

Mercantile Bank Holdings Limited
(Incorporated in the Republic of South Africa)
(Registration number 1989/000164/06)
("the Group")

UNAUDITED DISCLOSURE IN TERMS OF REGULATION 43 RELATING TO BANKS ISSUED UNDER SECTION 90 OF THE BANKS ACT, NO 94 OF 1990, AS AMENDED ("REGULATION 43")

Quarterly disclosure - Capital adequacy

In terms of Regulation 43, the Group is required to disclose quantitative information on its capital adequacy ratios on a quarterly basis. The consolidated capital position of the Group and the capital position of Mercantile Bank Limited ("Bank") at 31 March 2012 is set out below.

	Group	Bank
	R'000	R'000
Total primary capital	1,353,777	1,446,862
Total secondary capital	35,383	4,201
Total regulatory capital	1,389,160	1,451,063
Primary capital adequacy ratio (%)	23.75	25.96
Secondary capital adequacy ratio (%)	0.62	0.07
Total capital adequacy ratio (%)	24.37	26.03
Total capital requirement (@ 9.5%)	541,608	529,497

Johannesburg
24 May 2012