

Capitec Bank Limited
 Registration number: 1980/003695/06



Unaudited financial results for the 6 months ended 31 August 2020

Summary statement of financial position

	Unaudited 6 months August 2020 R'000	Unaudited 6 months August 2020 R'000	6 months August 2020/2019 %	Audited Year ended February 2020 R'000
Assets				
Cash, cash equivalents and money market funds	48 926 871	37 136 543	32	40 147 320
Financial assets at FVTPL	2 048 777	-		1 504 262
Financial investments	20 979 046	14 463 531	45	16 329 710
Term deposit investments	950 351	5 510 875	(83)	-
Net loans and advances	45 628 158	47 397 170	(4)	52 011 683
Other receivables	1 870 552	1 358 650	38	1 600 001
Net insurance receivable	796 438	185 130	>100	217 423
Derivative assets	5 882	4 543	29	5 713
Financial assets - equity instruments at FVOCI	69 340	100 000	(31)	100 000
Group loans receivable	795 456	586 162	36	215 257
Interest in associates and joint ventures	107 202	-		107 202
Interest in subsidiaries	3 555 772	-		3 555 772
Equipment	2 757 708	1 966 973	40	2 728 952
Right-of-use asset	2 239 311	2 469 606	(9)	2 447 932
Intangible assets	480 379	438 986	9	401 974
Deferred income tax asset	1 994 716	1 595 256	25	1 829 088
Total assets	133 205 959	113 213 425	18	123 202 289
Liabilities				
Derivative liabilities	71 988	34 241	>100	31 029
Current income tax liability	18 376	26 822	(31)	14 345
Retail deposits	97 565 809	81 375 399	20	87 496 930
Other Liabilities	2 126 637	2 438 388	(13)	2 256 410
Wholesale funding	2 366 589	3 949 095	(40)	3 336 286
Lease liability	2 622 595	2 710 736	(3)	2 781 889
Provisions	78 229	77 506	1	109 801
Group loans payable	2 559 536	-		2 182 864
Total liabilities	107 409 759	90 612 187	19	98 209 554
Equity				
Capital and reserves				
Ordinary share capital and premium	6 105 981	6 105 981	0	6 105 981
Cash flow hedge reserve	(48 735)	(23 560)	>100	(21 345)
Retained earnings	19 673 675	16 444 447	20	18 835 001
Share capital and reserves attributable to ordinary shareholders	25 730 921	22 526 868	14	24 919 637
Non-redeemable, non-cumulative, non-participating preference share capital and premium	65 279	74 370	(12)	73 098
Total equity	25 796 200	22 601 238	14	24 992 735
Total equity and liabilities	133 205 959	113 213 425	18	123 202 289

Summary income statement

	Unaudited 6 months August 2020 R'000	Unaudited 6 months August 2020 R'000	6 months August 2020/2019 %	Audited Year ended February 2020 R'000
Lending, investment and insurance income	8 903 989	9 041 739	(2)	18 536 164
Interest income	7 910 491	8 123 289	(3)	16 579 870
Loan fee income	495 710	474 170	5	975 456
Net insurance income	497 788	444 280	12	980 838
Lending and investment expenses	(2 498 882)	(2 736 942)	(9)	(5 534 620)
Interest expense	(2 470 746)	(2 677 371)	(8)	(5 444 434)
Loan fee expense	(28 136)	(59 571)	(53)	(90 186)
Net lending, investment and insurance income	6 405 107	6 304 797	2	13 001 544
Transaction fee income	5 151 634	4 818 827	7	10 094 767
Transaction fee expense	(1 359 552)	(1 289 902)	5	(2 735 988)
Net transaction income	3 792 082	3 528 925	7	7 358 779
Credit impairments	(5 824 055)	(2 114 857)	>100	(4 360 286)
Funeral income	349 768	107 356	>100	413 133
Other income	5 094	10 626	(52)	18 800
Net income	4 727 996	7 836 847	(40)	16 431 970
Operating expenses	(3 917 899)	(4 006 100)	(2)	(8 421 278)
Operating profit before tax	810 097	3 830 747	(79)	8 010 692
Income tax expense	31 039	(878 483)	<100	(1 791 510)
Profit for the period	841 136	2 952 264	(72)	6 219 182

Summary statement of comprehensive income

	Unaudited 6 months August 2020 R'000	Unaudited 6 months August 2020 R'000	6 months August 2020/2019 %	Audited Year ended February 2020 R'000
Profit for the period	841 136	2 952 264	(72)	6 219 182
Other comprehensive income that may subsequently be reclassified to profit or loss	(27 390)	(13 972)		(11 757)
Cash flow hedge reserve recognised during the year	(59 244)	(25 614)		(31 706)
Cash flow hedge reclassified to profit and loss for the year	21 203	6 209		15 377
Income tax relating to cash flow hedge	10 651	5 433		4 572
Total comprehensive income for the period	813 746	2 938 292	(72)	6 207 425

Summary statement of changes in equity

R'000	Ordinary share capital and premium	Preference share capital and premium	Cash flow hedge reserve	Retained earnings/ accumulated loss	Total
Balance at 28 February 2019	6 105 981	81 603	(9 588)	14 790 738	20 968 734
Total comprehensive income for the year			(11 757)	6 219 182	6 207 425
Transactions with shareholders and directly recorded in equity	-	(8 505)	-	(2 174 919)	(2 183 424)
Ordinary dividend	-	-	-	(2 168 006)	(2 168 006)
Preference dividend	-	-	-	(6 913)	(6 913)
Preference shares repurchased	-	(8 505)	-	-	(8 505)
Balance at 29 February 2020	6 105 981	73 098	(21 345)	18 835 001	24 992 735
Total comprehensive income for the year			(27 390)	841 136	813 746
Transactions with shareholders and directly recorded in equity	-	(7 819)	-	(2 462)	(10 281)
Ordinary dividend	-	-	-	-	-
Preference dividend	-	-	-	(2 462)	(2 462)
Preference shares repurchased	-	(7 819)	-	-	(7 819)
Balance at 31 August 2021	6 105 981	65 279	(48 735)	19 673 675	25 796 200

Summary statement of cash flows

	Unaudited 6 months August 2020 R'000	Unaudited 6 months August 2020 R'000	6 months August 2020/2019 %	Audited Year ended February 2020 R'000
Cash flow from operating activities	16 641 429	11 090 937	50	15 808 798
Cash flow from investing activities	(7 183 998)	(681 895)	>100	(2 898 275)
Cash flow from financing activities	(676 423)	(2 410 986)	(72)	(1 886 243)
Net increase in cash and cash equivalents	8 781 008	7 998 056		11 024 280
Cash and cash equivalents at the beginning of the period	40 123 816	29 099 536	38	29 099 536
Cash and cash equivalents at the end of the period	48 904 824	37 097 592	32	40 123 816

Commitments

	Unaudited 6 months August 2020 R'000	Unaudited 6 months August 2020 R'000	6 months August 2020/2019 %	Audited Year ended February 2020 R'000
Capital commitments approved by the board				
Contracted for:				
Property and equipment	8 733	134 554	(94)	254 568
Intangible assets	145 169	113 848	28	93 668
Not contracted for:				
Property and equipment	287 053	568 542	(50)	500 730
Intangible assets	73 592	59 103	25	128 369
	514 547	876 047	(41)	977 335