Capitec Bank Holdings Limited
February 2021 (4th quarter)

KM1 - Key Metrics

Line#	Available capital (amounts in R'000)	28 Feb 2021	30 Nov 2020	31 Aug 2020	31 May 2020	29 Feb 2020
1	Common Equity Tier 1 (CET1)	**27 872 626**	26 507 455	24 638 904	23 660 789	24 457 242
1a	Fully loaded ECL accounting model[1]	***27 710 616***	26 345 445	24 476 893	23 498 778	24 133 243
2	Tier 1	**27 898 523**	26 559 249	24 690 698	23 712 583	24 509 036
2a	Fully loaded ECL accounting model Tier 1[1]	***27 736 513***	26 397 239	24 528 687	23 550 571	24 185 037
3	Total Capital	**28 546 358**	27 334 081	25 411 770	24 465 247	25 265 803
3a	Fully loaded ECL accounting model total capital[1]	***28 384 348***	27 172 071	25 249 759	24 303 235	24 941 804
	Risk-weighted assets (amounts)					
4	Total risk-weighted assets (RWA)[4]	**77 801 232**	86 484 016	83 520 815	83 262 175	82 832 095
	Risk-based capital ratios as a percentage of RWA					
5	Common Equity Tier 1 ratio (%)	**35.8%**	30.7%	29.5%	28.4%	29.5%
5a	Fully loaded ECL accounting model Common Equity Tier 1 (%)	***35.1%***	30.1%	28.9%	27.8%	28.7%
6	Tier 1 ratio (%)	**35.9%**	30.7%	29.6%	28.5%	29.6%
6a	Fully loaded ECL accounting model Tier 1 ratio (%)	***35.1%***	30.1%	29.0%	27.9%	28.8%
7	Total capital ratio (%)	**36.7%**	31.6%	30.4%	29.4%	30.5%
7a	Fully loaded ECL accounting model total capital ratio (%)	***36.0%***	31.0%	29.8%	28.8%	29.7%
	Additional CET1 buffer requirements as a percentage of RWA					
8	Capital conservation buffer requirement (2.5% from 2019) (%)	**2.5%**	2.5%	2.5%	2.5%	2.5%
9	Countercyclical buffer requirement (%)	**0.0%**	0.0%	0.0%	0.0%	0.0%
10	Bank G-SIB and/or D-SIB additional requirements (%) [3]	**0.5%**	0.5%	0.5%	-	-
11	Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10)	**3.0%**	3.0%	3.0%	2.5%	2.5%
12	CET1 available after meeting the bank's minimum capital requirements (%)	**28.6%**	23.4%	22.3%	21.4%	22.0%
	Basel 3 leverage ratio					
13	Total Basel 3 leverage ratio exposure measure	**158 134 375**	153 456 051	144 709 567	140 850 287	135 022 285
14	Basel 3 leverage ratio (%) (row 2 / row 13)	**17.6%**	17.3%	17.1%	16.8%	18.2%
14a	Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2a / row 13)	***17.5%***	17.2%	17.0%	16.7%	17.9%
	Liquidity Coverage Ratio					
15	Total High Quality Liquid Assets (HQLA)	**57 601 979**	49 670 375	37 955 609	37 327 479	32 989 868
16	Total net cash outflow[2]	**2 342 837**	2 254 621	2 051 309	2 085 404	1 944 872
17	LCR ratio (%)	**2 459%**	2 203%	1 850%	1 790%	1 696%
	Net Stable Funding Ratio					
18	Total available stable funding	**136 500 427**	136 206 928	130 457 121	126 572 021	121 040 963
19	Total required stable funding	**61 746 242**	59 944 901	59 504 018	59 955 245	61 883 875
20	NSFR ratio	**221.1%**	227.2%	219.2%	211.1%	195.6%

(1) *Capitec Bank Holdings Limited formally transitioned to IFRS 9 on 1 March 2018. The IFRS 9 Transitional Report was presented based on the group's 28 February 2018 financial information to illustrate the impact of implementing IFRS 9 on 1 March 2018. The transitional report is available on Capitec's website at: https://resources.capitecbank.co.za/Capitec_-_IFRS9_transitional_report.pdf*

(2) *As Capitec has a net cash inflow after applying the run-off factors, outflows for the purpose of the ratio are deemed to be 25% of gross outflows.*

(3) *The Prudential Authority issued Directive 4 of 2020 on 27 August 2020. Directive 4 of 2020 has replaced Directive 6 of 2016 and requires banks to publicly disclose their Domestic Systemically Important Bank ("D-SIB") capital add-on as part of the composition of regulatory capital disclosure.*

(4) *The new regulations relating to the capital requirements for banks' equity investments in funds became effective on 1 January 2021. In terms of the new regulations, banks are allowed to adopt a look-through approach to calculate the risk weighted asset exposures for equity investments in funds. Capitec invests in money market unit trust ("MMUT") investment funds, which are included in the scope of the new regulations. The underlying assets of MMUT investment funds are typically invested in a composition of Government Bonds, Treasury Bills and interest bearing deposits with banks. Up until 31 December 2020, the investments in these MMUT's were classified as corporate investments and included under credit risk, which were risk weighted at a 100% risk weight. From 1 January 2021, these investments were classified as equity investments in funds and now included under investment risk. Capitec adopted the look-through approach as outlined in the new regulations to calculate the risk weighted exposures of these investments, and the effective risk weight of these funds amounted to 55% for the month of February 2021.*