans in the Home Loan Portfolio.

#### Weighted Average Debt to Income Ratio

The aggregate of the following calculation to be made in relation to each Home Loan forming part of the Home Loan Portfolio - the monthly instalment amount of each Home Loan (calculated on a time to maturity basis at the last underwriting date of such Home Loan) divided by the gross monthly income associated with the Borrower of such Home Loan (calculated at the last underwriting date of the Home Loan); whereby the aforementioned calculation is multiplied by the proportion of the Home Loan's respective Principal Balance to the aggregate Principal Balances of all the Home Loans in the Home Loan Portfolio.

#### Weighted Average Discount to the Prime Rate Ratio

The aggregate of the following calculation to be made in relation to each Home Loan forming part of the Home Loan Portfolio - the prevailing percentage discount to the Prime Rate of each Home Loan; whereby the aforementioned discount is multiplied by the proportion of the Home Loan's respective Principal Balance to the aggregate Principal Balance of all the Home Loans in the Home Loan Portfolio.

#### Weighted Average Original Loan to Value

The aggregate of the following calculation to be made in relation to each Home Loan forming part of the Home Loan Portfolio - (a) the maximum of (i) the Principal Balance of the Home Loan at inception plus the aggregate principal balance of other home loans that the relevant Borrower has with the Originator, or (ii) the Principal Balance of the Home Loan plus the aggregate balance of amounts that can be redrawn in respect of the Home Loan plus the aggregate balance of amounts that can be redrawn under such other home loans that the Borrower has with the Originator, divided by (b) the value of the Property (as determined from time to time in accordance with the Servicer's customary procedures at the latest underwriting date of the Home Loan) associated with such Home Loan; whereby the aforementioned calculation is multiplied by the proportion of the Home Loan's respective Principal Balance to the aggregate Principal Balances of all the Home Loans in the Home Loan Portfolio.

### Weighted Average Seasoning

The aggregate of the following calculation to be made in relation to each Home Loan forming part of the Home Loan Portfolio - the number of months which have passed since the origination date of each Home Loan [advance]; whereby the number of months for each Home Loan advance is multiplied by the proportion of the respective Principal Balance of each Home Loan to the aggregate Principal Balance of all the Home Loans in the Home Loan Portfolio.

### FAIS

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