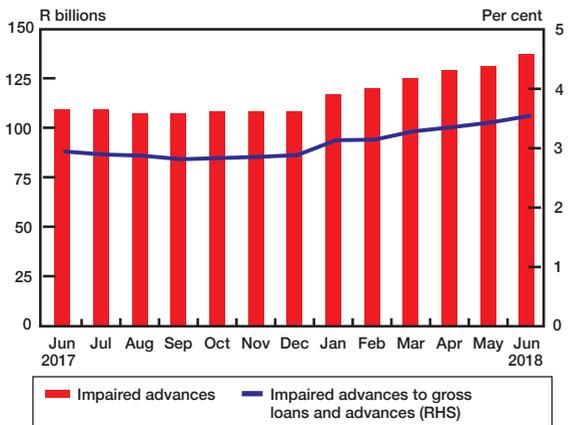
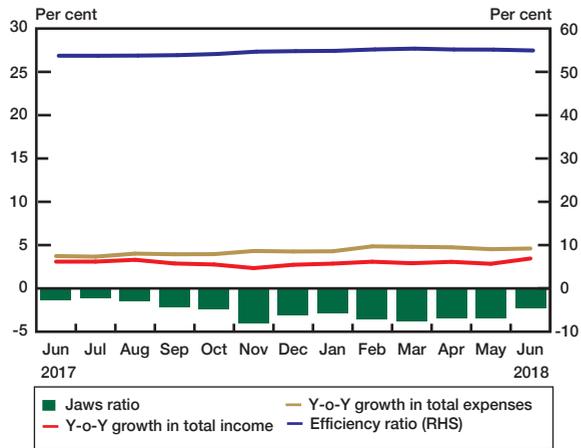
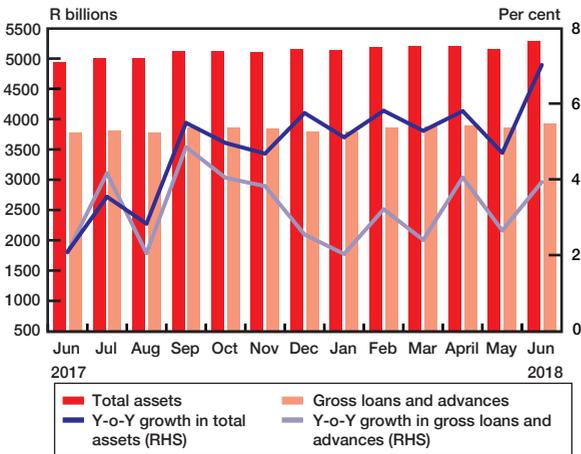


Total assets and gross loans and advances



South African Reserve Bank  
Prudential Authority

# Selected South African banking sector trends

June 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	29

	June		
	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	4 947	5 295	7.0
Gross loans and advances	3 774	3 923	3.9
Homeloans	934	968	3.6
Commercial mortgages	278	299	7.5
Credit cards	110	116	6.0
Lease and instalment debtors	376	397	5.4
Overdrafts	204	203	-0.4
Term loans	858	862	0.5
Redeemable preference shares	103	113	10.2
Factoring accounts, trade and other bills and BA's	23	29	22.6
Loans granted/deposits placed under resale agreements	173	170	-1.5
Bank intra-group balances	174	209	20.2
Other	541	556	2.8
Investment and trading positions	452	549	21.6
Derivative financial instruments	183	241	31.6
Short term negotiable securities	254	290	14.5
<b>Selected liabilities</b>			
Deposits, current accounts and other creditors	3 958	4 185	5.7
Current	805	835	3.8
Savings	232	245	5.6
Call	735	756	2.8
Fixed and notice	1 145	1 210	5.7
Negotiable certificates of deposit	470	537	14.2
Repurchase agreements	107	131	22.3
Other	464	471	1.6
Derivative financial instruments and other trading liabilities	253	325	28.7
<b>Equity</b>			
Total equity	433	451	4.1
<b>Off-balance sheet items</b>			
Total off-balance sheet activities	1 278	1 298	1.5

	June	
	2017	2018
	%	%
<b>Profitability<sup>2</sup></b>		
Return on equity	16.62	16.16
Return on assets	1.31	1.35
Cost-to-income ratio	55.59	56.80
Net interest income to interest-earning assets	3.94	3.99
Non-interest revenue to total assets	2.34	2.43
Operating expenses to total assets	3.05	3.17
Profit/Loss (12 months) (Rbn)	81.25	88.73
Net interest income (12 months) (Rbn)	153.94	161.89
Non-interest income (12 months) (Rbn)	114.32	124.87
Operating expenses (12 months) (Rbn)	149.14	162.88
<b>Liquidity</b>		
Liquid assets held to liquid-asset requirement	225.59	240.78
Short-term liabilities to total liabilities	55.56	54.27
Ten largest depositors to total funding	17.24	15.67
Liquidity coverage ratio (%)	119.76	126.21
<b>Credit risk</b>		
Impaired advances <sup>3</sup> (Rbn)	109,36	137,25
Impaired advances to gross loans and advances	2.90	3.50
Specific credit impairments to impaired advances	44.13	42.81
Specific credit impairments to gross loans and advances	1.28	1.50
<b>Capital adequacy</b>		
Total capital adequacy (%)	16.49	16.50
Tier 1 (T1) capital adequacy (%)	13.47	13.27
Common equity T1 capital adequacy (%)	13.02	12.76
<b>Basel III leverage ratio</b>		
Leverage ratio <sup>4</sup>	6.71	6.57
<ol style="list-style-type: none"> <li>Differences may occur due to rounding.</li> <li>All ratios based on income statement information are smoothed i.e. 12 month moving averages.</li> <li>Advances in respect of which a specific impairment was raised.</li> <li>Formula: Tier 1 capital divided by exposure measure.</li> </ol>		
Please note this information is subject to change without notice. The data in this report is as at the end of the reporting month.		