

# Capitec Bank Holdings Limited

May 2015



Simplicity is the ultimate sophistication

## Annexure A

### 1. Summary comparison of accounting assets vs leverage ratio exposure measure

Line #	R'000	31 May 2015	28 Feb 2015
1	Total consolidated assets as per published financial statements	55 560 172	53 916 475
	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	17 849	22 059
5	Securities financing transactions (i.e. repos and similar secured lending)	1 530	-
6	Off-balance sheet items (i.e. conversion to credit equivalent amounts of off- balance sheet exposures)	48 046	46 950
7	Other adjustments	( 237 102)	(239 053)
<b>8</b>	<b>Leverage ratio exposure %</b>	<b>55 390 495</b>	<b>53 746 431</b>

## 2. Leverage ratio - common disclosure template

Line #	Group leverage ratio framework R'000	31 May 2015	28 Feb 2015
<b>On-balance sheet exposures</b>			
1	On-balance sheet items (excluding derivatives and Security Financing Transactions 'STF's' but including collateral)	54 982 295	53 376 843
2	Asset amounts deducted in determining Basel 3 Tier 1 capital	( 237 102)	(239 053)
<b>3</b>	<b>Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)</b>	<b>54 745 193</b>	<b>53 137 790</b>
<b>Derivative exposures</b>			
4	Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)	74 904	35 846
5	Add-on amounts for Potential Future Exposure 'PFE' associated with all derivatives transactions	17 849	22 059
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	-	-
<b>11</b>	<b>Deductions of receivables assets for cash variation margin provided in derivatives transactions (sum of lines 4 to 10)</b>	<b>92 753</b>	<b>57 905</b>
<b>Securities financing transaction exposures</b>			
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	502 973	503 787
13	Netted amounts of cash payables and cash receivables of gross SFT assets	-	-
14	Counterparty Credit Risk 'CCR' exposure for SFT assets	1 530	-
15	Agent transaction exposures	-	-
<b>16</b>	<b>Total securities financing transaction exposures (sum of lines 12 to 15)</b>	<b>504 503</b>	<b>503 787</b>
<b>Other off-balance sheet exposures</b>			
17	Off-balance sheet exposure at gross notional amount	480 461	469 496
18	Adjustments for conversion to credit equivalent amounts	( 432 415)	(422 547)
<b>19</b>	<b>Off-balance sheet items (sum of lines 17 and 18)</b>	<b>48 046</b>	<b>46 949</b>
<b>Capital and total exposures</b>			
20	Tier 1 capital	11 461 482	10 809 528
21	Total exposures (sum of lines 3, 11, 16 and 19)	55 390 495	53 746 431
<b>Leverage ratio</b>			
<b>22</b>	<b>Basel 3 leverage ratio%</b>	<b>20.7%</b>	<b>20.1%</b>