CAPITEC BANK

Simplicity is the ultimate sophistication

February 2014 (fourth quarter)

Capitec Bank Holdings Limited and its subsidiaries ("group"), have complied with the Bank's Act 1990 (as amended), which incorporates the requirements of the Basel Committee on Banking Supervision (Basel).

In terms of Pillar 3 of the Basel rules, 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 fourth quarter of the 28 February 2014 financial year end is set out below:

Composition of qualifying regulatory capital	R'000	4th Quarter (28 February 2014) Capital Adequacy Ratio %	R'000	3rd Quarter (30 November 2013) Capital Adequacy Ratio %
Common Equity Tier 1 capital (CET1)	**9 042 668**	**30.4**	8 837 854	29.7
Additional Tier 1 capital (AT1) [1]	**207 175**	**0.7**	233 072	0.8
Tier 1 capital (T1)	**9 249 843**	**31.1**	9 070 926	30.5
Subordinated debt [1][2]	**2 019 600**		2 433 677	
Unidentified impairments	**328 328**		328 449	
Tier 2 capital (T2)	**2 347 928**	**7.9**	2 762 126	9.3
Total qualifying regulatory capital	**11 597 771**	**39.0**	11 833 052	39.8
Required regulatory capital [3]	**2 976 616**		2 826 638	

(1) *Starting 2013, the non loss absorbant 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% (2013: 9.5%) of risk-weighted assets, being the Basel global minimum requirement of 8% and a South African country-specific buffer of 2% (2013: 1.5%). In terms of the regulations the Individual Capital Requirement (ICR) is excluded.*

By order of the Board

Stellenbosch
24 March 2014