

Capitec Bank Holdings Limited

February 2021 (4th quarter)

Annexure A

LR1 - Summary comparison of accounting assets vs leverage ratio exposure measure

Line #	R'000	Capitec Bank Holdings Limited 28 Feb 2021	Capitec Bank Holdings Limited 30 Nov 2020	Capitec Bank Limited 28 Feb 2021	Capitec Bank Limited 30 Nov 2020
1	Total consolidated assets as per published financial statements ⁽¹⁾	156 506 986	152 275 659	156 411 907	141 088 873
	Adjustments for:				
2	Investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	-	-	-	(854 526)
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	(13 544)	22 269	(13 544)	3 098
5	Securities financing transactions (i.e. repos and similar secured lending)	1 821 123	1 624 200	1 821 123	1 624 200
6	Off-balance sheet items (i.e. conversion to credit equivalent amounts of off- balance sheet exposures)	1 090 895	804 068	1 122 528	269 616
7	Other adjustments	(1 271 085)	(1 270 145)	(1 267 407)	(290 970)
8	Leverage ratio exposure	158 134 375	153 456 051	158 074 607	141 840 291

⁽¹⁾ On 1 December 2020, the assets and liabilities of Mercantile Bank Limited were transferred to Capitec Bank Limited in terms of Section 54 of the Banks Act, resulting in Mercantile Bank Limited becoming a division of Capitec Bank Limited.

Capitec Bank Holdings Limited

February 2021 (4th quarter)

LR2 - Leverage ratio

Line #	Group leverage ratio framework R'000	Capitec Bank Holdings Limited 28 Feb 2021	Capitec Bank Holdings Limited 30 Nov 2020	Capitec Bank Limited 28 Feb 2021	Capitec Bank Limited 30 Nov 2020
On-balance sheet exposures					
1	On-balance sheet items (excluding derivatives and Security Financing Transactions 'SFT's' but including collateral)	129 223 544	118 515 907	129 128 465	107 381 215
2	Asset amounts deducted in determining Basel 3 Tier 1 capital	(1 271 085)	(1 270 145)	(1 267 407)	(1 145 496)
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	127 952 459	117 245 762	127 861 058	106 235 719
Derivative exposures					
4	Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)	5 560	52 095	5 560	-
5	Add-on amounts for Potential Future Exposure 'PFE' associated with all derivatives transactions	8 907	22 269	8 907	3 098
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	Total derivative exposures (sum of lines 4 to 10)	14 467	74 364	14 467	3 098
Securities financing transaction exposures					
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	27 255 431	33 707 658	27 255 431	33 707 658
13	Netted amounts of cash payables and cash receivables of gross SFT assets	-	-	-	-
14	Counterparty Credit Risk 'CCR' exposure for SFT assets	1 821 123	1 624 200	1 821 123	1 624 200
15	Agent transaction exposures	-	-	-	-
16	Total securities financing transaction exposures (sum of lines 12 to 15)	29 076 554	35 331 858	29 076 554	35 331 858
Other off-balance sheet exposures					
17	Off-balance sheet exposure at gross notional amount	7 063 759	4 826 694	7 379 984	2 696 163
18	Adjustments for conversion to credit equivalent amounts	(5 972 864)	(4 022 627)	(6 257 456)	(2 426 547)
19	Off-balance sheet items (sum of lines 17 and 18)	1 090 895	804 067	1 122 528	269 616
Capital and total exposures					
20	Tier 1 capital	27 898 523	26 559 249	27 458 805	26 209 726
21	Total exposures (sum of lines 3, 11, 16 and 19)	158 134 375	153 456 051	158 074 607	141 840 291
Leverage ratio					
22	Basel 3 leverage ratio%	17.6%	17.3%	17.4%	18.5%