

Albaraka Bank Limited

Incorporated in the Republic of South Africa
Registration Number 1989/003295/06

Basel II - Capital Adequacy Disclosure as at September 2011 (Unaudited results)

In terms of the Basel II requirements under Regulation 43(1)(e)(ii) of regulations relating to banks, minimum disclosure on the capital adequacy of the bank is required on a quarterly basis. This announcement meets the ongoing reporting requirement for quarterly disclosure in terms of Pillar 3 of the Basel II capital accord.

At 30 September 2011 Albaraka Bank had a total capital adequacy of 13.45% (June 2011: 13.97 %) and Tier 1 capital adequacy of 13.18% (June 2011: 13.71%).

	Sep	Jun
	2011	2011
	R'000	R'000
Tier 1		
Share capital & share premium	254 866	254 866
Shareholders' reserves	-	-
Retained income	<u>80 768</u>	<u>76 556</u>
Total capital & reserves	335 634	331 422
Less: Prescribed deductions against capital and reserve funds	<u>(19 922)</u>	<u>(20 831)</u>
Total Tier 1 capital	315 712	310 591
Tier 2		
Portfolio impairment (net of deferred tax)	<u>6 336</u>	<u>5 956</u>
Total eligible capital	<u>322 048</u>	<u>316 547</u>
Capital adequacy ratios (Tier 1 %)	<u>13.18%</u>	<u>13.71%</u>
Capital adequacy ratios (Total %)	<u>13.45%</u>	<u>13.97%</u>

Notes:

1. Dividends were declared on 30 June 2011.
2. No new qualifying capital instruments were issued during the quarter ended 30 September 2011.
3. On 31 January 2011 the bank offered 7,5 million new ordinary shares to existing shareholders in terms of a non-renounceable rights issue. The rights offer shares were offered to shareholders in the ratio of one new ordinary share for every two shares held. The total value of shares offered through the rights issue was R105 million. Shares were issued on 31 March 2011.

Durban
09 November 2011