



Capitec Bank Limited
 Registration number: 1980/003695/06

Unaudited financial results for the six months ended 31 August 2016

Condensed statement of financial position

	Unaudited Six months ended		Six months	Audited Year
	August	2015	August	ended
	2016	2015	2016/2015	February
	R'000	R'000	%	2016
				R'000
Assets				
Cash, cash equivalents and money market funds	15 085 236	10 561 358	43	14 161 138
Investments designated at fair value	-	1 448 765		-
Held-to-maturity investments	5 349 813	2 638 779	103	3 634 710
Available-for-sale financial assets	100 000	-		-
Term deposit investments	7 040 588	8 188 383	(14)	7 188 781
Loans and advances to clients	36 934 708	33 646 715	10	35 755 444
Other receivables	594 560	389 368	53	210 638
Derivative assets	142 645	103 644	38	225 403
Current income tax asset	111 448	102 365	9	52 702
Group loans receivable	101 259	53 661	89	109 178
Equipment	1 309 409	910 366	44	1 012 202
Intangibles	400 405	230 247	74	242 648
Deferred income tax asset	346 387	272 845	27	349 614
Total assets	67 516 458	58 546 496		62 942 458
Liabilities				
Deposits and bonds	51 383 628	45 042 283	14	47 940 148
Other Liabilities	1 621 257	1 182 794	37	1 327 283
Provisions	64 488	67 149	(4)	107 905
Group loans payable	9 846	10 897	(10)	16 336
Total liabilities	53 079 219	46 303 123		49 391 672
Equity				
Capital and reserves				
Ordinary share capital and premium	6 105 981	6 105 981		6 105 981
Cash flow hedge reserve	23 473	35 746	(34)	64 147
Retained earnings	8 134 263	5 910 467	38	7 206 764
Share capital and reserves attributable to ordinary shareholders	14 263 717	12 052 194	18	13 376 892
Non-redeemable, non-cumulative, non-participating preference share capital and premium	173 522	191 179	(9)	173 894
Total equity	14 437 239	12 243 373	18	13 550 786
Total equity and liabilities	67 516 458	58 546 496	15	62 942 458

Condensed income statement

	Unaudited Six months ended August	Six months August	Audited Year ended February
	2016	2015	2016/2015
	R'000	R'000	%
Interest income	7 016 605	6 040 398	16
Interest expense	(1 708 284)	(1 371 949)	25
Net interest income	5 308 321	4 668 449	14
Loan fee income	909 893	731 567	24
Loan fee expense	(399 582)	(332 417)	20
Transaction fee income	2 601 846	2 012 710	29
Transaction fee expense	(751 106)	(599 009)	25
Net fee income	2 361 051	1 812 851	30
Net impairment charge on loans and advances to clients	(2 600 247)	(2 113 081)	23
Net movement in financial instruments held at fair value through profit or loss	-	(2 720)	
Other income	31	51	
Income from operations	5 069 156	4 365 550	16
Operating expenses	(2 677 181)	(2 362 878)	13
Operating profit before tax	2 391 975	2 002 672	19
Income tax expense	(669 752)	(560 748)	19
Profit for the year	1 722 223	1 441 924	19

Condensed statement of comprehensive income

	Unaudited Six months ended August	Six months August	Audited Year ended February
	2016	2015	2016/2015
	R'000	R'000	%
Profit for the year	1 722 223	1 441 924	19
Cash flow hedge recognised during the year	(72 800)	52 952	(237)
Cash flow hedge reclassified to profit and loss for the year	17 751	(13 086)	(236)
Cash flow hedge before tax	(55 049)	39 866	(238)
Income tax relating to cash flow hedge	14 375	(11 155)	(229)
Other comprehensive income that will be reclassified to profit or loss for the year net of tax	(40 674)	28 711	(242)
Total comprehensive income for the year	1 681 549	1 470 635	14

Condensed statement of changes in equity

	Unaudited Six months ended August		Six months August	Audited Year ended February
	2016	2015	2016/2015	2016
	R'000	R'000	%	R'000
Equity at the beginning of the period	13 550 786	11 479 793	18	11 479 793
Total comprehensive income for the year	1 681 549	1 470 635	14	3 236 148
Ordinary dividend	(786 264)	(682 209)	15	(1 115 810)
Preference dividend	(8 451)	(8 850)	(5)	(16 064)
Shares repurchased	(372)	(15 996)	(98)	(33 281)
Equity at the end of the period	14 437 248	12 243 373	18	13 550 786

Condensed statement of cash flows

	Unaudited Six months ended August		Six months August	Audited Year ended February
	2016	2015	2016/2015	2016
	R'000	R'000	%	R'000
Cash flow from operating activities	4 087 104	4 102 297		7 086 375
Cash flow from investing activities	(2 358 036)	(4 145 265)	(43)	(3 079 238)
Cash flow from financing activities	(800 913)	(709 223)	13	(1 162 948)
Net increase / (decrease) in cash and cash equivalents	928 155	(752 191)	223	2 844 189
Cash and cash equivalents at the beginning of the year	14 148 357	11 304 168	25	11 304 168
Cash and cash equivalents at the end of the year	15 076 512	10 551 977	43	14 148 357

Commitments

	Unaudited Six months ended August		Six months August	Audited Year ended February
	2016	2015	2016/2015	2016
	R'000	R'000	%	R'000
Capital commitments approved by the board				
Contracted for:				
• Property and equipment	244 699	70 448		346 647
• Intangible assets	53 790	7 617		24 126
Not contracted for:				
• Property and equipment	461 487	296 541	55	701 586
• Intangible assets	182 798	117 227	56	467 234
	942 774	491 833		1 539 593
Property and other operating lease commitments				
Future aggregate minimum lease payments				
• Within one year	392 885	324 243	22	353 711
• From one to five years	1 210 789	908 919	33	1 072 435
• After five years	299 799	264 036	14	278 522
Total future cash flows	1 903 473	1 497 198	27	1 704 668
Straight-lining accrued	(103 324)	(76 409)	36	(89 184)
Future expenses	1 800 149	1 420 789	27	1 615 484