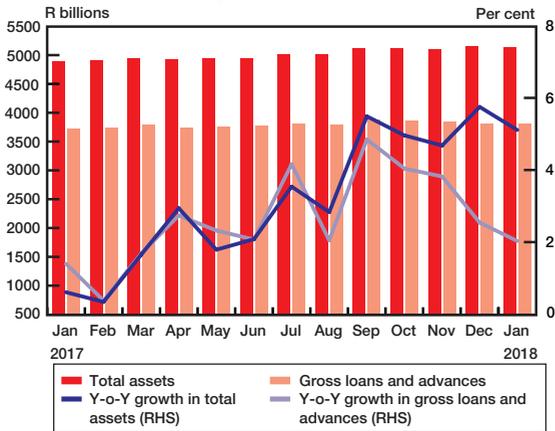


Bank Supervision Department

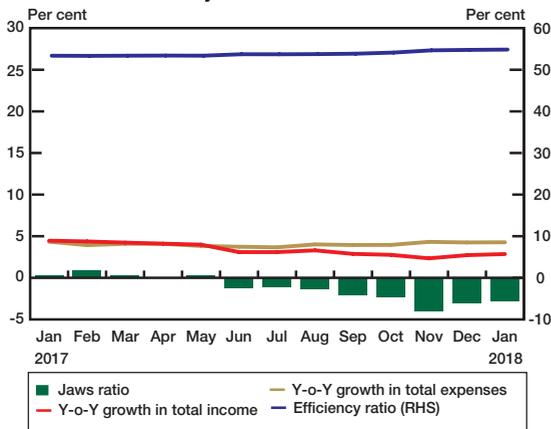
Selected South African banking sector trends

January 2018

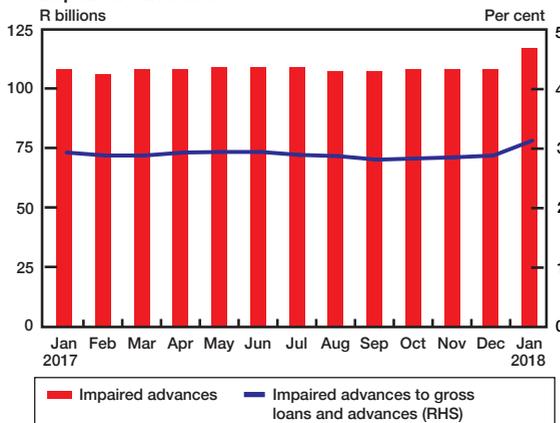
Total assets and gross loans and advances



Jaws and efficiency ratios



Impaired advances



Number of banks in South Africa			
Registered banks			19
Mutual banks			3
Co-operative banks			3
Local branches of foreign banks			15
Foreign banks with approved local representative offices			31
	Jan		
	2017	2018	%
	Rbn1	Rbn1	Growth¹
Balance sheet items Selected assets			
Total assets			
Total assets	4 890	5 140	5.1
Gross loans and advances	3 726	3 801	2.0
Homeloans	923	953	3.2
Commercial mortgages	274	290	5.9
Credit cards	107	112	4.4
Lease and instalment debtors	369	386	4.7
Overdrafts	190	205	8.3
Term loans	882	827	-6.2
Redeemable preference shares	101	107	6.0
Factoring accounts, trade and other bills and BA's	21	23	13.1
Loans granted/deposits placed under resale agreements	192	185	-3.8
Bank intra-group balances	162	208	28.9
Other	505	504	-0.3
Investment and trading positions	418	503	20.3
Derivative financial instruments	205	279	35.9
Short term negotiable securities	263	271	3.0
Selected liabilities			
Deposits, current accounts and other creditors	3 899	4 030	3.4
Current	760	787	3.6
Savings	223	235	5.3
Call	716	759	6.0
Fixed and notice	1 120	1 176	5.0
Negotiable certificates of deposit	469	520	10.9
Repurchase agreements	113	120	5.9
Other	498	434	-12.9
Derivative financial instruments and other trading liabilities	279	350	25.5
Equity			
Total equity	407	449	10.3
Off-balance sheet items			
Total off-balance sheet activities	1 292	1 278	-1.1

	Jan	
	2017	2018
	%	%
Profitability²		
Return on equity	17.45	15.98
Return on assets	1.32	1.32
Cost-to-income ratio	55.23	56.71
Net interest income to interest-earning assets	3.92	3.98
Non-interest revenue to total assets	2.32	2.39
Operating expenses to total assets	3.00	3.15
Profit/Loss (12 months) (Rbn)	80.20	85.48
Net interest income (12 months) (Rbn)	151.68	159.22
Non-interest income (12 months) (Rbn)	112.52	120.07
Operating expenses (12 months) (Rbn)	145.92	158.38
Liquidity		
Liquid assets held to liquid-asset requirement	221.87	230.56
Short-term liabilities to total liabilities	55.53	54.65
Ten largest depositors to total funding	15.32	14.71
Liquidity coverage ratio (%)	110.30	120.27
Credit risk		
Impaired advances ³ (Rbn)	107.53	117.44
Impaired advances to gross loans and advances	2.89	3.09
Specific credit impairments to impaired advances	43.63	44.02
Specific credit impairments to gross loans and advances	1.26	1.36
Capital adequacy		
Total capital adequacy (%)	15.88	16.12
Tier 1 (T1) capital adequacy (%)	12.90	13.32
Common equity T1 capital adequacy (%)	12.52	12.81
Basel III leverage ratio		
Leverage ratio ⁴	6.25	6.74
<ol style="list-style-type: none"> 1. Differences may occur due to rounding. 2. All ratios based on income statement information are smoothed i.e. 12 month moving averages. 3. Advances in respect of which a specific impairment was raised. 4. Formula: Tier 1 capital divided by exposure measure. 		
Please note this information is subject to change without notice. The data in this report is as at the end of the reporting month.		