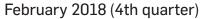
Capitec Bank Holdings Limited





Capitec Bank Holdings Limited and its subsidiaries ("group"), have complied with Regulation 43 of the Regulations relating to banks, which incorporates the requirements of Basel.

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

The group's consolidated capital position at the end of the 4th quarter of the 28 February 2018 financial year end is set out below

4th Quarter 2018		3rd Quarter 2018	
R'000	Capital Adequacy	R'000	(30 November 2017) Capital Adequacy
	Ratio %		Ratio %
17 381 888	33.9	16 963 481	32.5
103 587	0.2	126 677	0.2
17 485 475	34.1	17 090 158	32.7
283 438		438 724	
519 230		529 766	
802 668	1.6	968 490	1.8
18 288 143	35.7	18 058 648	34.5
5 699 501		5 610 308	
	17 381 888 103 587 17 485 475 283 438 519 230 802 668	(28 February 2018) R'000 Capital Adequacy Ratio % 17 381 888 33.9 103 587 0.2 17 485 475 34.1 283 438 519 230 802 668 1.6	(28 February 2018) R'000 Capital Adequacy Ratio % 17 381 888 33.9 16 963 481 103 587 0.2 126 677 17 485 475 34.1 17 090 158 283 438 438 438 724 519 230 529 766 802 668 1.6 968 490 18 288 143 35.7 18 058 648

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

By order of the Board

Stellenbosch 27 March 2018

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

⁽³⁾ This value is 11.125% (2017: 10.750%) of risk-weighted assets, being the Basel global minimum requirement of 8.000%, the South African country-specific buffer of 1.250% (2017: 1.500%) and the Capital Conservation Buffer of 1.875% (2017: 1.250%) (disclosable in terms of SARB November 2016 directive in order to standardise reporting across banks). In terms of the regulations the Individual Capital Requirement (ICR) is excluded.

Capitec Bank Holdings Limited



February 2018 (4th quarter)

		RWA	RWA	Minumum capital requirements
		4th Quarter 2018	3rd Quarter 2018	4th Quarter 2018
	OV1: Overview of RWA	(28 February 2018)	(30 November 2017)	(28 February 2018)
1	Credit risk (excluding counterparty credit risk) (CCR)	41 345 320	42 178 784	4 599 667
2	Of which standardised approach (SA)	41 345 320	42 178 784	4 599 667
3	Of which internal rating-based (IRB) approach	-	-	-
4	Of which supervisory slotting approach	-	-	-
5	Of which advanced internal ratings-based (A-IRB) approach	-	-	-
6	Counterparty credit risk	24 337	104 889	2 707
7	Of which standardised approach for counterparty credit risk (SA-CCR)	24 337	104 889	2 707
8	Of which internal model method (IMM)	-	-	-
9	Of which other CCR	-	-	-
10	Credit valuation adjustment	5 309	-	591
11	Equity positions in banking book under market-based approach	510 730	530 439	56 819
12	Equity investments in funds – look-through approach	-	-	-
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	-	-	-
21	Of which standardised approach (SA)	-	-	-
22	Of which internal model approaches (IMA)	-	-	-
23	Capital charge for switch between trading book and banking book	-	-	-
24	Operational risk	6 147 776	6 272 817	683 940
	Other risk	2 205 927	2 077 732	245 410
25	Amounts below the thresholds for deduction (subject to 250% risk weight)	992 066	1 108 812	110 367
26	Floor adjustment	-	-	-
27	Total (1+4+7+8+9+10+11+12+16+19+23+24)	51 231 465	52 273 473	5 699 501