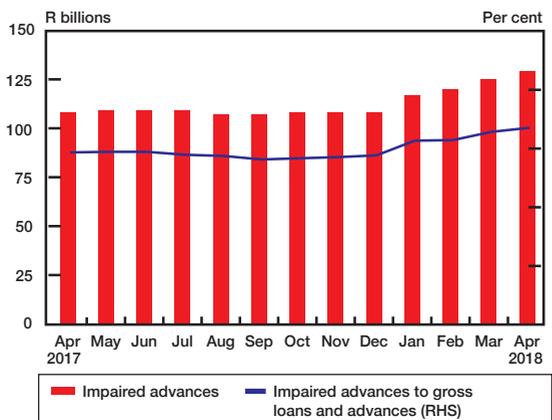
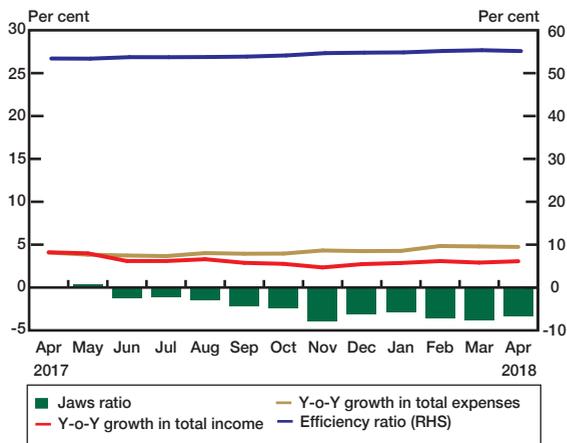
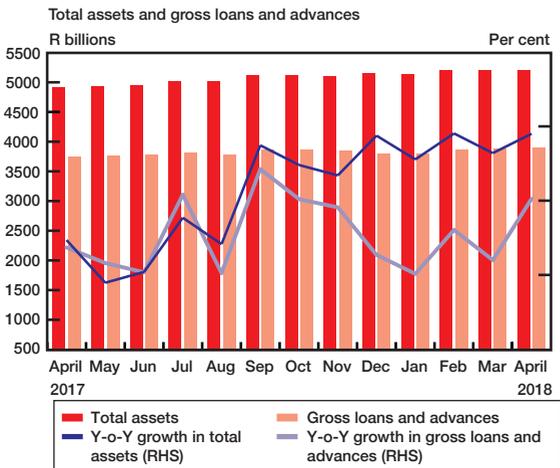




South African Reserve Bank  
Prudential Authority

# Selected South African banking sector trends

April 2018



## 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

	Apr		
	2017	2018	%
	Rbn <sup>1</sup>	Rbn <sup>1</sup>	Growth <sup>1</sup>
<b>Balance sheet items Selected assets</b>			
<b>Total assets</b>			
Total assets	4 917	5 202	5.8
Gross loans and advances	3 741	3 893	4.1
Homeloans	929	960	3.3
Commercial mortgages	274	298	8.7
Credit cards	109	115	4.9
Lease and instalment debtors	371	391	5.2
Overdrafts	201	218	8.4
Term loans	858	833	-2.8
Redeemable preference shares	103	116	12.0
Factoring accounts, trade and other bills and BA's	22	28	28.8
Loans granted/deposits placed under resale agreements	167	179	6.8
Bank intra-group balances	172	199	15.6
Other	534	557	4.2
Investment and trading positions	442	520	17.8
Derivative financial instruments	203	227	12.0
Short term negotiable securities	249	277	11.6
<b>Selected liabilities</b>			
Deposits, current accounts and other creditors	3 928	4 107	4.5
Current	759	813	7.1
Savings	227	239	5.4
Call	719	776	8.0
Fixed and notice	1 168	1 202	2.9
Negotiable certificates of deposit	465	529	13.8
Repurchase agreements	111	112	0.1
Other	480	436	-9.1
Derivative financial instruments and other trading liabilities	281	311	10.7
<b>Equity</b>			
Total equity	408	443	8.4
<b>Off-balance sheet items</b>			
Total off-balance sheet activities	1 274	1 313	3.0

	Apr	
	2017	2018
	%	%
<b>Profitability<sup>2</sup></b>		
Return on equity	17.17	15.95
Return on assets	1.33	1.33
Cost-to-income ratio	55.27	57.01
Net interest income to interest-earning assets	3.93	3.97
Non-interest revenue to total assets	2.34	2.42
Operating expenses to total assets	3.02	3.17
Profit/Loss (12 months) (Rbn)	81.03	86.80
Net interest income (12 months) (Rbn)	153.03	160.01
Non-interest income (12 months) (Rbn)	114.01	123.39
Operating expenses (12 months) (Rbn)	147.61	161.58
<b>Liquidity</b>		
Liquid assets held to liquid-asset requirement	223.61	238.80
Short-term liabilities to total liabilities	54.93	54.77
Ten largest depositors to total funding	16.28	15.82
Liquidity coverage ratio (%)	115.07	119.76
<b>Credit risk</b>		
Impaired advances <sup>3</sup> (Rbn)	108.24	128.94
Impaired advances to gross loans and advances	2.89	3.31
Specific credit impairments to impaired advances	44.00	43.70
Specific credit impairments to gross loans and advances	1.27	1.45
<b>Capital adequacy</b>		
Total capital adequacy (%)	15.94	16.59
Tier 1 (T1) capital adequacy (%)	12.99	13.38
Common equity T1 capital adequacy (%)	12.55	12.87
<b>Basel III leverage ratio</b>		
Leverage ratio <sup>4</sup>	6.40	6.68

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.