Simplicity is the ultimate sophistication

Nov 2014 (third quarter)

Capitec Bank Holdings Limited and its subsidiaries ("group"), have complied with the Bank's Act 1990 (as amended), 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 third quarter of the 28 February 2015 financial year end is set out below:

Composition of qualifying regulatory capital	R'000	3rd Quarter 2015 (30 Nov 2014) Capital Adequacy Ratio %	R'000	2nd Quarter 2015 (31 Aug 2014) Capital Adequacy Ratio %
Common Equity Tier 1 capital (CET1)	**10 463 372**	**29.9**	9 869 313	29.9
Additional Tier 1 capital (AT1) [(1)]	**207 175**	**0.6**	207 175	0.6
Tier 1 capital (T1)	**10 670 547**	**30.5**	10 076 488	30.5
Subordinated debt [(1)(2)]	**2 045 928**		2 036 896	
Unidentified impairments	**383 457**		362 810	
Tier 2 capital (T2)	**2 429 385**	**7.0**	2 399 706	7.3
Total qualifying regulatory capital	**13 099 932**	**37.5**	12 476 194	37.8
Required regulatory capital [(3)]	**3 494 010**		3 299 123	

(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.*

(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 10% of risk-weighted assets, being the Basel global minimum requirement of 8% and a South African country-specific buffer of 2%. In terms of the regulations the Individual Capital Requirement (ICR) is excluded.*

By order of the Board

Stellenbosch
12 December 2014