CAPITEC BANK

Simplicity is the ultimate sophistication

February 2013 (fourth quarter)

Capitec Bank Holdings Limited and its subsidiaries ("group"), have complied with the Bank's Act 1990 (as amended), which incorporates the requirements of Basel.

In terms of Pillar 3 under Basel, the consolidated group is required to disclose quantitative information on its capital adequacy ratios on a quarterly basis.

The group's consolidated capital position at the end of the fourth quarter for the 28 February 2013 financial year end is set out below:

	R'000	4th Quarter (28 February 2013) Capital Adequacy Ratio %	R'000	3rd Quarter (30 November 2012) Capital Adequacy Ratio %
Composition of qualifying regulatory capital				
Ordinary share capital	5 330 710		5 330 752	
Accumulated profit	2 939 240		2 500 009	
	8 269 950		7 830 761	
Regulatory adjustments				
– Intangible assets in terms of IFRS	(136 380)		(120 734)	
– Specified advances	(137)		(587)	
– Unappropriated profit	(128 561)		(1 450)	
Common Equity Tier 1 capital (CET1)	8 004 872	30.2	7 707 990	31.7
Issued preference share capital	258 969		258 969	
Phase out - non loss absorbent [1]	(25 897)		–	
Additional Tier 1 capital (AT1)	233 072	0.9	258 969	1.1
Tier 1 capital (T1)	8 237 944	31.1	7 966 959	32.8
Issued subordinated debt	2 891 000		2 319 000	
Phase out - non loss absorbant [1]	(289 100)		–	
Third party capital issued by bank subsidiary [2]	(179 585)		–	
Total subordinated debt	2 422 315		2 319 000	
Unidentified impairments	295 582		277 636	
Tier 2 capital (T2)	2 717 897	10.2	2 596 636	10.7
Qualifying regulatory capital	10 955 841	41.3	10 563 595	43.5
Required regulatory capital [3]	2 517 174		2 306 998	

(1) For 2013, the non loss absorbant AT1 and T2 capital is subject to a 10% phase-out in terms of Basel III.

(2) For 2013, the deemed surplus T2 capital of subsidiaries issued to outside third parties, is excluded from group qualifying regulatory capital in terms of the accelerated adoption of Basel III rules.

(3) This value is 9.5% of risk-weighted assets, being the Basel global minimum requirement of 8% and a South African country-specific buffer of 1.5%. In terms of the regulations the Individual Capital Requirement (ICR) is excluded.

By order of the Board

Stellenbosch
26 March 2013