

2025
Igniting
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This report discloses the Capitec Bank Holdings Limited (Capitec or the group) and Capitec Bank Limited (the bank) Pillar 3 disclosures for the period ended 31 August 2024, in accordance with the Basel Committee on Banking Supervision's (BCBS) Pillar 3 disclosure requirements, and Regulation 43 of the regulations relating to banks. In accordance with the Basel Pillar 3 framework and Regulation 43 of the amended regulations relating to banks, the group is required to publish standardised disclosure templates that provide users with key quantitative and qualitative information that is comparable and consistent.

With reference to our JSE Stock Exchange News Service announcement on 12 March 2024, Capitec has successfully increased its shareholding in AvaFin Holding Limited ("AvaFin"), an international online consumer lending group, from 40.66% to 97.69%, effective from 1 May 2024. Accordingly, AvaFin has been consolidated effective 1 May 2024.

Key prudential regulatory metrics

August 2024

Capitec Bank Holdings Limited

KM1 – Key metrics

The following table provides an overview of the prudential regulatory metrics:

Line#	Available capital R'000	Aug 2024 Q2	May 2024 Q1	Feb 2024 Q4	Nov 2023 Q3	Aug 2023 Q2
1	Common equity tier 1 (CET1)	42 081 092	40 111 852	39 298 719	38 285 180	36 625 838
1a	Fully loaded ECL accounting model ⁽¹⁾	42 081 092	40 111 852	39 298 719	38 285 180	36 625 838
2	Tier 1	42 081 092	40 111 852	39 298 719	38 285 180	36 625 838
2a	Fully loaded ECL accounting model tier 1 ⁽¹⁾	42 081 092	40 111 852	39 298 719	38 285 180	36 625 838
3	Total capital	43 057 409	41 067 636	40 209 333	39 159 944	37 484 453
3a	Fully loaded ECL accounting model total capital ⁽¹⁾	43 057 409	41 067 636	40 209 333	39 159 944	37 484 453
Risk-weighted assets (amounts)						
4	Total risk-weighted assets (RWA)	116 940 704	111 188 236	110 801 018	104 150 753	101 884 657
Risk-based capital ratios as a percentage of RWA						
5	Common equity tier 1 ratio (%)	36.0	36.1	35.5	36.8	35.9
5a	Fully loaded ECL accounting model Common equity tier 1 ⁽¹⁾ (%)	36.0	36.1	35.5	36.8	35.9
6	Tier 1 ratio (%)	36.0	36.1	35.5	36.8	35.9
6a	Fully loaded ECL accounting model tier 1 ratio ⁽¹⁾ (%)	36.0	36.1	35.5	36.8	35.9
7	Total capital ratio (%)	36.8	36.9	36.3	37.6	36.8
7a	Fully loaded ECL accounting model total capital ratio ⁽¹⁾ (%)	36.8	36.9	36.3	37.6	36.8
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 (%)	-	-	-	-	-
10	Bank G-SIB and/or D-SIB additional requirements (%) ⁽³⁾	0.5	0.5	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	3.0	3.0
12	CET1 available after meeting the bank's minimum capital requirements (%)	28.0	28.1	27.5	28.8	27.9
Basel III leverage ratio						
13	Total Basel III leverage ratio exposure measure	223 077 691	214 893 053	208 346 500	207 476 766	201 577 746
14	Basel III leverage ratio (row 2/row 13) (%)	18.9	18.7	18.9	18.5	18.2
14a	Fully loaded ECL accounting model Basel III leverage ratio (row 2a/row 13) (%)	18.9	18.7	18.9	18.5	18.2
Liquidity coverage ratio						
15	Total HQLA	84 350 618	82 334 115	85 894 917	85 677 523	80 248 623
16	Total net cash outflow ⁽²⁾	2 865 565	3 480 794	3 582 532	3 562 036	3 292 349
17	LCR ratio (%)	2 944	2 365	2 398	2 405	2 437
Net stable funding ratio						
18	Total available stable funding	200 891 308	196 611 804	184 553 361	186 273 186	180 549 116
19	Total required stable funding	89 867 914	89 996 421	85 311 405	83 665 096	81 662 686
20	NSFR ratio (%)	223.5	218.5	216.3	222.6	221.1

⁽¹⁾ Capitec formally transitioned to IFRS 9 on 1 March 2018 and by 1 March 2021 fully phased in IFRS 9.

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

⁽³⁾ This represents the additional add-on requirement for global systemically important banks (G-SIBs) and domestic systemically important banks (D-SIBs).

Key prudential regulatory metrics continued

August 2024

Capitec Bank Limited

KM1 – Key metrics continued

The following table provides an overview of the prudential regulatory metrics:

Line#	Available capital R'000	Aug 2024 Q2	May 2024 Q1	Feb 2024 Q4	Nov 2023 Q3	Aug 2023 Q2
1	Common equity tier 1 (CET1)	37 214 197	35 706 175	34 649 992	33 965 746	33 135 272
1a	Fully loaded ECL accounting model ⁽¹⁾	37 214 197	35 706 175	34 649 992	33 965 746	33 135 272
2	Tier 1	37 214 197	35 706 175	34 649 992	33 965 746	33 135 272
2a	Fully loaded ECL accounting model tier 1 ⁽¹⁾	37 214 197	35 706 175	34 649 992	33 965 746	33 135 272
3	Total capital	38 174 012	36 648 474	35 563 157	34 843 465	33 996 637
3a	Fully loaded ECL accounting model total capital ⁽¹⁾	38 174 012	36 648 474	35 563 157	34 843 465	33 996 637
Risk-weighted assets (amounts)						
4	Total risk-weighted assets (RWA)	109 508 281	104 764 242	105 211 920	99 833 913	97 592 410
Risk-based capital ratios as a percentage of RWA						
5	Common equity tier 1 ratio (%)	34.0	34.1	32.9	34.0	34.0
5a	Fully loaded ECL accounting model Common equity tier 1 ⁽¹⁾ (%)	34.0	34.1	32.9	34.0	34.0
6	Tier 1 ratio (%)	34.0	34.1	32.9	34.0	34.0
6a	Fully loaded ECL accounting model tier 1 ratio ⁽¹⁾ (%)	34.0	34.1	32.9	34.0	34.0
7	Total capital ratio (%)	34.9	35.0	33.8	34.9	34.8
7a	Fully loaded ECL accounting model total capital ratio ⁽¹⁾ (%)	34.9	35.0	33.8	34.9	34.8
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 (%)	-	-	-	-	-
10	Bank G-SIB and/or D-SIB additional requirements (%) ⁽³⁾	0.5	0.5	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	3.0	3.0
12	CET1 available after meeting the bank's minimum capital requirements (%)	26.0	26.1	24.9	26.0	26.0
Basel III leverage ratio						
13	Total Basel III leverage ratio exposure measure	216 535 153	209 276 989	204 504 920	204 594 191	198 209 940
14	Basel III leverage ratio (row 2/row 13) (%)	17.2	17.1	16.9	16.6	16.7
14a	Fully loaded ECL accounting model Basel III leverage ratio (row 2a/row 13) (%)	17.2	17.1	16.9	16.6	16.7
Liquidity coverage ratio						
15	Total HQLA	84 350 618	82 334 115	85 894 917	85 677 523	80 248 623
16	Total net cash outflow ⁽²⁾	2 865 565	3 442 256	3 630 781	3 535 913	3 292 349
17	LCR ratio (%)	2 944	2 392	2 366	2 423	2 437
Net stable funding ratio						
18	Total available stable funding	194 324 871	190 246 087	180 136 930	182 186 294	177 165 498
19	Total required stable funding	85 258 025	85 214 090	82 262 591	80 333 390	77 790 273
20	NSFR ratio (%)	227.9	223.3	219.0	226.8	227.7

⁽¹⁾ The bank formally transitioned to IFRS 9 on 1 March 2018 and by 1 March 2021 fully phased in IFRS 9.

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

⁽³⁾ This represents the additional add-on requirement for global systemically important banks (G-SIBs) and domestic systemically important banks (D-SIBs).

Capital management

August 2024

Capitec Bank Holdings Limited

Regulatory capital adequacy

The consolidated capital position for the group and the bank for the period ended 31 August 2024 is set out below:

R'000	GROUP		BANK	
	Aug 2024	Feb 2024	Aug 2024	Feb 2024
Composition of qualifying regulatory capital				
Ordinary share capital ⁽¹⁾	5 446 955	5 456 540	6 105 981	6 105 981
Foreign currency translation reserve	(19 811)	101 574	-	-
Other reserves	492 446	505 392	60	6 286
Common share capital issued by subsidiaries and held by third parties	26 751	-	-	-
Retained earnings	39 718 803	37 351 783	34 023 048	32 617 644
Total ordinary shareholder equity	45 665 144	43 415 289	40 129 089	38 729 911
Regulatory adjustments				
Intangible assets, deferred tax assets excluding temporary differences and goodwill in terms of IFRS ⁽⁶⁾	(1 634 035)	(1 326 994)	(1 275 087)	(1 326 994)
Other regulatory adjustments	(511)	(759)	(81 021)	(99 544)
Unappropriated profit	(1 949 506)	(2 788 817)	(1 558 784)	(2 653 381)
Common equity tier 1 capital (CET1)	42 081 092	39 298 719	37 214 197	34 649 992
CET1 (%)	36.0	35.5	34.0	32.9
Issued preference share capital ⁽¹⁾	42 092	43 260	42 092	43 260
Phase-out – non-loss absorbent ⁽²⁾⁽⁷⁾	(42 092)	(43 260)	(42 092)	(43 260)
Additional tier 1 capital (AT1)⁽¹⁾	-	-	-	-
AT1 (%)	-	-	-	-
Tier 1 capital (T1)	42 081 092	39 298 719	37 214 197	34 649 992
T1 (%)	36.0	35.5	34.0	32.9
General allowance for credit impairment	976 317	910 614	959 815	913 165
Tier 2 capital (T2)	976 317	910 614	959 815	913 165
T2 (%)	0.8	0.8	0.9	0.9
Total qualifying regulatory capital	43 057 409	40 209 333	38 174 012	35 563 157
Total (%)⁽⁸⁾	36.8	36.3	34.9	33.8

Capital management continued

August 2024

Capitec Bank Holdings Limited

Regulatory capital adequacy continued

R'000	GROUP		BANK	
	Aug 2024	Feb 2024	Aug 2024	Feb 2024
Composition of required regulatory capital				
Credit risk – on-balance sheet	9 309 987	8 689 699	9 151 568	8 714 185
Credit risk – off-balance sheet	62 931	53 730	62 931	53 730
Total credit risk	9 372 918	8 743 429	9 214 499	8 767 915
Operational risk	1 683 946	1 595 535	1 576 919	1 515 052
Market risk	51 928	38 955	51 928	1 532
Equity risk	453 482	628 171	449 466	622 151
Other assets	2 470 609	2 290 032	1 848 181	1 718 780
Total regulatory capital requirement⁽⁴⁾	14 032 883	13 296 122	13 140 993	12 625 430
Composition of risk-weighted assets⁽⁵⁾				
Credit risk – on-balance sheet	77 583 228	72 414 160	76 263 065	72 618 210
Credit risk – off-balance sheet	524 429	447 754	524 429	447 754
Total credit risk	78 107 657	72 861 914	76 787 494	73 065 964
Operational risk	14 032 885	13 296 122	13 140 994	12 625 430
Market risk	432 735	324 623	432 735	12 765
Equity risk	3 779 015	5 234 755	3 745 547	5 184 594
Other assets	20 588 412	19 083 604	15 401 511	14 323 167
Total risk-weighted assets	116 940 704	110 801 018	109 508 281	105 211 920
Total assets based on IFRS	222 732 009	207 578 626	215 678 950	203 709 199
Total risk-weighted assets – adjustments ⁽⁶⁾	(105 791 305)	(96 777 608)	(106 170 669)	(98 497 279)
Total risk-weighted assets – regulatory	116 940 704	110 801 018	109 508 281	105 211 920

⁽¹⁾ For further details of these instruments, please refer to the main features of capital and the CC1 - composition of regulatory capital templates.

⁽²⁾ Starting in 2013, the non-loss absorbent AT1 and T2 capital was subject to a 10% per annum phase-out in terms of Basel 3, fully phased-out on 1 January 2022.

⁽³⁾ The total capital adequacy ratio percentage is determined by dividing the total qualifying regulatory capital by total risk-weighted assets.

⁽⁴⁾ This value is currently 12% of risk-weighted assets, being the Basel global minimum requirement of 8%, the South African country-specific Pillar 2A buffer of 1%, the capital conservation buffer of 2.5% and the domestic systemically important bank ("D-SIB") capital add-on of 0.5%. In terms of the regulations relating to banks the individual capital requirement ("ICR") Pillar 2B requirement is excluded.

⁽⁵⁾ Risk-weighted assets is calculated by using regulatory percentages applied to the balance sheet, in order to establish the base for calculating the required regulatory capital.

⁽⁶⁾ The adjustments mainly reflect the impact of the regulatory risk weightings applied and the addition of a risk-weighted equivalent for operational risk.

⁽⁷⁾ The base value of preference shares which would phase-out in terms of Basel 3 is R258 969 000. At 31 August 2024, 83.75% (Feb 2024: 83.30%) of these shares had been repurchased as they would no longer contribute to qualifying regulatory capital. The remaining preference shares in issue, with a base value R42.092 million, are shown as phased-out.

⁽⁸⁾ In terms of the regulations relating to banks, goodwill and intangible assets net of the related deferred tax liability, are treated as specified adjustments and are deducted from CET1 capital and reserve funds.

Capital management continued

August 2024

Capitec Bank Holdings Limited

OV1 – Overview of risk-weighted assets (RWA)

The purpose of the OV1 template is to provide an overview of total risk-weighted assets (RWA) forming the denominator of the risk-based capital requirements.

Line#	R'000	RWA Aug 2024	RWA Feb 2024	Minimum capital requirements ⁽¹⁾ Aug 2024
1	Credit risk (excluding counterparty credit risk) (CCR)	78 079 528	72 816 158	9 369 543
2	Of which standardised approach (SA)	78 079 528	72 816 158	9 369 543
3	Of which: foundation internal ratings-based (F-IRB) approach	-	-	-
4	Of which supervisory slotting approach	-	-	-
5	Of which advanced internal ratings-based (A-IRB) approach	-	-	-
6	Counterparty credit risk (CCR)	25 852	32 982	3 102
7	Of which standardised approach for counterparty credit risk (SA-CCR)	25 852	32 982	3 102
8	Of which internal model method (IMM)	-	-	-
9	Of which other CCR	-	-	-
10	Credit valuation adjustment (CVA)	2 277	12 774	273
11	Equity positions under the simple risk weight approach and the internal model method during the five-year linear phase-in period	356 809	358 779	42 817
12	Equity investments in funds – look-through approach	3 422 206	4 875 976	410 665
13	Equity investments in funds – mandate-based approach	-	-	-
14	Equity investments in funds – fall-back approach	-	-	-
15	Settlement risk	-	-	-
16	Securitisation exposures in banking book	-	-	-
17	Of which securitisation internal ratings-based approach (Sec-IRBA)	-	-	-
18	Of which securitisation external ratings-based approach (Sec-ERBA), including internal assessment approach (IAA)	-	-	-
19	Of which securitisation standardised approach (SEC-SA)	-	-	-
20	Market risk	432 735	324 623	51 928
21	Of which standardised approach (SA)	432 735	324 623	51 928
22	Of which internal model approaches (IMA)	-	-	-
23	Capital charge for switch between trading book and banking book	-	-	-
24	Operational risk	14 032 885	13 296 122	1 683 946
	Other risk	12 223 927	10 638 716	1 466 871
25	Amounts below the thresholds for deduction (subject to 250% risk weight)	8 364 485	8 444 888	1 003 738
26	Output floor applied	-	-	-
27	Floor adjustment (before application of transitional cap)	-	-	-
28	Floor adjustment (after application of transitional cap)	-	-	-
29	Total (1 + 6 + 10 + 11 + 12 + 13 + 14 + 15 + 16 + 20 + 23 + 24 + 25 + 28)	116 940 704	110 801 018	14 032 883

⁽¹⁾ This value is currently 12% of risk-weighted assets, being the Basel global minimum requirement of 8%, the South African country-specific Pillar 2A buffer of 1%, the capital conservation buffer of 2.5% and the domestic systemically important bank (D-SIB) capital add-on of 0.5%. In terms of the regulations relating to banks, the individual capital requirement (ICR) Pillar 2B requirement is excluded.

Capital management continued

August 2024

Capitec Bank Limited

OV1 – Overview of risk-weighted assets (RWA) continued

The purpose of the OV1 template is to provide an overview of total risk-weighted assets (RWA) forming the denominator of the risk-based capital requirements.

Line#	R'000	RWA Aug 2024	RWA Feb 2024	Minimum capital requirements ⁽¹⁾ Aug 2024
1	Credit risk (excluding counterparty credit risk) (CCR)	76 760 736	73 020 208	9 211 288
2	Of which standardised approach (SA)	76 760 736	73 020 208	9 211 288
3	Of which: foundation internal ratings-based (F-IRB) approach	-	-	-
4	Of which supervisory slotting approach	-	-	-
5	Of which advanced internal ratings-based (A-IRB) approach	-	-	-
6	Counterparty credit risk (CCR)	24 481	32 982	2 938
7	Of which standardised approach for counterparty credit risk (SA-CCR)	24 481	32 982	2 938
8	Of which internal model method (IMM)	-	-	-
9	Of which other CCR	-	-	-
10	Credit valuation adjustment (CVA)	2 277	12 774	273
11	Equity positions under the simple risk weight approach and the internal model method during the five-year linear phase-in period	323 341	308 618	38 801
12	Equity investments in funds – look-through approach	3 422 206	4 875 976	410 665
13	Equity investments in funds – mandate-based approach	-	-	-
14	Equity investments in funds – fall-back approach	-	-	-
15	Settlement risk	-	-	-
16	Securitisation exposures in banking book	-	-	-
17	Of which securitisation internal ratings-based approach (Sec-IRBA)	-	-	-
18	Of which securitisation external ratings-based approach (Sec-ERBA), including internal assessment approach (IAA)	-	-	-
19	Of which securitisation standardised approach (SEC-SA)	-	-	-
20	Market risk	432 735	12 765	51 928
21	Of which standardised approach (SA)	432 735	12 765	51 928
22	Of which internal model approaches (IMA)	-	-	-
23	Capital charge for switch between trading book and banking book	-	-	-
24	Operational risk	13 140 994	12 625 430	1 576 919
	Other risk	8 073 333	7 529 719	968 800
25	Amounts below the thresholds for deduction (subject to 250% risk weight)	7 328 178	6 793 448	879 381
26	Output floor applied	-	-	-
27	Floor adjustment (before application of transitional cap)	-	-	-
28	Floor adjustment (after application of transitional cap)	-	-	-
29	Total (1 + 6 + 10 + 11 + 12 + 13 + 14 + 15 + 16 + 20 + 23 + 24 + 25 + 28)	109 508 281	105 211 920	13 140 993

⁽¹⁾ This value is currently 12% of risk-weighted assets, being the Basel global minimum requirement of 8%, the South African country-specific Pillar 2A buffer of 1%, the capital conservation buffer of 2.5% and the domestic systemically important bank (D-SIB) capital add-on of 0.5%. In terms of the regulations relating to banks, the individual capital requirement (ICR) Pillar 2B requirement is excluded.

Capital management continued

August 2024

Capitec Bank Holdings Limited

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

The purpose of the LR1 template is to reconcile the total assets in the financial statements with the leverage ratio exposure measure.

Line#	R'000	GROUP		BANK	
		Aug 2024	Feb 2024	Aug 2024	Feb 2024
1	Total consolidated assets as per published financial statements	222 732 009	207 578 626	215 678 950	203 709 199
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	(170 358)	(96 391)	-	-
3	Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-	-	-	-
4	Adjustments for derivative financial instruments	(94 357)	(10 587)	(53 964)	(1 381)
5	Adjustment for securities financing transactions (i.e. repos and similar secured lending)	87 802	87 323	87 802	87 323
6	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	2 157 141	2 115 282	2 178 472	2 136 317
7	Other adjustments	(1 634 546)	(1 327 753)	(1 356 107)	(1 426 538)
8	Leverage ratio exposure	223 077 691	208 346 500	216 535 153	204 504 920

Capital management continued

August 2024

Capitec Bank Holdings Limited

LR2 – Leverage ratio common disclosure template

The purpose of the LR2 template is to provide a detailed breakdown of the components of the leverage ratio denominator, as well as information on the actual leverage ratio, minimum requirements and buffers.

Line#	R'000	GROUP		BANK	
		Aug 2024	Feb 2024	Aug 2024	Feb 2024
		On-balance sheet exposures			
1	On-balance sheet items (excluding derivatives and SFTs, but including collateral)	209 948 476	187 434 197	203 106 168	183 670 367
2	(Asset amounts deducted in determining Basel III tier 1 capital)	(1 634 546)	(1 327 753)	(1 356 107)	(1 426 538)
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	208 313 930	186 106 444	201 750 061	182 243 829
		Derivative exposures			
4	Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)	1 941	17 301	1 941	17 301
5	Add-on amounts for PFE associated with all derivatives transactions ⁽¹⁾	3 200	5 716	3 200	5 716
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 provide in derivatives transactions)	-	-	-	-
8	(Exempted CCP leg of client-cleared trade exposures) ⁽²⁾	-	-	-	-
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)	5 141	23 017	5 141	23 017
		Securities financing transaction exposures			
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	12 513 677	20 014 434	12 513 677	20 014 434
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-	-	-	-
14	CCR exposure for SFT assets	87 802	87 323	87 802	87 323
15	Agent transaction exposures	-	-	-	-
16	Total securities financing transaction exposures (sum of lines 12 to 15)	12 601 479	20 101 757	12 601 479	20 101 757
		Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	16 454 249	16 820 564	16 647 968	17 015 954
18	(Adjustments for conversion to credit equivalent amounts)	(14 297 108)	(14 705 282)	(14 469 496)	(14 879 637)
19	Off-balance sheet items (sum of lines 17 and 18)	2 157 141	2 115 282	2 178 472	2 136 317
		Capital and total exposures			
20	Tier 1 capital	42 081 092	39 298 719	37 214 197	34 649 992
21	Total exposures (sum of lines 3, 11, 16 and 19)	223 077 691	208 346 500	216 535 153	204 504 920
		Leverage ratio			
22	Basel III leverage ratio (%)	18.9	18.9	17.2	16.9

⁽¹⁾ PFE is defined as potential future exposure.

⁽²⁾ CCP is defined as central counterparty.

Credit risk

August 2024

Capitec Bank Holdings Limited

CR1 – Credit quality of assets

The purpose of the CR1 template is to provide a comprehensive view of the credit quality of on- and off-balance sheet assets. The table below summarises the group's asset classes by IFRS 9 stage and splits the exposures between default and non-default and whether the exposure is calculated on a month-end basis or on a daily average balance basis.

31 Aug 2024 R'000	Month average/ month-end exposure	Credit exposure value			Net
		Defaulted exposures	Non- defaulted exposures	Total impairments	
Stage 1 loans		-	163 420 883	(4 210 189)	159 210 693
Retail term loans	Month-end	-	25 324 361	(1 808 553)	23 515 808
Retail revolving credit	Monthly Ave	-	22 224 933	(1 889 891)	20 335 042
Foreign online lending ⁽¹⁾	Both	-	1 585 877	(118 442)	1 467 434
Public sector entities ⁽²⁾	Month-end	-	2 484 225	(5 478)	2 478 747
Sovereigns and their central banks	Monthly Ave	-	76 868 695	(89 870)	76 778 825
Banks	Monthly Ave	-	16 489 136	(4 483)	16 484 653
Corporate exposures	Both	-	7 191 138	(166 345)	7 024 793
Residential mortgage advances	Month-end	-	3 871 225	(9 613)	3 861 612
SME secured lending	Month-end	-	5 411 189	(71 049)	5 340 140
Other exposures	Both	-	1 970 104	(46 465)	1 923 639
Stage 2 loans		-	15 173 136	(3 752 787)	11 420 349
Retail term loans	Month-end	-	8 201 834	(1 768 019)	6 433 815
Retail revolving credit	Monthly Ave	-	5 551 756	(1 717 310)	3 834 446
Foreign online lending ⁽¹⁾	Both	-	346 982	(105 356)	241 626
Public sector entities ⁽²⁾	Month-end	-	-	-	-
Sovereigns and their central banks	Monthly Ave	-	-	-	-
Banks	Monthly Ave	-	-	-	-
Corporate exposures	Both	-	627 828	(102 994)	524 834
Residential mortgage advances	Month-end	-	135 322	(6 679)	128 643
SME secured lending	Month-end	-	222 648	(32 678)	189 970
Other exposures	Both	-	86 766	(19 751)	67 015
Stage 3 loans		20 497 631	6 843 736	(17 805 276)	9 536 091
Retail term loans	Month-end	12 148 334	4 824 267	(11 428 551)	5 544 050
Retail revolving credit	Monthly Ave	6 102 942	1 934 337	(5 153 266)	2 884 013
Foreign online lending ⁽¹⁾	Both	468 348	85 132	(453 379)	100 101
Public sector entities ⁽²⁾	Month-end	-	-	-	-
Sovereigns and their central banks	Monthly Ave	-	-	-	-
Banks	Monthly Ave	-	-	-	-
Corporate exposures	Both	219 739	-	(109 718)	110 021
Residential mortgage advances	Month-end	618 721	-	(137 850)	480 871
SME secured lending	Month-end	557 865	-	(248 353)	309 512
Other exposures	Both	381 682	-	(274 159)	107 523
Debt securities		-	-	-	-
Off-balance sheet items		4 967	16 244 549	(72 138)	16 177 378
Total		20 502 598	201 682 304	(25 840 391)	196 344 511

⁽¹⁾ Foreign online lending relates to the acquisition of AvaFin.

⁽²⁾ The exposure to public sector entities relates to the Corporation for Deposit Insurance (CoDI), South Africa's deposit insurance scheme which became operational on 1 April 2024.

Capitec Bank Holdings Limited

CR1 – Credit quality of assets continued

Stage 1

Retail bank

These are loans and advances which are up-to-date with no indication of significant increase in credit risk (SICR) as well as loans that have been rescheduled from up-to-date or arrears and have been rehabilitated. Clients who applied for debt review more than 12 months ago and remained up-to-date are classified as stage 1 subject to the SICR assessment.

Business bank

These are loans and advances which are up-to-date or up to 1 month in arrears with no indication of SICR. This includes distressed restructured loans that have rehabilitated.

Stage 2

Retail bank

- Up-to-date loans with SICR
- Loans where the forward-looking information indicates SICR
- Loans up to 1 month in arrears
- Loans where clients applied for debt review between 6 and 12 months ago and which are up-to-date

Business bank

- Loans that have experienced a SICR since initial recognition
- Loans where the forward-looking information indicates SICR
- Loans that are between 2 and 3 months in arrears
- Up-to-date loans that restructured from up-to-date (not yet rehabilitated)
- Up-to-date loans that restructured from arrears (not yet rehabilitated)

Stage 3

Retail bank

- The client is placed under debt review
- The client is handed over for collection or has another legal status
- The client is in default. Default is defined as the point at which a client is more than 3 months past due on contractual payments
- The client is 2 or 3 months past due on contractual payments
- The client applied for debt review less than 6 months ago and the loans are currently performing
- The loan was rescheduled from up-to-date and is up-to-date (not yet rehabilitated)
- The loan is currently up to 1 month in arrears and was previously rescheduled but has not rehabilitated
- The loan was rescheduled from arrears and is up-to-date (not yet rehabilitated)

Business bank

- The borrower is more than 3 months past due on contractual payments
- The borrower is in long-term forbearance
- The borrower is deceased or insolvent
- The borrower is in breach of financial covenant(s)
- An active market for the financial assets has disappeared because of financial difficulty/inability to meet contractual obligations and the borrower is in arrears
- It is becoming probable that the borrower may enter bankruptcy

Credit risk continued

August 2024

Capitec Bank Holdings Limited

CR1 – Credit quality of assets continued

The purpose of the CR1 template is to provide a comprehensive view of the credit quality of on- and off-balance sheet assets. The table below summarises the group's asset classes by IFRS 9 stage and splits the exposures between default and non-default and whether the exposure is calculated on a month-end basis or on a daily average balance basis.

29 Feb 2024 R'000	Month average/ month-end exposure	Credit exposure value			Net
		Defaulted exposures	Non- defaulted exposures	Total impairments	
Stage 1 loans		-	143 862 144	(4 016 644)	139 845 500
Retail term loans	Month-end	-	26 133 958	(1 657 173)	24 476 785
Retail revolving credit	Monthly Ave	-	22 950 401	(1 957 317)	20 993 084
Sovereigns and their central banks	Monthly Ave	-	68 192 108	(81 558)	68 110 550
Banks	Monthly Ave	-	9 964 602	(9 116)	9 955 486
Corporate exposures	Both	-	6 052 104	(168 757)	5 883 347
Residential mortgage advances	Month-end	-	3 729 260	(11 837)	3 717 423
SME secured lending	Month-end	-	5 052 748	(76 096)	4 976 652
Other exposures	Both	-	1 786 963	(54 790)	1 732 173
Stage 2 loans		-	13 843 442	(3 643 890)	10 199 552
Retail term loans	Month-end	-	7 529 551	(1 696 660)	5 832 891
Retail revolving credit	Monthly Ave	-	5 466 429	(1 814 360)	3 652 069
Sovereigns and their central banks	Monthly Ave	-	-	-	-
Banks	Monthly Ave	-	-	-	-
Corporate exposures	Both	-	391 477	(70 922)	320 555
Residential mortgage advances	Month-end	-	180 547	(10 265)	170 282
SME secured lending	Month-end	-	194 344	(31 802)	162 542
Other exposures	Both	-	81 094	(19 881)	61 213
Stage 3 loans		16 762 459	7 028 180	(14 868 908)	8 921 731
Retail term loans	Month-end	10 110 109	4 980 575	(9 580 213)	5 510 471
Retail revolving credit	Monthly Ave	5 279 614	2 047 605	(4 695 745)	2 631 474
Sovereigns and their central banks	Monthly Ave	-	-	-	-
Banks	Monthly Ave	-	-	-	-
Corporate exposures	Both	95 348	-	(63 541)	31 807
Residential mortgage advances	Month-end	545 716	-	(120 415)	425 301
SME secured lending	Month-end	458 791	-	(209 138)	249 653
Other exposures	Both	272 881	-	(199 856)	73 025
Debt securities		-	-	-	-
Off-balance sheet items		2 776	16 784 160	(81 463)	16 705 473
Total		16 765 235	181 517 926	(22 610 905)	175 672 256

Capitec Bank Holdings Limited**CR2 – Changes in stock of defaulted loans and debt securities**

The purpose of the CR2 template is to identify the changes in defaulted exposures, the flows between non-defaulted and defaulted exposure categories and reductions in the value of defaulted exposures due to write-offs.

R'000	Aug 2024	Feb 2024
Defaulted loans and debt securities at end of previous reporting period	16 765 235	15 737 254
Loans and debt securities that have defaulted since the last reporting period	5 663 130	4 303 775
Returned to non-defaulted status	(140 805)	(162 823)
Amounts written off	(2 244 081)	(3 039 794)
Other changes	459 119	(73 177)
Defaulted loans and debt securities at end of reporting period	20 502 598	16 765 235

Retail bank

Defaulted loans in the above table are Stage 3 loans which include all of the following:

- The client is 2 or 3 months past due contractual payments;
- The client is placed under debt review;
- The client is handed over for collection or has another legal status;
- The client is more than 3 months past due on contractual payments;
- The client applied for debt review less than 6 months ago and the loans are currently performing;
- The loan was rescheduled from up-to-date and is up-to-date (not yet rehabilitated);
- The loan is currently up to 1 month in arrears and was previously rescheduled but has not rehabilitated; and
- The loan was rescheduled from arrears and is up-to-date (not yet rehabilitated).

Business bank

A financial instrument is defined as being in default, which is aligned to the definition of credit-impaired, when it meets 1 or more of the following criteria:

Quantitative criteria

The borrower is more than 3 months past due on contractual payment;

The borrower meets 'unlikelihood to pay' criteria, which indicate that the borrower is in significant financial difficulty. These are instances where, inter alia:

- the borrower is in long-term forbearance;
- the borrower is deceased;
- the borrower is insolvent;
- the borrower is in breach of financial covenant(s);
- an active market for the financial assets has disappeared because of financial difficulty/inability to meet contractual obligations and the borrower is in arrears; and
- it is becoming probable that the borrower may enter bankruptcy.

Credit risk continued

August 2024

Capitec Bank Holdings Limited

CR3 – Credit risk mitigation techniques

The purpose of the CR3 template is to disclose the extent of use of credit risk mitigation techniques. The following table summarises the total exposures which are unsecured and the total exposures which are secured.

Line#	R'000	Exposures	
		unsecured: carrying amount Aug 2024	Exposures secured by collateral Aug 2024
1	Total net loans and advances	204 171 070	18 013 830
	Retail term loans	50 448 469	79 379
	Retail revolving credit	48 921 376	-
	Foreign online lending ⁽¹⁾	2 486 338	-
	Public sector entities ⁽²⁾	2 484 225	-
	Sovereigns and their central banks	76 868 695	-
	Banks	14 600 109	1 889 026
	Corporate exposures	2 907 557	6 582 923
	Residential mortgage advances	176 763	4 567 628
	SME secured lending	1 866 024	4 894 874
	Other exposures	3 411 514	-
2	Debt securities	-	-
3	Total	204 171 070	18 013 830
4	<i>Of which defaulted (net of credit impairment)</i>	5 333 128	-

Line#	R'000	Exposures	
		unsecured: carrying amount Feb 2024	Exposures secured by collateral Feb 2024
1	Total net loans and advances	182 373 350	15 909 813
	Retail term loans	48 678 445	63 514
	Retail revolving credit	49 469 431	-
	Sovereigns and their central banks	68 192 108	-
	Banks	8 420 940	1 543 662
	Corporate exposures	2 547 654	5 502 411
	Residential mortgage advances	182 428	4 404 782
	SME secured lending	1 881 744	4 395 444
	Other exposures	3 000 600	-
2	Debt securities	-	-
3	Total	182 373 350	15 909 813
4	<i>Of which defaulted (net of credit impairment)</i>	4 841 349	-

⁽¹⁾ Foreign online lending relates to the acquisition of AvaFin.

⁽²⁾ The exposure to public sector entities relates to the Corporation for Deposit Insurance (CoDI), South Africa's deposit insurance scheme which became operational on 1 April 2024.

Credit risk continued

August 2024

Capitec Bank Holdings Limited

CR4 – Standardised approach – credit risk exposure and credit risk mitigation effects

The purpose of the CR4 template is to illustrate the effect of credit risk mitigation on capital requirement calculations under the standardised approach for credit risk. The risk-weighted asset (RWA) density provides a synthetic metric on the riskiness of each portfolio. Past-due loans include retail loans which are past due by at least 1 month and business loans which are past due by more than 3 months.

Line#	Aug 2024 R'000	Exposures before CCF and CRM		Exposures post CCF and CRM		RWA and RWA density	
		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA ⁽²⁾	RWA density %
Asset classes							
1	Sovereigns and their central banks ⁽³⁾	76 868 695	-	76 868 695	-	-	0%
2	Public sector entities ⁽⁵⁾	2 484 225	-	2 484 225	-	-	0%
3	Banks ⁽¹⁾	16 489 136	-	14 687 913	-	6 545 065	45%
4	Corporates ⁽¹⁾	4 530 000	1 214 445	4 506 453	138 133	4 353 328	94%
5	Regulatory retail portfolios	68 849 608	14 558 302	68 860 768	117 429	52 900 613	77%
6	Foreign online lending ⁽⁴⁾	1 393 443	192 434	1 393 443	-	1 045 083	75%
7	Secured by residential property	4 006 547	119 124	4 003 280	100 122	1 526 869	37%
8	Secured by commercial real estate	5 530 460	352 678	5 530 385	262 816	5 793 202	100%
9	Past-due loans	7 785 561	4 967	7 785 562	679	5 940 726	76%
10	Total	187 937 675	16 441 950	186 120 724	619 179	78 104 886	42%

Line#	Feb 2024 R'000	Exposures before CCF and CRM		Exposures post CCF and CRM		RWA and RWA density	
		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA ⁽²⁾	RWA density %
Asset classes							
1	Sovereigns and their central banks ⁽³⁾	68 192 108	-	68 192 108	-	-	0%
2	Banks ⁽¹⁾	9 964 602	-	8 508 263	-	4 343 332	51%
3	Corporates ⁽¹⁾	3 661 014	1 332 486	3 661 014	139 880	3 656 405	96%
4	Regulatory retail portfolios	68 766 843	15 004 762	68 766 843	106 471	52 844 015	77%
5	Secured by residential property	3 909 807	131 687	3 909 807	94 726	1 489 299	37%
6	Secured by commercial real estate	4 954 790	315 224	4 954 790	194 608	5 149 398	100%
7	Past-due loans	7 178 154	2 776	7 178 154	463	5 366 691	75%
8	Total	166 627 318	16 786 935	165 170 979	536 148	72 849 140	44%

As required by the regulations relating to banks:

¹ Corporate and bank exposures were calculated based on an average, using daily balances for month 6 of the respective reporting periods. All other items are the balances at the respective month-ends.

² The risk weightings are calculated according to the regulations relating to banks, with the risk weight percentages applicable to each asset class provided in the CR5 template.

³ Sovereigns comprise investments in South African treasury bills and government bonds. These exposures are zero risk-weighted.

⁴ Foreign online lending relates to the acquisition of AvaFin.

⁵ The exposure to public sector entities relates to the Corporation for Deposit Insurance (CoDI), South Africa's deposit insurance scheme which became operational on 1 April 2024.

Credit risk continued

August 2024

Capitec Bank Holdings Limited

CR5 – Standardised approach – exposures by asset classes and risk weights

The purpose of the CR5 template is to present the breakdown of credit risk exposures under the standardised approach by asset class and risk weight, which corresponds to the riskiness attributed to the exposure according to the standardised approach. The tables below summarise the credit risk exposures by risk weighting percentage:

Aug 2024 R'000	0%	20%	35%	50%	75%	100%	150%	Total credit exposure post CRM and CCF
Risk weight/ asset classes								
Sovereigns and their central banks	76 868 695	-	-	-	-	-	-	76 868 695
Public sector entities ⁽²⁾	2 484 225	-	-	-	-	-	-	2 484 225
Banks	-	2 733 758	-	11 911 683	-	42 472	-	14 687 913
Corporates	-	-	-	582 515	-	4 062 071	-	4 644 586
Regulatory retail portfolios	-	-	-	44 155	65 705 349	2 487 031	741 662	68 978 197
Foreign online lending ⁽¹⁾	-	-	-	-	1 393 443	-	-	1 393 443
Secured by residential property	-	-	3 882 049	-	212 805	8 548	-	4 103 402
Secured by commercial real estate	-	-	-	-	-	5 793 201	-	5 793 201
Past-due loans	-	-	-	3 206 047	1 522 320	2 796 835	261 039	7 786 241
Total	79 352 920	2 733 758	3 882 049	15 744 400	68 833 917	15 190 158	1 002 701	186 739 903

Feb 2024 R'000	0%	20%	35%	50%	75%	100%	150%	Total credit exposure post CRM and CCF
Risk weight/ asset classes								
Sovereigns and their central banks	68 192 108	-	-	-	-	-	-	68 192 108
Banks	-	2 898 569	-	3 692 151	-	1 917 543	-	8 508 263
Corporates	-	-	-	296 591	-	3 504 303	-	3 800 894
Regulatory retail portfolios	-	-	-	51 982	65 549 743	2 495 555	776 034	68 873 314
Secured by residential property	-	-	3 785 398	-	211 279	7 856	-	4 004 533
Secured by commercial real estate	-	-	-	-	-	5 149 398	-	5 149 398
Past-due loans	-	-	-	3 040 098	1 572 834	2 373 659	192 026	7 178 617
Total	68 192 108	2 898 569	3 785 398	7 080 822	67 333 856	15 448 314	968 060	165 707 127

⁽¹⁾ Foreign online lending relates to the acquisition of AvaFin.

⁽²⁾ The exposure to public sector entities relates to the Corporation for Deposit Insurance (CoDI), South Africa's deposit insurance scheme which became operational on 1 April 2024.

Credit risk continued

August 2024

Write-offs and recoveries reflected in the income statement

The table below summarises the net credit impairment charge as recognised in the income statement for the 6-month period ended 31 August 2024 and the 6-month period ended 29 February 2024:

R'000	6 months ended Aug 2024	6 months ended Feb 2024
Net impairment charge on loans and advances		
Bad debts written off	3 162 529	5 285 477
Movement in provision for credit impairments	1 101 607	(1 052 214)
Bad debts recovered	(232 352)	(269 222)
Net credit impairment charge	4 031 784	3 964 041

Capitec Bank Holdings Limited

CCR1 – Analysis of counterparty credit risk by approach (CCR)

The purpose of the CCR1 template is to provide a comprehensive view of the method used to calculate counterparty credit risk regulatory requirements and the main parameters used. Counterparty credit risk (CCR) is calculated on the standardised approach (SA-CCR) which was implemented on 1 January 2021, based on the asset values as well as any potential future add-ons as prescribed by the regulations.

Line#	Aug 2024 R'000	Replacement cost	Potential future exposure	EAD Post – CRM	RWA
1	SA-CCR for derivatives	1 941	3 824	8 072	7 795
2	Internal model method (for derivatives and SFTs)	-	-	-	-
3	Simple approach for credit risk mitigation (for SFTs)	1 889 026	1 801 224	87 802	17 560
4	Comprehensive approach for credit risk mitigation (for SFTs) ⁽¹⁾	-	-	-	-
5	VaR for SFTs ⁽²⁾	-	-	-	-
6	Total	1 890 967	1 805 048	95 874	25 355

Line#	Feb 2024 R'000	Replacement cost	Potential future exposure	EAD Post – CRM	RWA
1	SA-CCR for derivatives	17 301	5 716	32 223	15 518
2	Internal model method (for derivatives and SFTs)	-	-	-	-
3	Simple approach for credit risk mitigation (for SFTs)	1 543 662	1 456 339	87 323	17 465
4	Comprehensive approach for credit risk mitigation (for SFTs) ⁽¹⁾	-	-	-	-
5	VaR for SFTs ⁽²⁾	-	-	-	-
6	Total	1 560 963	1 462 055	119 546	32 983

⁽¹⁾ Secured finance transactions (SFTs) include investments in resale agreements.

⁽²⁾ VaR is defined as Value at Risk.

Liquidity risk

August 2024

Liquidity risk is managed by the assets and liabilities committee that oversees the activities of the treasury department which operates in terms of an approved assets and liabilities management policy and approved limits, managing cash on a centralised basis.

Further information regarding liquidity management is available in the integrated annual report.

This section presents various measurements of the group liquidity position.

Capitec Bank Holdings Limited

LIQ1 – Liquidity coverage ratio (LCR)

The LCR is a 30-day stress test, using 92 days (actual data points for the quarter) to calculate an average for the quarter, which requires banks to hold sufficient high-quality liquid assets to cover envisaged net outflows. These outflows are calibrated using prescribed Basel factors applied to assets and liabilities in a static run-off model. Basel definitions are used to identify high-quality liquid assets.

Line#	LCR common disclosure – Group R'000	Total unweighted value (average) Aug 2024	Total weighted value (average) Aug 2024	Total weighted value (average) Feb 2024
High-quality liquid assets				
1	Total high-quality liquid assets (HQLA)		84 350 618	85 894 917
Cash outflows				
2	Retail deposits and deposits from small business customers, of which:	139 015 030	7 860 939	10 689 559
3	Stable deposits	57 743 509	2 872 491	-
4	Less stable deposits	81 271 521	4 988 448	10 689 559
5	Unsecured wholesale funding, of which:	16 100 048	3 086 008	3 157 313
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	-	-	-
7	Non-operational deposits (all counterparties)	13 040 141	2 393 387	2 173 089
8	Unsecured debt	3 059 907	692 621	984 224
9	Secured wholesale funding	1 325 602	-	-
10	Additional requirements, of which:	16 559 636	515 314	483 258
11	Outflows related to derivative exposures and other collateral requirements	219	219	595
12	Outflows related to loss of funding on debt products	-	-	-
13	Credit and liquidity facilities	15 784 322	436 372	448 230
14	Other contractual funding obligations	42 072	42 072	26
15	Other contingent funding obligations	733 023	36 651	34 407
16	Total cash outflows		11 462 261	14 330 130
Cash inflows				
17	Secured lending (e.g. reverse repos)	1 454 082	-	-
18	Inflows from fully performing exposures	13 696 837	12 233 865	15 472 744
19	Other cash inflows	221 547	-	247
20	Total cash inflows	15 372 466	12 233 865	15 472 991

Liquidity risk continued

Capitec Bank Holdings Limited

LIQ1 – Liquidity coverage ratio (LCR) continued

R'000	Total adjusted value Aug 2024	Total adjusted value Feb 2024
21 Total HQLA	84 350 618	85 894 917
22 Total net cash outflows ⁽¹⁾	2 865 565	3 582 532
23 Liquidity coverage ratio (%)	2 944	2 398

⁽¹⁾ The total net weighted cash outflows are calculated as the total cash outflows, less the minimum of either the cash inflows, or 75% of total outflows.

Capitec Bank Limited

LIQ1 – Liquidity coverage ratio (LCR)

Line#	LCR common disclosure – Bank R'000	Total unweighted value (average) Aug 2024	Total weighted value (average) Aug 2024	Total weighted value (average) Feb 2024
	High-quality liquid assets			
1	Total high-quality liquid assets (HQLA)		84 350 618	85 894 917
	Cash outflows			
2	Retail deposits and deposits from small business customers, of which:	139 015 030	7 860 939	10 689 559
3	Stable deposits	57 743 509	2 872 491	-
4	Less stable deposits	81 271 521	4 988 448	10 689 559
5	Unsecured wholesale funding, of which:	16 100 048	3 086 008	3 350 306
6	Operational deposits (all counterparties) and deposits in networks of cooperative banks	-	-	-
7	Non-operational deposits (all counterparties)	13 040 141	2 393 387	2 173 089
8	Unsecured debt	3 059 907	692 621	1 177 217
9	Secured wholesale funding	1 325 602	-	-
10	Additional requirements, of which:	16 559 636	515 314	483 258
11	Outflows related to derivative exposures and other collateral requirements	219	219	595
12	Outflows related to loss of funding on debt products	-	-	-
13	Credit and liquidity facilities	15 784 322	436 372	448 230
14	Other contractual funding obligations	42 072	42 072	26
15	Other contingent funding obligations	733 023	36 651	34 407
16	Total cash outflows		11 462 261	14 523 123
	Cash inflows			
17	Secured lending (e.g. reverse repos)	1 454 082	-	-
18	Inflows from fully performing exposures	13 685 462	12 222 490	15 472 735
19	Other cash inflows	221 547	-	247
20	Total cash inflows	15 361 091	12 222 490	15 472 982

Liquidity risk

August 2024

Capitec Bank Limited

LIQ1 – Liquidity coverage ratio (LCR) continued

R'000	Total adjusted value Aug 2024	Total adjusted value Feb 2024
21 Total HQLA	84 350 618	85 894 917
22 Total net cash outflows ⁽¹⁾	2 865 565	3 630 781
23 Liquidity coverage ratio (%)	2 944	2 366

⁽¹⁾ The total net weighted cash outflows are calculated as the total cash outflows, less the minimum of either the cash inflows, or 75% of total outflows.

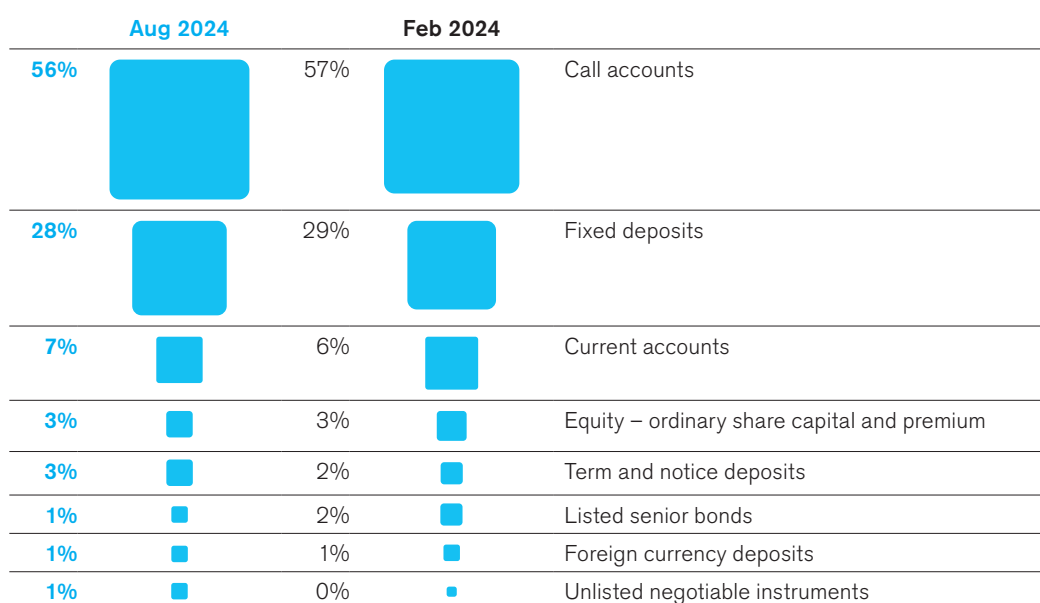
Composition of high-quality liquid assets

R'000	Aug 2024	Feb 2024
Cash	3 427 464	3 582 773
Qualifying central bank reserves	3 586 256	3 612 758
Specified debt securities issued in Rand by the central government of the South Africa or the Reserve Bank	73 608 581	71 546 215
Specified marketable securities from sovereigns, central banks, public sector entities, multilateral development banks and development banks	1 454 082	5 067 287
Settlement account with the South African Reserve Bank ⁽¹⁾	2 274 235	2 085 884
Total level one qualifying high-quality liquid assets	84 350 618	85 894 917

⁽¹⁾ Per Directive 11 of 2022 which was published on 14 December 2022, all excess cash reserve balances held in a bank's settlement account should also be included as part of the bank's level 1 HQLA.

Diversification of fund sources

The graph below illustrates the composition of our funding sources:



Capitec Bank Holdings Limited

LIQ2 – Net stable funding ratio (NSFR)

Line#	Aug 2024 Available stable funding (ASF) R'000	Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1 year	>= 1 year	
1	Capital: (sum of rows 2 and 3)	44 691 955	-	-	42 092	44 734 047
2	Regulatory capital	44 691 955	-	-	-	44 691 955
3	Other capital instruments	-	-	-	42 092	42 092
4	Retail deposits and deposits from small business customers (sum of rows 5 and 6)	-	126 877 687	9 236 248	19 970 530	146 314 757
5	Stable deposits	-	73 277 904	3 555 788	7 271 695	80 263 702
6	Less stable deposits	-	53 599 783	5 680 460	12 698 835	66 051 055
7	Wholesale funding: (sum of rows 8 and 9)	-	6 890 572	60 199	1 870 068	4 625 043
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	6 890 572	60 199	1 870 068	4 625 043
10	Liabilities with matching interdependent assets	-	-	-	-	-
11	Other liabilities: (sum of rows 12 and 13)	-	8 734 793	2 384 244	2 610 965	5 217 461
12	NSFR derivative liabilities	-	-	-	-	-
13	All other liabilities and equity not included in the above categories	-	8 734 793	2 384 244	2 610 965	5 217 461
14	Total ASF					200 891 308

Liquidity risk continued

Capitec Bank Holdings Limited

LIQ2 – Net stable funding ratio (NSFR) continued

Line#	Aug 2024 R'000	Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1 year	>= 1 year	
Required stable funding (RSF) item						
15	Total NSFR high-quality liquid assets (HQLA)					4 035 920
16	Deposits held at other financial institutions for operational purposes	-	189 117	-	-	94 558
17	Performing loans and securities: (sum of rows 18, 19, 20, 22 and 24)	-	41 939 091	18 658 856	48 222 675	62 401 973
18	Performing loans to financial institutions secured by level 1 HQLA	-	12 513 590	-	-	1 251 359
19	Performing loans to financial institutions secured by non-level 1 HQLA and unsecured performing loans to financial institutions	-	8 349 655	5 067 737	3 900 536	6 552 793
20	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSE's, of which:	-	21 016 025	13 528 192	40 669 342	52 162 129
21	<i>With a risk weight of less than or equal to 35% under the Basel III standardised approach for credit risk</i>	-	-	-	-	-
22	Performing residential mortgages of which:	-	59 821	62 927	3 652 797	2 435 692
23	<i>With a risk weight of less than or equal to 35% under the Basel III standardised approach for credit risk</i>	-	59 821	62 927	3 652 797	2 435 692
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	-	-	-	-
25	Assets with matching interdependent liabilities	-	-	-	-	-
26	Other assets: (sum of rows 27 to 31)	-	-	-	22 503 064	22 501 568
27	Physical traded commodities, including gold	-				-
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs		-	-	-	-
29	NSFR derivative assets		-	-	8 939	8 939
30	NSFR derivative liabilities before deduction of variation margin posted		-	-	1 496	-
31	All other assets not included in the above categories	-	-	-	22 492 629	22 492 629
32	Off-balance sheet items		16 649 464			833 895
33	Total RSF (sum of rows 15, 16, 17, 25, 26 and 32)					89 867 914
34	Net stable funding ratio (%)					223.5

Capitec Bank Holdings Limited

LIQ2 – Net stable funding ratio (NSFR) continued

Line#	Feb 2024 Available stable funding (ASF) R'000	Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1 year	>= 1 year	
1	Capital: (sum of rows 2 and 3)	41 537 086	-	-	43 260	41 580 346
2	Regulatory capital	41 537 086	-	-	-	41 537 086
3	Other capital instruments	-	-	-	43 260	43 260
4	Retail deposits and deposits from small business customers (sum of rows 5 and 6)	-	118 294 931	11 055 783	19 402 234	135 817 877
5	Stable deposits	-	-	-	-	-
6	Less stable deposits	-	118 294 931	11 055 783	19 402 234	135 817 877
7	Wholesale funding: (sum of rows 8 and 9)	-	4 401 705	826 964	1 953 248	4 014 004
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	4 401 705	826 964	1 953 248	4 014 004
10	Liabilities with matching interdependent assets	-	-	-	-	-
11	Other liabilities: (sum of rows 12 and 13)	-	7 069 859	1 389 006	2 421 904	3 141 134
12	NSFR derivative liabilities	-	-	-	-	-
13	All other liabilities and equity not included in the above categories	-	7 069 859	1 389 006	2 421 904	3 141 134
14	Total ASF					184 553 361

Liquidity risk continued

Capitec Bank Holdings Limited

LIQ2 – Net stable funding ratio (NSFR) continued

Line#	Feb 2024 R'000	Unweighted value by residual maturity			Weighted value	
		No maturity	< 6 months	6 months to < 1 year		>= 1 year
Required stable funding (RSF) item						
15	Total NSFR high-quality liquid assets (HQLA)				3 593 549	
16	Deposits held at other financial institutions for operational purposes	-	118 754	-	-	59 377
17	Performing loans and securities: (sum of rows 18, 19, 20, 22 and 24)	-	40 145 196	17 112 824	49 383 753	60 708 811
18	Performing loans to financial institutions secured by level 1 HQLA	-	20 014 131	-	-	2 001 413
19	Performing loans to financial institutions secured by non-level 1 HQLA and unsecured performing loans to financial institutions	-	1 453 830	6 633 240	1 418 320	3 779 019
20	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSE's, of which:	-	18 615 809	10 419 195	44 381 551	52 537 948
21	<i>With a risk weight of less than or equal to 35% under the Basel III standardised approach for credit risk</i>	-	-	-	-	-
22	Performing residential mortgages of which:	-	61 426	60 389	3 583 882	2 390 431
23	<i>With a risk weight of less than or equal to 35% under the Basel III standardised approach for credit risk</i>	-	61 426	60 389	3 583 882	2 390 431
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	-	-	-	-
25	Assets with matching interdependent liabilities	-	-	-	-	-
26	Other assets: (sum of rows 27 to 31)	-	-	-	20 098 870	20 098 870
27	Physical traded commodities, including gold	-				-
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs					-
29	NSFR derivative assets				13 002	13 002
30	NSFR derivative liabilities before deduction of variation margin posted					-
31	All other assets not included in the above categories	-	-	-	20 085 868	20 085 868
32	Off-balance sheet items		17 015 954			850 798
33	Total RSF (sum of rows 15, 16, 17, 25, 26 and 32)					85 311 405
34	Net stable funding ratio (%)					216.3

Capitec Bank Limited

LIQ2 – Net stable funding ratio (NSFR) continued

Line#	Aug 2024 Available stable funding (ASF) R'000	Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1 year	>= 1 year	
1	Capital: (sum of rows 2 and 3)	39 530 120	-	-	42 092	39 572 212
2	Regulatory capital	39 530 120	-	-	-	39 530 120
3	Other capital instruments	-	-	-	42 092	42 092
4	Retail deposits and deposits from small business customers (sum of rows 5 and 6)	-	126 882 250	9 236 248	19 970 530	146 318 864
5	Stable deposits	-	73 277 904	3 555 788	7 271 695	80 263 702
6	Less stable deposits	-	53 604 346	5 680 460	12 698 835	66 055 162
7	Wholesale funding: (sum of rows 8 and 9)	-	6 901 903	60 199	1 870 068	4 630 708
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	6 901 903	60 199	1 870 068	4 630 708
10	Liabilities with matching interdependent assets	-	-	-	-	-
11	Other liabilities: (sum of rows 12 and 13)	-	7 081 547	2 384 244	2 625 930	3 803 087
12	NSFR derivative liabilities	-	-	-	14 965	-
13	All other liabilities and equity not included in the above categories	-	7 081 547	2 384 244	2 610 965	3 803 087
14	Total ASF					194 324 871

Liquidity risk continued

Capitec Bank Limited

LIQ2 – Net stable funding ratio (NSFR) continued

Line#	Aug 2024 R'000	Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1 year	>= 1 year	
Required stable funding (RSF) item						
15	Total NSFR high-quality liquid assets (HQLA)					4 022 966
16	Deposits held at other financial institutions for operational purposes	-	189 117	-	-	94 558
17	Performing loans and securities: (sum of rows 18, 19, 20, 22 and 24)	-	39 272 456	18 658 856	48 222 675	61 649 707
18	Performing loans to financial institutions secured by level 1 HQLA	-	12 513 590	-	-	1 251 359
19	Performing loans to financial institutions secured by non-level 1 HQLA and unsecured performing loans to financial institutions	-	9 012 306	5 067 737	3 900 536	7 786 250
20	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSE's, of which:	-	17 686 739	13 528 192	40 669 342	50 176 406
21	<i>With a risk weight of less than or equal to 35% under the Basel III standardised approach for credit risk</i>	-	-	-	-	-
22	Performing residential mortgages of which:	-	59 821	62 927	3 652 797	2 435 692
23	<i>With a risk weight of less than or equal to 35% under the Basel III standardised approach for credit risk</i>	-	59 821	62 927	3 652 797	2 435 692
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	-	-	-	-
25	Assets with matching interdependent liabilities	-	-	-	-	-
26	Other assets: (sum of rows 27 to 31)	-	-	-	18 658 395	18 656 899
27	Physical traded commodities, including gold	-				-
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs					-
29	NSFR derivative assets					-
30	NSFR derivative liabilities before deduction of variation margin posted				1 496	-
31	All other assets not included in the above categories	-	-	-	18 656 899	18 656 899
32	Off-balance sheet items		16 649 464			833 895
33	Total RSF (sum of rows 15, 16, 17, 25, 26 and 32)					85 258 025
34	Net stable funding ratio (%)					227.9

Capitec Bank Limited

LIQ2 – Net stable funding ratio (NSFR) continued

Line#	Feb 2024 Available stable funding (ASF) R'000	Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1 year	>= 1 year	
1	Capital: (sum of rows 2 and 3)	36 989 695	-	-	43 260	37 032 955
2	Regulatory capital	36 989 695	-	-	-	36 989 695
3	Other capital instruments	-	-	-	43 260	43 260
4	Retail deposits and deposits from small business customers (sum of rows 5 and 6)	-	118 299 189	11 055 783	19 402 234	135 821 709
5	Stable deposits	-	-	-	-	-
6	Less stable deposits	-	118 299 189	11 055 783	19 402 234	135 821 709
7	Wholesale funding: (sum of rows 8 and 9)	-	4 705 419	826 964	1 953 248	4 165 859
8	Operational deposits	-	-	-	-	-
9	Other wholesale funding	-	4 705 419	826 964	1 953 248	4 165 859
10	Liabilities with matching interdependent assets	-	-	-	-	-
11	Other liabilities: (sum of rows 12 and 13)	-	7 513 953	1 389 006	2 421 904	3 116 407
12	NSFR derivative liabilities	-	-	-	-	-
13	All other liabilities and equity not included in the above categories	-	7 513 953	1 389 006	2 421 904	3 116 407
14	Total ASF					180 136 930

Liquidity risk continued

Capitec Bank Limited

LIQ2 – Net stable funding ratio (NSFR) continued

Line#	Feb 2024 R'000	Unweighted value by residual maturity			Weighted value	
		No maturity	< 6 months	6 months to < 1 year		>= 1 year
Required stable funding (RSF) item						
15	Total NSFR high-quality liquid assets (HQLA)				3 583 210	
16	Deposits held at other financial institutions for operational purposes	-	118 754	-	-	59 377
17	Performing loans and securities: (sum of rows 18, 19, 20, 22 and 24)	-	39 862 865	17 112 824	49 383 753	60 976 572
18	Performing loans to financial institutions secured by level 1 HQLA	-	20 014 131	-	-	2 001 413
19	Performing loans to financial institutions secured by non-level 1 HQLA and unsecured performing loans to financial institutions	-	2 793 660	6 633 240	1 418 320	5 153 988
20	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSE's, of which:	-	16 993 648	10 419 195	44 381 551	51 430 740
21	<i>With a risk weight of less than or equal to 35% under the Basel III standardised approach for credit risk</i>	-	-	-	-	-
22	Performing residential mortgages of which:	-	61 426	60 389	3 583 882	2 390 431
23	<i>With a risk weight of less than or equal to 35% under the Basel III standardised approach for credit risk</i>	-	61 426	60 389	3 583 882	2 390 431
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities	-	-	-	-	-
25	Assets with matching interdependent liabilities	-	-	-	-	-
26	Other assets: (sum of rows 27-31)	-	-	-	16 792 634	16 792 634
27	Physical traded commodities, including gold	-				-
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs					-
29	NSFR derivative assets				3 796	3 796
30	NSFR derivative liabilities before deduction of variation margin posted					-
31	All other assets not included in the above categories	-	-	-	16 788 838	16 788 838
32	Off-balance sheet items		17 015 954			850 798
33	Total RSF (sum of rows 15, 16, 17, 25, 26 and 32)					82 262 591
34	Net stable funding ratio (%)					219.0

Market risk

August 2024

Capitec Bank Holdings Limited

The portfolios which are subject to market risk include foreign exchange contracts and foreign currency options for which the Bank currently holds R51.9 million in market risk capital in terms of the standardised approach for the calculation of capital.

R'000	RWA Aug 2024	RWA Feb 2024
Required capital and reserve funds		
Foreign exchange risk	432 735	324 623

IRRBB1 – Quantitative information on IRRBB

August 2024

Capitec Bank Limited

The purpose of the IRRBB1 template is to provide information on the bank's changes in economic value of equity (EVE) and the net interest income (NII) under each of the prescribed interest rate shock scenarios. Directive 1 of 2024 issued by the Prudential Authority (PA) states that the Pillar 3 disclosure requirements related to IRRBB shall as a minimum apply to the banks reporting at solo level until such time that the PA directs otherwise. The disclosure of data points for previous periods is not required on initial implementation.

The table below summarises:

- (i) the behavioural change in the EVE based on the bank's internal management system (IMS), using a run-off balance sheet and prescribed interest rate shock scenarios; and
- (ii) the change in projected NII over a forward-looking rolling 12-month period, compared with the bank's own best estimate 12-month projections, using a constant balance sheet assumption and prescribed interest rate shock scenarios. A 400 basis point country specific shock is applied on the parallel up and parallel down EVE and NII shocks.

R'000	Change in EVE Aug 2024	Change in NII Aug 2024	Change in EVE Feb 2024	Change in NII Feb 2024
Parallel up	(3 850 208)	(1 051 943)	(3 641 055)	(934 569)
Parallel down	4 603 801	1 051 943	4 377 971	934 569
Steeper	115 855		(1 656)	
Flattener	609 803		681 487	
Short rate up	(2 374 381)		(2 156 857)	
Short rate down	2 484 702		2 263 070	
Maximum loss	(3 850 208)	(1 051 943)	(3 641 055)	(934 569)
Tier 1 capital	37 214 197	37 214 197	34 649 992	34 649 992
Maximum loss as a % of Tier 1 capital	10.3%	2.8%	10.5%	2.7%

Qualitative disclosures and accounting policies

The regulations require that certain qualitative disclosures and statements on accounting policy be made. These were made in the integrated annual report for the financial period ended 29 February 2024, in the remuneration report, corporate governance and risk management review and statements on group accounting policy. The disclosures in this report should be read together with the integrated annual report.

Annexures

August 2024

Capitec Bank Holdings Limited

CC1 – Composition of regulatory capital

The purpose of the CC1 template is to provide a breakdown of the constituent elements of total regulatory capital.

Line#	R'000	Aug 2024	Feb 2024
The capital disclosures detailed below address the prescribed Basel III template requirements:			
Common equity tier 1 capital: instruments and reserves			
1	Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus	5 446 955	5 456 540
2	Retained earnings ⁽¹⁾	37 769 297	34 562 966
3	Accumulated other comprehensive income (and other reserves)	472 635	606 966
4	Directly issued capital subject to phase-out from CET1 (only applicable to non-joint stock companies)	-	-
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	26 751	-
6	Common equity tier 1 capital before regulatory adjustments	43 715 638	40 626 472
CET1 capital: regulatory adjustments			
7	Prudential valuation adjustments	-	-
8	Goodwill (net of related tax liability)	1 090 414	849 487
9	Other intangibles other than mortgage servicing rights (net of related tax liability)	543 621	477 507
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-
11	Cash flow hedge reserve	-	-
12	Shortfall of provisions to expected losses	-	-
13	Securitisation gain on sale	-	-
14	Gains and losses due to changes in own credit risk on fair valued liabilities	-	-
15	Defined benefit pension fund net assets	-	-
16	Investments in own shares (if not already netted off paid-in capital on reported balance sheet)	-	-
17	Reciprocal cross-holdings in common equity	(242)	-
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	-
19	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)	-	-
20	Mortgage servicing rights (amount above 10% threshold)	-	-
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	-
22	Amount exceeding the 15% threshold	-	-
23	of which: significant investments in the common stock of financials	-	-
24	of which: mortgage servicing rights	-	-
25	of which: deferred tax assets arising from temporary differences	-	-
26	National specific regulatory adjustments	753	759
27	Regulatory adjustments applied to common equity tier 1 due to insufficient additional tier 1 and tier 2 to cover deductions	-	-
28	Total regulatory adjustments to common equity tier 1 capital	1 634 546	1 327 753
29	Common equity tier 1 capital (CET1)	42 081 092	39 298 719

Annexures continued

August 2024

Capitec Bank Holdings Limited

CC1 – Composition of regulatory capital continued

Line#	R'000	Aug 2024	Feb 2024
Additional tier 1 capital: regulatory adjustments			
30	Directly issued qualifying additional tier 1 instruments plus related stock surplus	-	-
31	of which: classified as equity under applicable accounting standards	-	-
32	of which: classified as liabilities under applicable accounting standards	-	-
33	Directly issued capital instruments subject to phase-out from additional tier 1 capital	-	-
34	Additional tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group additional tier 1 capital)	-	-
35	of which: instruments issued by subsidiaries subject to phase-out	-	-
36	Additional tier 1 capital before regulatory adjustments	-	-
Additional tier 1 capital: regulatory adjustments			
37	Investments in own additional tier 1 instruments	-	-
38	Reciprocal cross-holdings in additional tier 1 instruments	-	-
39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-	-
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-
41	National specific regulatory adjustments	-	-
42	Regulatory adjustments applied to additional tier 1 due to insufficient tier 2 to cover deductions	-	-
43	Total regulatory adjustments to additional tier 1 capital	-	-
44	Additional tier 1 capital (AT1)	-	-
45	Tier 1 capital (T1 = CET1 + AT1)	42 081 092	39 298 719
Tier 2 capital and provisions			
46	Directly issued qualifying tier 2 instruments plus related stock surplus	-	-
47	Directly issued capital instruments subject to phase-out from tier 2	-	-
48	Tier 2 instruments (and CET1 and AT1 instruments not included in lines 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group tier 2)	-	-
49	of which: instruments issued by subsidiaries subject to phase-out	-	-
50	Provisions	976 317	910 614
51	Tier 2 capital before regulatory adjustments	976 317	910 614
Tier 2 capital: regulatory adjustments			
52	Investments in own tier 2 instruments	-	-
53	Reciprocal cross-holdings in tier 2 instruments and other TLAC liabilities ⁽⁵⁾	-	-
54	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	-	-
54a	Investments in the other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation and where the bank does not own more than 10% of the issued common share capital of the entity: amount previously designated for the 5% threshold but that no longer meets the conditions (for G-SIBs only)	-	-
55	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-
56	National specific regulatory adjustments	-	-
57	Total regulatory adjustments to tier 2 capital	-	-
58	Tier 2 capital	976 317	910 614
59	Total regulatory capital (= tier 1 + tier 2)	43 057 409	40 209 333
60	Total risk-weighted assets	116 940 704	110 801 018

Annexures continued

August 2024

Capitec Bank Holdings Limited

CC1 – Composition of regulatory capital continued

Line#	R'000	Aug 2024	Feb 2024
Capital ratios			
61	Common equity tier 1 (as a percentage of risk-weighted assets)	36.0	35.5
62	Tier 1 (as a percentage of risk-weighted assets)	36.0	35.5
63	Total capital (as a percentage of risk-weighted assets)	36.8	36.3
64	Institution specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB buffer requirement, expressed as a percentage of risk-weighted assets) ⁽²⁾	3.0	3.0
65	of which: capital conservation buffer requirement ⁽²⁾	2.5	2.5
66	of which: bank specific countercyclical buffer requirement ⁽³⁾	-	-
67	of which: G-SIB buffer requirement ⁽⁴⁾	-	-
68	Common equity tier 1 available to meet buffers (as a percentage of risk-weighted assets)	28.0	27.5
National minima (if different from Basel III)			
69	National common equity tier 1 minimum ratio (if different from Basel III minimum)	8.0	8.0
70	National tier 1 minimum ratio	9.75	9.75
71	National total capital minimum ratio	12.0	12.0
Amounts below the threshold for deductions (before risk weighting)			
72	Non-significant investments in the capital of other financials	82 137	82 415
73	Significant investments in the common stock of financials	384 000	801 292
74	Mortgage servicing rights (net of related tax liability)	-	-
75	Deferred tax assets arising from temporary differences (net of related tax liability)	2 961 794	2 576 664
Applicable caps on the inclusion of provisions in tier 2			
76	Provisions eligible for inclusion in tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	7 649 310	7 578 976
77	Cap on inclusion of provisions in tier 2 under standardised approach	976 317	910 614
78	Provisions eligible for inclusion in tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-	-
79	Cap for inclusion of provisions in tier 2 under internal ratings-based approach	-	-

⁽¹⁾ Retained earnings are stated net of unappropriated profits of R1.950 billion.

⁽²⁾ Bank-specific buffers include the Pillar 2B idiosyncratic capital requirement (ICR) for specific bank risk, which in terms of South African Banks Act regulations, banks may not disclose. Also included in the buffer requirement is the capital conservation buffer and the D-SIB buffer. The regulations state that the Pillar 2A South African country risk buffer and the D-SIB on a combined basis cannot be more than 3.5%.

⁽³⁾ The countercyclical buffer can range between 0% and 2.5% at the discretion of the monetary authorities. It is not expected that this buffer will be applied on a permanent basis and would only be applied when credit growth exceeds real economic growth.

⁽⁴⁾ Capitec is classified as a D-SIB.

⁽⁵⁾ TLAC is defined as total loss-absorbing capacity.

Annexures continued

August 2024

Capitec Bank Limited

CC1 – Composition of regulatory capital continued

The purpose of the CC1 template is to provide a breakdown of the constituent elements of total regulatory capital.

Line#	R'000	Aug 2024	Feb 2024
The capital disclosures detailed below address the prescribed Basel III template requirements:			
Common equity tier 1 capital: instruments and reserves			
1	Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus	6 105 981	6 105 981
2	Retained earnings ⁽¹⁾	32 464 264	29 964 263
3	Accumulated other comprehensive income (and other reserves)	60	6 286
4	Directly issued capital subject to phase-out from CET1 (only applicable to non-joint stock companies)	-	-
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	-	-
6	Common equity tier 1 capital before regulatory adjustments	38 570 305	36 076 530
CET1 capital: regulatory adjustments			
7	Prudential valuation adjustments	-	-
8	Goodwill (net of related tax liability)	849 487	849 487
9	Other intangibles other than mortgage servicing rights (net of related tax liability)	425 600	477 507
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-
11	Cash flow hedge reserve	-	-
12	Shortfall of provisions to expected losses	-	-
13	Securitisation gain on sale	-	-
14	Gains and losses due to changes in own credit risk on fair valued liabilities	-	-
15	Defined benefit pension fund net assets	-	-
16	Investments in own shares (if not already netted off paid-in capital on reported balance sheet)	-	-
17	Reciprocal cross-holdings in common equity	58 412	99 544
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	-
19	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)	-	-
20	Mortgage servicing rights (amount above 10% threshold)	-	-
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	-
22	Amount exceeding the 15% threshold	-	-
23	of which: significant investments in the common stock of financials	-	-
24	of which: mortgage servicing rights	-	-
25	of which: deferred tax assets arising from temporary differences	-	-
26	National specific regulatory adjustments	22 609	-
27	Regulatory adjustments applied to common equity tier 1 due to insufficient additional tier 1 and tier 2 to cover deductions	-	-
28	Total regulatory adjustments to common equity tier 1 capital	1 356 108	1 426 538
29	Common equity tier 1 capital (CET1)	37 214 197	34 649 992

Annexures continued

August 2024

Capitec Bank Limited

CC1 – Composition of regulatory capital continued

Line#	R'000	Aug 2024	Feb 2024
Additional tier 1 capital: regulatory adjustments			
30	Directly issued qualifying additional tier 1 instruments plus related stock surplus	-	-
31	of which: classified as equity under applicable accounting standards	-	-
32	of which: classified as liabilities under applicable accounting standards	-	-
33	Directly issued capital instruments subject to phase-out from additional tier 1 capital	-	-
34	Additional tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group additional tier 1 capital)	-	-
35	of which: instruments issued by subsidiaries subject to phase-out	-	-
36	Additional tier 1 capital before regulatory adjustments	-	-
Additional tier 1 capital: regulatory adjustments			
37	Investments in own additional tier 1 instruments	-	-
38	Reciprocal cross-holdings in additional tier 1 instruments	-	-
39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-	-
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-
41	National specific regulatory adjustments	-	-
42	Regulatory adjustments applied to additional tier 1 due to insufficient tier 2 to cover deductions	-	-
43	Total regulatory adjustments to additional tier 1 capital	-	-
44	Additional tier 1 capital (AT1)	-	-
45	Tier 1 capital (T1 = CET1 + AT1)	37 214 197	34 649 992
Tier 2 capital and provisions			
46	Directly issued qualifying tier 2 instruments plus related stock surplus	-	-
47	Directly issued capital instruments subject to phase-out from tier 2	-	-
48	Tier 2 instruments (and CET1 and AT1 instruments not included in lines 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group tier 2)	-	-
49	of which: instruments issued by subsidiaries subject to phase-out	-	-
50	Provisions	959 815	913 165
51	Tier 2 capital before regulatory adjustments	959 815	913 165
Tier 2 capital: regulatory adjustments			
52	Investments in own tier 2 instruments	-	-
53	Reciprocal cross-holdings in tier 2 instruments and other TLAC liabilities ⁽⁵⁾	-	-
54	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	-	-
54a	Investments in the other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation and where the bank does not own more than 10% of the issued common share capital of the entity; amount previously designated for the 5% threshold but that no longer meets the conditions (for G-SIBs only)	-	-
55	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-
56	National specific regulatory adjustments	-	-
57	Total regulatory adjustments to tier 2 capital	-	-
58	Tier 2 capital	959 815	913 165
59	Total regulatory capital (= tier 1 + tier 2)	38 174 012	35 563 157
60	Total risk-weighted assets	109 508 281	105 211 920

Annexures continued

August 2024

Capitec Bank Limited

CC1 – Composition of regulatory capital continued

Line#	R'000	Aug 2024	Feb 2024
Capital ratios			
61	Common equity tier 1 (as a percentage of risk-weighted assets)	34.0	32.9
62	Tier 1 (as a percentage of risk-weighted assets)	34.0	32.9
63	Total capital (as a percentage of risk-weighted assets)	34.9	33.8
64	Institution specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB buffer requirement, expressed as a percentage of risk-weighted assets) ⁽²⁾	3.0	3.0
65	of which: capital conservation buffer requirement ⁽²⁾	2.5	2.5
66	of which: bank specific countercyclical buffer requirement ⁽³⁾	-	-
67	of which: G-SIB buffer requirement ⁽⁴⁾	-	-
68	Common equity tier 1 available to meet buffers (as a percentage of risk-weighted assets)	26.0	24.9
National minima (if different from Basel III)			
69	National common equity tier 1 minimum ratio (if different from Basel III minimum)	8.0	8.0
70	National tier 1 minimum ratio	9.75	9.75
71	National total capital minimum ratio	12.0	12.0
Amounts below the threshold for deductions (before risk weighting)			
72	Non-significant investments in the capital of other financials	82 137	82 415
73	Significant investments in the common stock of financials	103 029	103 029
74	Mortgage servicing rights (net of related tax liability)	-	-
75	Deferred tax assets arising from temporary differences (net of related tax liability)	2 828 242	2 614 350
Applicable caps on the inclusion of provisions in tier 2			
76	Provisions eligible for inclusion in tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	7 649 310	7 578 976
77	Cap on inclusion of provisions in tier 2 under standardised approach	959 815	913 165
78	Provisions eligible for inclusion in tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-	-
79	Cap for inclusion of provisions in tier 2 under internal ratings-based approach	-	-

⁽¹⁾ Retained earnings are stated net of unappropriated profits of R1.559 billion.

⁽²⁾ Bank-specific buffers include the Pillar 2B idiosyncratic capital requirement (ICR) for specific bank risk, which in terms of South African Banks Act regulations, banks may not disclose. Also included in the buffer requirement is the capital conservation buffer and the D-SIB buffer. The regulations state that the Pillar 2A South African country risk buffer and the D-SIB on a combined basis cannot be more than 3.5%.

⁽³⁾ The countercyclical buffer can range between 0% and 2.5% at the discretion of the monetary authorities. It is not expected that this buffer will be applied on a permanent basis and would only be applied when credit growth exceeds real economic growth.

⁽⁴⁾ Capitec is classified as a D-SIB.

⁽⁵⁾ TLAC is defined as total loss-absorbing capacity.

Capitec Bank Holdings Limited

CC2 – Reconciliation of regulatory capital to the balance sheet

The purpose of the CC2 template is to disclose the differences between the scope of accounting consolidation and the scope of regulatory consolidation, and to show the link between the group's balance sheet as per the published financial statements and the values that are used in the composition of capital disclosure template set out in Template CC1. Per the regulations relating to banks, banking groups are required to completely remove from their balance sheets all amounts that relate to investments in licensed insurance businesses and subsidiaries. Capitec Insurance Holdings Proprietary Limited is therefore excluded from the group's regulatory balance sheet. There is no difference between the scope of accounting consolidation and the scope of regulatory consolidation on a bank solo or bank consolidated basis.

R'000	Amount as reported in published financial statements Aug 2024	Under regulatory scope of regulatory consolidation Aug 2024
Assets		
Cash and cash equivalents	22 641 533	22 438 068
Financial assets at fair value through profit or loss (FVTPL)	786 532	633 474
Insurance contract assets	3 576 575	3 704 782
Financial investments at amortised cost	76 840 225	76 581 153
Term deposit investments	12 005 095	12 005 095
Net loans and advances	83 181 868	83 181 868
Other receivables	12 714 966	12 714 975
Reinsurance contract asset	982	-
Derivative assets	65 560	65 560
Financial assets – equity instruments at fair value through other comprehensive income (FVOCI)	82 137	82 137
Interest in associates and joint ventures	289 696	289 696
Interest in deconsolidated Insurance subsidiaries	-	384 000
Property and equipment	4 036 902	4 036 902
Right-of-use assets	1 844 971	1 844 971
Intangible assets including goodwill	1 708 241	1 642 561
Deferred income tax asset	2 956 726	2 956 419
Total assets	222 732 009	222 561 661
Liabilities		
Derivative liabilities	74 069	74 069
Current income tax liability	455 921	469 363
Reinsurance contract liability	-	-
Deposits	162 532 319	162 538 449
Wholesale funding	3 789 274	3 789 274
Other liabilities	7 526 199	7 584 812
Lease liabilities	2 382 197	2 382 197
Employee benefit liabilities	11 665	11 665
Deferred income tax liability	3 150	3 150
Total liabilities	176 774 794	176 852 979
Equity		
Ordinary share capital and premium	5 446 955	5 448 401
Izindaba Ezinhle Employee Share Scheme	-	-
Cash flow hedge reserve	-	-
Other reserves	(23 363)	(23 363)
Foreign currency translation reserve	(19 811)	(19 811)
Share option reserve	515 809	515 809
Retained earnings	39 968 782	39 718 803
Equity attributable to ordinary shareholders of the group	45 888 372	45 639 839
Preference share capital and premium	42 092	42 092
Equity attributable to non-controlling interest	26 751	26 751
Total equity	45 957 215	45 708 682
Total equity and liabilities	222 732 009	222 561 661

Capitec Bank Holdings Limited**CC2 – Reconciliation of regulatory capital to the balance sheet** continued

R'000	Balance sheet	Under
	as reported in published financial statements	regulatory scope of regulatory consolidation
	Feb 2024	Feb 2024
Assets		
Cash and cash equivalents	29 021 223	28 872 254
Financial assets at fair value through profit or loss (FVTPL)	553 980	514 904
Insurance contract assets	2 960 944	3 011 962
Financial investments at amortised cost	68 110 551	67 903 791
Term deposit investments	7 791 467	7 791 467
Net loans and advances	80 551 697	80 551 697
Other receivables	8 406 867	8 337 483
Derivative assets	33 604	33 604
Financial assets – equity instruments at fair value through other comprehensive income (FVOCI)	82 415	82 415
Interest in associates and joint ventures	727 056	727 056
Interest in deconsolidated Insurance subsidiaries	-	384 000
Property and equipment	3 511 330	3 511 330
Right-of-use assets	1 856 615	1 856 615
Intangible assets including goodwill	1 401 975	1 337 505
Deferred income tax asset	2 568 902	2 566 153
Total assets	207 578 626	207 482 236
Liabilities		
Derivative liabilities	20 602	20 602
Current income tax liability	251 977	249 497
Deposits	152 994 134	152 996 501
Wholesale funding	3 020 834	3 020 834
Other liabilities	5 364 933	5 340 701
Lease liabilities	2 383 183	2 383 183
Employee benefit liabilities	12 370	12 370
Total liabilities	164 048 033	164 023 688
Equity		
Capital and reserves		
Ordinary share capital and premium	5 456 540	5 456 540
Cash flow hedge reserve	7 244	7 244
Other reserves	(17 661)	(17 661)
Foreign currency translation reserve	101 574	101 574
Share option reserve	515 809	515 809
Retained earnings	37 423 827	37 351 782
Share capital and reserves attributable to ordinary shareholders	43 487 333	43 415 288
Preference share capital and premium	43 260	43 260
Total equity	43 530 593	43 458 548
Total equity and liabilities	207 578 626	207 482 236

Capitec Bank Holdings Limited

LI1 – Linkages between financial statements and regulatory exposures

The purpose of the LI1 template is to enable users to identify the differences between the scope of accounting consolidation and the scope of regulatory consolidation and to provide a breakdown of how the amounts reported in the group's financial statements correspond to the regulatory risk categories. This section outlines the treatment and the carrying values as published in the financial statements and linkage to the various regulatory risk categories, along with the carrying values of the items for the calculation of regulatory capital.

Aug 2024 R'000	Carrying values as reported in published financial statements	Carrying values under scope of regulatory consolidation	Regulatory exposure carrying values of items				Total
			Subject to credit risk framework	Subject to counterparty credit risk framework	Not subject to capital requirements or subject to deduction from capital	Subject to equity/ other risk	
Assets							
Cash and cash equivalents	22 641 533	22 438 068	4 481 112	87 802	-	24 575 516	29 144 430
Financial assets at fair value through profit or loss (FVTPL)	786 532	633 474	633 474	-	-	-	633 474
Insurance contract assets	3 576 575	3 704 782	-	-	-	3 704 782	3 704 782
Financial investments at amortised cost	76 840 225	76 581 153	76 868 695	-	-	-	76 868 695
Term deposit investments	12 005 095	12 005 095	11 911 683	-	-	-	11 911 683
Net loans and advances	83 181 868	83 181 868	84 296 628	-	-	-	84 296 628
Other receivables	12 714 966	12 714 975	-	-	-	12 714 975	12 714 975
Reinsurance contract asset	982	-	-	-	-	-	-
Derivative assets	65 560	65 560	-	8 539	-	-	8 539
Financial assets – equity instruments at fair value through other comprehensive income (FVOCI)	82 137	82 137	-	-	-	82 137	82 137
Interest in associates and joint ventures	289 696	289 696	-	-	-	289 696	289 696
Interest in deconsolidated Insurance subsidiaries	-	384 000	-	-	-	384 000	384 000
Property and equipment	4 036 902	4 036 902	-	-	-	4 036 902	4 036 902
Right-of-use assets	1 844 971	1 844 971	-	-	-	1 844 971	1 844 971
Intangible assets including goodwill	1 708 241	1 642 561	-	-	1 642 561	-	1 642 561
Deferred income tax asset	2 956 726	2 956 419	-	-	-	2 956 419	2 956 419
Total assets	222 732 009	222 561 661	178 191 592	96 341	1 642 561	50 589 398	230 519 892
Liabilities							
Derivative liabilities	74 069	74 069	-	-	-	-	-
Current income tax liability	455 921	469 363	-	-	-	-	-
Deposits	162 532 319	162 538 449	-	-	-	-	-
Wholesale funding	3 789 274	3 789 274	-	-	-	-	-
Other liabilities	7 526 199	7 584 812	-	-	-	-	-
Lease liabilities	2 382 197	2 382 197	-	-	-	-	-
Employee benefit liabilities	11 665	11 665	-	-	-	-	-
Deferred income tax liability	3 150	3 150	-	-	-	-	-
Total liabilities	176 774 794	176 852 979	-	-	-	-	-
Equity							
Capital and reserves							
Ordinary share capital and premium	5 446 955	5 448 401	-	-	-	-	-
Cash flow hedge reserve	-	-	-	-	-	-	-
Other reserves	(23 363)	(23 363)	-	-	-	-	-
Foreign currency translation reserve	(19 811)	(19 811)	-	-	-	-	-
Share option reserve	515 809	515 809	-	-	-	-	-
Retained earnings	39 968 782	39 718 803	-	-	-	-	-
Preference share capital and premium	42 092	42 092	-	-	-	-	-
Equity attributable to non-controlling interest	26 751	26 751	-	-	-	-	-
Total equity	45 957 215	45 708 682	-	-	-	-	-
Total equity and liabilities	222 732 009	222 561 661	-	-	-	-	-

Annexures continued

August 2024

Capitec Bank Holdings Limited

LI1 – Linkages between financial statements and regulatory exposures continued

Feb 2024 R'000	Regulatory exposure carrying values of items							Total
	Carrying values as reported in published financial statements	Carrying values under scope of regulatory consolidation	Subject to credit risk framework	Subject to counterparty credit risk framework	Not subject to capital requirements or subject to deduction from capital	Subject to equity/ other risk		
Assets								
Cash and cash equivalents	29 021 223	28 872 254	4 233 507	87 323	-	21 835 627	26 156 457	
Financial assets at fair value through profit or loss (FVTPL)	553 980	514 904	514 904	-	-	-	514 904	
Insurance contract assets	2 960 944	3 011 962	-	-	-	3 011 962	3 011 962	
Financial investments at amortised cost	68 110 551	67 903 791	68 192 108	-	-	-	68 192 108	
Term deposit investments	7 791 467	7 791 467	5 607 983	-	-	-	5 607 983	
Net loans and advances	80 551 697	80 551 697	80 891 632	-	-	-	80 891 632	
Other receivables	8 406 867	8 337 483	-	-	-	8 337 483	8 337 483	
Derivative assets	33 604	33 604	-	35 790	-	-	35 790	
Financial assets – equity instruments at fair value through other comprehensive income (FVOCI)	82 415	82 415	-	-	-	82 415	82 415	
Interest in associates and joint ventures	727 056	727 056	-	-	-	727 056	727 056	
Interest in deconsolidated Insurance subsidiaries	-	384 000	-	-	-	384 000	384 000	
Property and equipment	3 511 330	3 511 330	-	-	-	3 511 330	3 511 330	
Right-of-use assets	1 856 615	1 856 615	-	-	-	1 856 615	1 856 615	
Intangible assets including goodwill	1 401 975	1 337 505	-	-	1 337 505	-	1 337 505	
Deferred income tax asset	2 568 902	2 566 153	-	-	-	2 566 153	2 566 153	
Total assets	207 578 626	207 482 236	159 440 134	123 113	1 337 505	42 312 641	203 213 393	
Liabilities								
Derivative liabilities	20 602	20 602	-	-	-	-	-	
Current income tax liability	251 977	249 497	-	-	-	-	-	
Deposits	152 994 134	152 996 501	-	-	-	-	-	
Wholesale funding	3 020 834	3 020 834	-	-	-	-	-	
Other liabilities	5 364 933	5 340 701	-	-	-	-	-	
Lease liabilities	2 383 183	2 383 183	-	-	-	-	-	
Employee benefit liabilities	12 370	12 370	-	-	-	-	-	
Total liabilities	164 048 033	164 023 688	-	-	-	-	-	
Equity								
Capital and reserves								
Ordinary share capital and premium	5 456 540	5 456 540	-	-	-	-	-	
Cash flow hedge reserve	7 244	7 244	-	-	-	-	-	
Other reserves	(17 661)	(17 661)	-	-	-	-	-	
Foreign currency translation reserve	101 574	101 574	-	-	-	-	-	
Share option reserve	515 809	515 809	-	-	-	-	-	
Retained earnings	37 423 827	37 351 782	-	-	-	-	-	
Share capital and reserves attributable to ordinary shareholders	43 487 333	43 415 288	-	-	-	-	-	
Preference share capital and premium	43 260	43 260	-	-	-	-	-	
Total equity	43 530 593	43 458 548	-	-	-	-	-	

Capitec Bank Holdings Limited

LI2 – Main sources of differences between regulatory amounts and carrying values in financial statements

The purpose of the LI2 template is to provide information on the main sources of differences, other than due to different scopes of consolidation which are shown in Template LI1, between the financial statements' carrying value amounts and the exposure amounts used for regulatory purposes.

Line#	Aug 2024 R'000	Items subject to:			
		Total	Credit risk framework	Counterparty credit risk framework	Other risk framework
1	Asset carrying value amount under scope of regulatory consolidation	222 732 009	178 191 592	96 341	50 589 398
2	Liabilities carrying value amount under scope of regulatory consolidation	176 774 794	-	-	-
3	Total net amount under regulatory scope of consolidation	45 957 215	178 191 592	96 341	50 589 398
4	Off-balance sheet amounts	-	16 441 950	-	-
5	Exposure amounts considered for regulatory purposes		194 633 542	96 341	50 589 398

Line#	Feb 2024 R'000	Items subject to:			
		Total	Credit risk framework	Counterparty credit risk framework	Other risk framework
1	Asset carrying value amount under scope of regulatory consolidation	207 578 626	159 440 134	123 113	42 312 641
2	Liabilities carrying value amount under scope of regulatory consolidation	164 048 033	-	-	-
3	Total net amount under regulatory scope of consolidation	43 530 593	159 440 134	123 113	42 312 641
4	Off-balance sheet amounts	-	16 786 936	-	-
5	Exposure amounts considered for regulatory purposes		176 227 070	123 113	42 312 641

Capitec Bank Holdings Limited

CCA – Main features of capital instruments

Line#	Disclosure template for main features of regulatory capital instruments	Listed ordinary shares	Listed preference shares
1	Issuer	Capitec Bank Holdings Limited	Capitec Bank Holdings Limited
2	Unique identifier	CPI	CPIP
3	Governing law(s) of the instrument	Laws of South Africa ⁽¹⁾	Laws of South Africa ⁽¹⁾
Regulatory treatment			
4	Transitional Basel III rules	Common equity tier 1	Additional tier 1
5	Post-transitional Basel III rules	Common equity tier 1	Ineligible
6	Eligible at solo/group/group and solo	Solo and Group	Solo and Group
7	Instrument type	Ordinary shares	Preference shares
8	Amount recognised in regulatory capital (R'm)	R5 447.0	R0.0
9	Par value of instrument	R0.01 per share	R0.01 per share
10	Accounting classification	Shareholders' equity	Shareholders' equity
11	Original date of issuance	18 February 2002	31 August 2006
12	Perpetual or dated	Perpetual	Perpetual
13	Original maturity date	N/A	N/A
14	Issuer call subject to prior supervisory approval	No	No
15	Optional call date, contingent call dates and redemption amount	N/A	N/A
16	Subsequent call dates, if applicable	N/A	N/A
Coupons/dividends			
17	Fixed or floating dividend/coupon	Discretionary dividend	Floating
18	Coupon rate and any related index	Distributable profits declared as dividends	83.33% of the prime overdraft rate on a face value of R100 per share
19	Existence of a dividend stopper	No	Yes
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	No	No
22	Non-cumulative or cumulative	Non-cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible	Non-convertible
24	If convertible, conversion trigger(s)	N/A	N/A
25	If convertible, fully or partially	N/A	N/A
26	If convertible, conversion rate	N/A	N/A
27	If convertible, mandatory or optional conversion	N/A	N/A
28	If convertible, specify instrument type convertible into	N/A	N/A
29	If convertible, specify issuer of instrument it converts into	N/A	N/A
30	Write-down feature	N/A	N/A
31	If write-down, write-down trigger(s)	N/A	N/A
32	If write-down, full or partial	N/A	N/A
33	If write-down, permanent or temporary	N/A	N/A
34	If temporary write-down, description of write-up mechanism	N/A	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Preference shares ⁽²⁾	Subordinated debt
36	Non-compliant transitioned features	No	Yes
37	If yes, specify non-compliant features	N/A	⁽³⁾

⁽¹⁾ The main Acts are the Banks Act of 1990, Financial Markets Act of 2012, Companies Act of 2008 and the Insolvency Act of 1936.

⁽²⁾ The ordinary shares shall on the return of capital in a winding-up, entitle the holders thereof rights of participation in any surplus profits or assets of the company after all prior obligations have been satisfied.

⁽³⁾ Has no loss absorbency at the point of non-viability.

Statutory and contact information

Capitec Bank Holdings Limited

Registration number: 1999/025903/06
Registered bank controlling company
Incorporated in the Republic of South Africa
JSE ordinary share code: CPI
ISIN code: ZAE000035861
JSE preference share code: CPIP
ISIN code: ZAE000083838

Capitec Bank Limited

Registration number: 1980/003695/06
Incorporated in the Republic of South Africa
Company code: BICAP
Stock code: CBL29
ISIN code: ZAG000158874
Stock code: CBL30
ISIN code: ZAG000180977
Stock code: CBL31
ISIN code: ZAG000191933

Directors

SL Botha (*chairman*)
GM Fourie (*CEO*)⁽¹⁾
NF Bhattay
SA du Plessis
CH Fernandez
N Ford-Hoon
GR Hardy (*CFO*)⁽¹⁾
MS du Pré le Roux
V Mahlangu
PJ Mouton
CA Otto
JP Verster (resigned effective 31 May 2024)

(1) *Executive*

Company secretary and registered office

YM Mouton
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Postal address

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Sponsor

PSG Capital Proprietary Limited
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