

Capitec Bank Holdings Limited

August 2019 (2nd quarter)

Annexure A

LR1 - Summary comparison of accounting assets vs leverage ratio exposure measure

Line #	R'000	31 Aug 2019	31 May 2019
1	Total consolidated assets as per published financial statements	113 594 749	108 356 690
	Adjustments for:	-	-
2	Investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	-	-
3	Fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-	-
4	Derivative financial instruments	11 562	11 562
5	Securities financing transactions (i.e. repos and similar secured lending)	621 475	179 866
6	Off-balance sheet items (i.e. conversion to credit equivalent amounts of off- balance sheet exposures)	118 846	99 498
7	Other adjustments	(120 359)	(123 691)
8	Leverage ratio exposure	114 226 273	108 523 925

Capitec Bank Holdings Limited

August 2019 (2nd quarter)

LR2 - Leverage ratio

Line #	Group leverage ratio framework R'000	31 Aug 2019	31 May 2019
On-balance sheet exposures			
1	On-balance sheet items (excluding derivatives and Security Financing Transactions 'SFT's' but including collateral)	92 100 046	93 835 246
2	Asset amounts deducted in determining Basel 3 Tier 1 capital	(120 359)	(123 691)
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	91 979 687	93 711 555
Derivative exposures			
4	Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)	4 543	1 256
5	Add-on amounts for Potential Future Exposure 'PFE' associated with all derivatives transactions	11 562	11 562
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	-	-
7	Deductions of receivables assets for cash variation margin provided in derivatives transactions	-	-
8	Exempted Central Counterparty 'CCP' leg of client-cleared trade exposures	-	-
9	Adjusted effective notional amount of written credit derivatives	-	-
10	Adjusted effective notional offsets and add-on deductions for written credit derivatives	-	-
11	Deductions of receivables assets for cash variation margin provided in derivatives transactions (sum of lines 4 to 10)	16 105	12 818
Securities financing transaction exposures			
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	21 490 160	14 520 188
13	Netted amounts of cash payables and cash receivables of gross SFT assets	-	-
14	Counterparty Credit Risk 'CCR' exposure for SFT assets	621 475	179 866
15	Agent transaction exposures	-	-
16	Total securities financing transaction exposures (sum of lines 12 to 15)	22 111 635	14 700 054
Other off-balance sheet exposures			
17	Off-balance sheet exposure at gross notional amount	1 188 457	994 983
18	Adjustments for conversion to credit equivalent amounts	(1 069 611)	(895 485)
19	Off-balance sheet items (sum of lines 17 and 18)	118 846	99 498
Capital and total exposures			
20	Tier 1 capital	22 638 126	21 663 092
21	Total exposures (sum of lines 3, 11, 16 and 19)	114 226 273	108 523 925
Leverage ratio			
22	Basel 3 group leverage ratio%	19.8%	20.0%
Summary leverage ratio framework - bank level			
Capital and total exposures			
20	Tier 1 capital	22 058 353	21 098 015
21	Total exposures (sum of lines 3, 11, 16 and 19)	113 885 293	108 184 237
22	Basel 3 bank leverage ratio%	19.4%	19.5%

⁽¹⁾ There is no material difference on an individual line basis between group and bank level.