

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

QUARTERLY DISCLOSURE IN TERMS OF REGULATION 43 OF THE REGULATIONS RELATING TO BANKS

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 of the Basel rules, the consolidated group is required to disclose quantitative information on its capital adequacy and liquidity ratios on a quarterly basis.

The group's consolidated capital and liquidity positions at the end of the first quarter for the 28 February 2019 financial year end are set out below:

	1st Quarter 2019 31 May 2018		4th Quarter 2018 28 February 2018	
	R'000	Capital Adequacy Ratio %	R'000	Capital Adequacy Ratio %
Common Equity Tier 1 capital (CET1)	18 054 289	35.1	17 381 888	33.9
Additional Tier 1 capital (AT1) <sup>(1)</sup>	103 587	0.2	103 587	0.2
TIER 1 CAPITAL (T1)	18 157 876	35.3	17 485 475	34.1
Total subordinated debt <sup>(1) (2)</sup>	273 589		283 438	
Unidentified loan impairments	515 414		519 230	
TIER 2 CAPITAL (T2)	789 003	1.5	802 668	1.6
TOTAL QUALIFYING REGULATORY CAPITAL	18 946 879	36.8	18 288 143	35.7
REQUIRED REGULATORY CAPITAL <sup>(3)</sup>	5 718 121		5 699 501	

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

<sup>(2)</sup> 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.

<sup>(3)</sup> 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.

	1st Quarter 2019 31 May 2018	4th Quarter 2018 28 February 2018
LIQUIDITY COVERAGE RATIO (LCR)		
High-Quality Liquid Assets	19 066 557	18 056 043
Net Cash Outflows <sup>(1)</sup>	998 632	961 511
Required LCR Ratio	90%	90%
Actual LCR Ratio	1 909%	1 878%
LEVERAGE RATIO		
Tier 1 Capital	18 157 876	17 485 475
Total Exposures	88 973 287	84 834 799
Leverage Ratio	20.4%	20.6%
NET STABLE FUNDING RATIO (NSFR)		
Total Available Stable Funding (ASF)	81 088 327	76 621 291
Total Required Stable Funding (RSF)	39 107 138	37 205 204
Actual NSFR Ratio <sup>(2)</sup>	207.3%	205.9%

<sup>(1)</sup> As Capitec has a net cash inflow after applying the run-off weightings, outflows for the purpose of the ratio are deemed to be 25% of gross outflows.

<sup>(2)</sup> A ratio of 100% or more represents compliance. Compliance is required by 2018.

For the complete LCR and leverage ratio calculations refer to our website at [www.capitecbank.co.za/investor-relations](http://www.capitecbank.co.za/investor-relations)

By order of the Board  
Stellenbosch  
26 June 2018  
Sponsor - PSG Capital Proprietary Limited