CAPITEC BANK

Simplicity is the ultimate sophistication

May 2015 (first quarter)

Capitec Bank Holdings Limited and its subsidiaries ("group"), have complied with Regulation 43 of the Regulations relating to banks, 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 first quarter of the 28 February 2016 financial year end is set out below:

		1st Quarter 2016 (31 May 2015)		4th Quarter 2015 (28 Feb 2015)
Composition of qualifying regulatory capital	**R'000**	**Capital Adequacy Ratio %**	**R'000**	**Capital Adequacy Ratio %**
Common Equity Tier 1 capital (CET1)	**11 280 204**	**30.1**	10 628 250	29.4
Additional Tier 1 capital (AT1) [(1)]	**181 278**	**0.5**	181 278	0.5
Tier 1 capital (T1)	**11 461 482**	**30.6**	10 809 528	29.9
Subordinated debt [(1)(2)]	**1 702 670**		1 711 213	
Unidentified impairments	**415 153**		398 251	
Tier 2 capital (T2)	**2 117 823**	**5.6**	2 109 464	5.8
Total qualifying regulatory capital	**13 579 305**	**36.2**	12 918 992	35.7
Required regulatory capital [(3)]	**3 751 252**		3 619 641	

[(1)] *Starting 2013, the non loss absorbent AT1 and T2 capital is subject to a 10% per annum phase-out in terms of Basel 3.*

[(2)] *Starting 2013, a deemed surplus attributable to T2 capital of subsidiaries issued to outside third parties, is excluded from group qualifying capital in terms of the accelerated adoption of Basel 3. This deduction phases in at 20% per annum.*

[(3)] *This value is 10% of risk-weighted assets, being the Basel global minimum requirement of 8% and a South African country-specific buffer of 2%. In terms of the regulations the Individual Capital Requirement (ICR) is excluded.*

By order of the Board

Stellenbosch
3 July 2015