

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")

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

Capitec 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 second quarter for the 29 February 2020 financial year end are set out below:

	2nd Quarter 2020 31 August 2019		1st Quarter 2020 31 May 2019	
	R'000	Capital Adequacy Ratio %	R'000	Capital Adequacy Ratio %
Common Equity Tier 1 capital (CET1)	22 563 756	32.6	21 585 401	31.5
Additional Tier 1 capital (AT1) <sup>(1)</sup>	74 370	0.1	77 691	0.2
TIER 1 CAPITAL (T1)	22 638 126	32.7	21 663 092	31.7
Unidentified loan impairments	647 418		642 200	
TIER 2 CAPITAL (T2)	647 418	0.9	642 200	0.9
TOTAL QUALIFYING REGULATORY CAPITAL	23 285 544	33.6	22 305 292	32.6
REQUIRED REGULATORY CAPITAL <sup>(2)</sup>	7 970 042		7 870 871	

<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> This value is 11.500% (2018: 11.125%) of risk-weighted assets, being the Basel global minimum requirement of 8.000%, the South African country-specific buffer of 1.000% (2018: 1.250%) and the Capital Conservation Buffer of 2.500% (2018: 1.875%), 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.

	2nd Quarter 2020 31 August 2019	1st Quarter 2020 31 May 2019
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LIQUIDITY COVERAGE RATIO (LCR)

High-Quality Liquid Assets	26 628 505	19 259 374
Net Cash Outflows <sup>(1)</sup>	1 252 413	1 183 119
Actual LCR Ratio	2 126%	1 628%
Required LCR Ratio	100%	100%

LEVERAGE RATIO

Tier 1 Capital	22 638 126	21 663 092
Total Exposures	114 226 273	108 523 925
Leverage Ratio	19.8%	20.0%

NET STABLE FUNDING RATIO (NSFR)

Total Available Stable Funding (ASF)	103 892 429	98 640 822
Total Required Stable Funding (RSF)	51 546 784	47 794 908
Actual NSFR Ratio	201.5%	206.4%
Required NSFR Ratio	100%	100%

<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.

For the complete LCR, NSFR and leverage ratio calculations refer to the "Banks Act Public Disclosure" section on our website at [www.capitecbank.co.za/investor-relations](http://www.capitecbank.co.za/investor-relations)

By order of the Board  
Stellenbosch  
26 September 2019  
Sponsor - PSG Capital Proprietary Limited