Capitec Bank Holdings Limited

November 2017

CAPITEC BANK HOLDINGS LIMITED

Annexure A

1. Summary comparison of accounting assets vs leverage ratio exposure measure

Line #	R'000	30 Nov 2017	31 Aug 2017
1	Total consolidated assets as per published financial statements	**87 202 780**	81 136 340
	Adjustments for:		
2	Investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	**-**	-
3	Fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	**-**	-
4	Derivative financial instruments	**16 812**	21 393
5	Securities financing transactions (i.e. repos and similar secured lending)	**29 094**	3 317
6	Off-balance sheet items (i.e. conversion to credit equivalent amounts of off- balance sheet exposures)	**76 032**	55 839
7	Other adjustments	**(276 869)**	(280 400)
8	**Leverage ratio exposure**	**87 047 849**	80 936 489

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2. Leverage ratio - common disclosure template

Line #	Group leverage ratio framework R'000	30 Nov 2017	31 Aug 2017
	On-balance sheet exposures		
1	On-balance sheet items (excluding derivatives and Security Financing Transactions 'STF's' but including collateral)	**84 033 616**	80 569 033
2	Asset amounts deducted in determining Basel 3 Tier 1 capital	**(276 869)**	(280 400)
3	**Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)**	**83 756 747**	80 288 633
	Derivative exposures		
4	Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)	**98 111**	63 547
5	Add-on amounts for Potential Future Exposure 'PFE' associated with all derivatives transactions	**16 812**	21 393
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	**-**	-
7	Deductions of receivables assets for cash variation margin provided in derivatives transactions	**-**	-
8	Exempted Central Counterparty 'CCP' leg of client-cleared trade exposures	**-**	-
9	Adjusted effective notional amount of written credit derivatives	**-**	-
10	Adjusted effective notional offsets and add-on deductions for written credit derivatives	**-**	-
11	**Deductions of receivables assets for cash variation margin provided in derivatives transactions (sum of lines 4 to 10)**	**114 923**	84 940
	Securities financing transaction exposures		
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	**3 071 053**	503 760
13	Netted amounts of cash payables and cash receivables of gross SFT assets	**-**	-
14	Counterparty Credit Risk 'CCR' exposure for SFT assets	**29 094**	3 317
15	Agent transaction exposures	**-**	-
16	**Total securities financing transaction exposures (sum of lines 12 to 15)**	**3 100 147**	507 077
	Other off-balance sheet exposures		
17	Off-balance sheet exposure at gross notional amount	**760 317**	558 391
18	Adjustments for conversion to credit equivalent amounts	**(684 285)**	(502 552)
19	**Off-balance sheet items (sum of lines 17 and 18)**	**76 032**	55 839
	Capital and total exposures		
20	Tier 1 capital	**17 090 158**	16 571 978
21	Total exposures (sum of lines 3, 11, 16 and 19)	**87 047 849**	80 936 489
	Leverage ratio		
22	**Basel 3 leverage ratio%**	**19.6%**	20.5%
	Summary leverage ratio framework - bank level		
	Capital and total exposures		
20	Tier 1 capital	**16 640 320**	16 156 433
21	Total exposures (sum of lines 3, 11, 16 and 19)	**86 904 725**	80 793 677
22	**Basel 3 leverage ratio%**	**19.1%**	20.0%

[1] *There is no material difference on an individual line basis between group and bank level.*