SASFIN HOLDINGS LIMITED / SASFIN BANK LIMITED
QUARTERLY REPORT ON BASEL II CAPITAL ADEQUACY REQUIREMENTS
31 DECEMBER 2008.

Quarterly report in terms of Regulation 43 (1) (e) (ii) of the Banks Act 1990 (as amended).

In terms of the requirements of the Banks Act, and the banking legislation under Basel II, registered banks and bank controlling companies are obliged to report certain qualitative and quantitative information on a regular basis to the public.
The following table sets out the Sasfin Group's quantitative information relating to its Capital and Capital Adequacy levels as at 31 December 2008.
The qualitative information regarding the Group's Capital Management Plan and Strategy is fully disclosed in the Group's 2008 Annual Report and Audited Annual Financial Statements. This report is also available for download from www.sasfin.com.

	Sasfin Holdings Limited		***Sasfin Bank Limited & its subsidiaries***		***Sasfin Bank Limited***	
	R'000	%age	R'000	%age	R'000	%age
1. *Tier 1 Primary Capital*	***728,299***	***29.34***	***448,210***	***33.18***	***283,278***	***21.44***
Share Capital & Premium	29,297		141,475		141,475	
Distributable reserves	706,590		367,549		175,244	
Non-redeemable preference share capital	207,024		60,000		60,000	
Special regulatory reserve	8,200		8,200		8,200	
Prescribed deductions iro securitisation and non-qualifying reserves	-222,812		-129,014		-101,641	
2. *Tier 2 Secondary Capital*	***59,074***	***2.38***	***2,698***	***0.20***	***6,907***	***0.52***
Non-redeemable preference share capital	52,254		-		-	
General other reserves	12,140		8,018		5,391	
General allowance for credit impairment	2,205		2,205		1,516	
Prescribed deductions iro non-qualifying reserves	-7,525		-7,525		-	
Total Available Capital & Capital Adequacy ratio	***787,373***	***31.72***	***450,908***	***33.38***	***290,185***	***21.97***
3. *Total Required Capital & Reserves*	***242,006***	***9.75***	***150,000***	***9.75***	***150,000***	***9.75***
4. *Total Risk weighted assets & exposures*	***2,482,113***		***1,350,679***		***1,320,964***	

5. Current market conditions and the economic slowdown continue to influence levels of capital in maintaining a healthy balance between risk appetite and risk profile. Credit defaults are on the increase, particularly on the consumer front, and the group, although not directly exposed to the consumer market, is affected by the secondary impacts encountered in this cycle.

Pressures on the domestic economy, heightened by the market volatility will impact earnings in all sectors. Sasfin remains well capitalised to withstand these challenging market conditions.