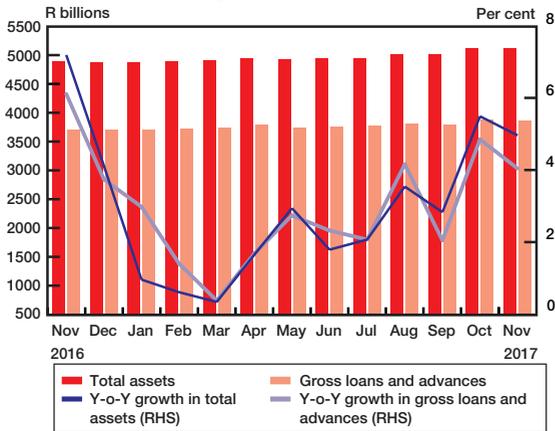


Bank Supervision Department

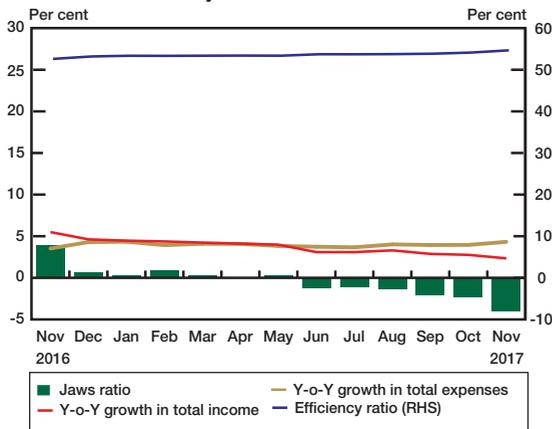
Selected South African banking sector trends

November 2017

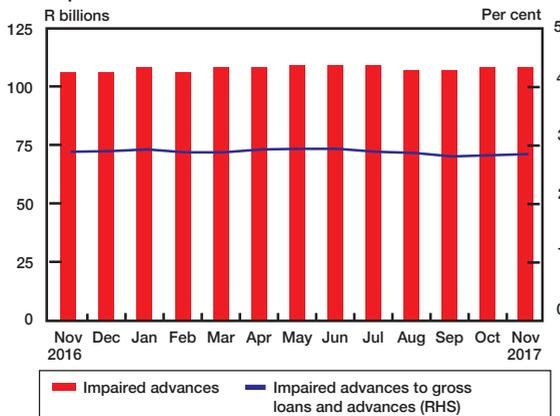
Total assets and gross loans and advances



Jaws and efficiency ratios



Impaired advances



Number of banks in South Africa			
Registered banks			19
Mutual banks			3
Co-operative banks			2
Local branches of foreign banks			15
Foreign banks with approved local representative offices			30
	Nov		
	2016	2017	%
	Rbn1	Rbn1	Growth¹
Balance sheet items Selected assets			
Total assets			
Total assets	4 879	5 107	4.7
Gross loans and advances	3 707	3 849	3.8
Homeloans	919	948	3.1
Commercial mortgages	273	289	6.1
Credit cards	107	112	4.8
Lease and instalment debtors	368	386	5.0
Overdrafts	180	201	11.3
Term loans	749	871	16.3
Redeemable preference shares	100	106	6.2
Factoring accounts, trade and other bills and BA's	24	27	16.1
Loans granted/deposits placed under resale agreements	202	167	-16.9
Bank intra-group balances	138	204	47.8
Other	648	537	-17.2
Investment and trading positions	441	487	10.5
Derivative financial instruments	212	189	-11.0
Short term negotiable securities	252	280	11.1
Selected liabilities			
Deposits, current accounts and other creditors	3 908	4 072	4.2
Current	779	800	2.7
Savings	229	246	7.4
Call	697	790	13.4
Fixed and notice	1 108	1 182	6.7
Negotiable certificates of deposit	470	476	1.3
Repurchase agreements	110	125	14.1
Other	515	452	-12.2
Derivative financial instruments and other trading liabilities	285	272	-4.8
Equity			
Total equity	390	444	14.0
Off-balance sheet items			
Total off-balance sheet activities	1 305	1 304	-0.1

	Nov	
	2016	2017
	%	%
Profitability²		
Return on equity	18.08	16.04
Return on assets	1.33	1.31
Cost-to-income ratio	54.47	56.53
Net interest income to interest-earning assets	3.91	3.96
Non-interest revenue to total assets	2.34	2.38
Operating expenses to total assets	2.96	3.13
Profit/Loss (12 months) (Rbn)	79.19	84.29
Net interest income (12 months) (Rbn)	150.35	157.61
Non-interest income (12 months) (Rbn)	113.40	118.47
Operating expenses (12 months) (Rbn)	143.67	156.08
Liquidity		
Liquid assets held to liquid-asset requirement	226.46	224.62
Short-term liabilities to total liabilities	54.11	55.24
Ten largest depositors to total funding	15.75	15.30
Liquidity coverage ratio (%)	117.60	115.95
Credit risk		
Impaired advances ³ (Rbn)	105.64	108.02
Impaired advances to gross loans and advances	2.85	2.81
Specific credit impairments to impaired advances	43.76	42.62
Specific credit impairments to gross loans and advances	1.25	1.20
Capital adequacy		
Total capital adequacy (%)	15.51	16.78
Tier 1 (T1) capital adequacy (%)	12.57	13.84
Common equity T1 capital adequacy (%)	12.13	13.27
Basel III leverage ratio		
Leverage ratio ⁴	6.05	6.70
<p>1. Differences may occur due to rounding.</p> <p>2. All ratios based on income statement information are smoothed i.e. 12 month moving averages.</p> <p>3. Advances in respect of which a specific impairment was raised.</p> <p>4. Formula: Tier 1 capital divided by exposure measure.</p> <p>Please note this information is subject to change without notice. The data in this report is as at the end of the reporting month except for one bank.</p>		