

CAPITEC BANK HOLDINGS LIMITED  
Incorporated in the Republic of South Africa  
Registration number 1999/025903/06  
Ordinary Share Code: CPI ISIN Number: ZAE000035861  
Preference Share Code: CPIP ISIN Number: ZAE000083838  
("Capitec" or "the Company")

#### TRADING STATEMENT

The COVID-19 pandemic is impacting businesses in South Africa across the board and generally causing increased distress in the South African economy. We do not as yet fully understand the ultimate economic outcome of the pandemic. The national lockdown affected Capitec from the end of its first month of the 2021 financial year and the impact continues. The relaxation of the lockdown restrictions enabling broadened business activity from 1 June 2020 is imperative to facilitate economic recovery in South Africa.

Over the period of the national lockdown, Capitec transaction volumes (branch transactions, cash withdrawals and point-of-sale transactions) number of funeral policies sold and credit sales were lower. Many clients applied for a payment holiday. It is still early days to determine the extent, but doubtful debt is expected to increase.

All reasonable measures are being taken to contain expenses.

Capitec's liquidity and capital positions continue to be very strong. Capitec's deposit base increased further and we believe this is due to clients' normal spending habits being curtailed due to the national lockdown.

It is not possible at this stage to provide specific guidance to shareholders on the results for the 6 months ending on 31 August 2020 ("the interim reporting period"). The potential remedial effect of the relaxation of the economic restrictions from 1 June 2020, on Capitec's interim results, will only become apparent over the second half of the interim reporting period. Due to the impact of the national lockdown over the first half of the interim reporting period, however, there is a reasonable degree of certainty that Capitec's headline earnings per share and earnings per share will decline by more than 20% or more than 509 cents and 510 cents respectively, compared to the headline earnings per share of 2545 cents and earnings per share of 2549 cents for the six months ended 31 August 2019.

We will provide a more specific guidance range when there is reasonable certainty of the range of headline earnings and earnings.

The financial information on which this trading statement is based has not been reviewed and reported on by Capitec's auditors. The financial results for the half year ending on 31 August 2020 are expected to be published on or about 30 September 2020.

By order of the Board  
Stellenbosch  
29 May 2020

Sponsor  
PSG Capital