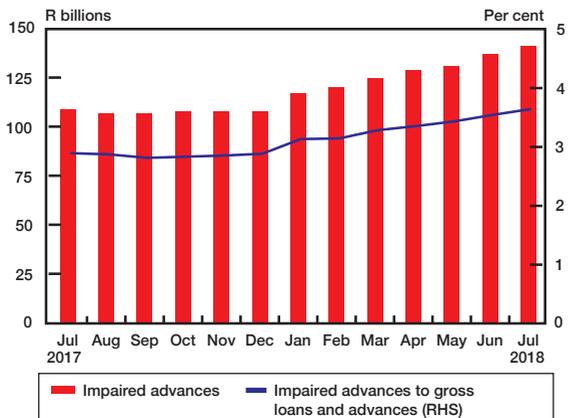
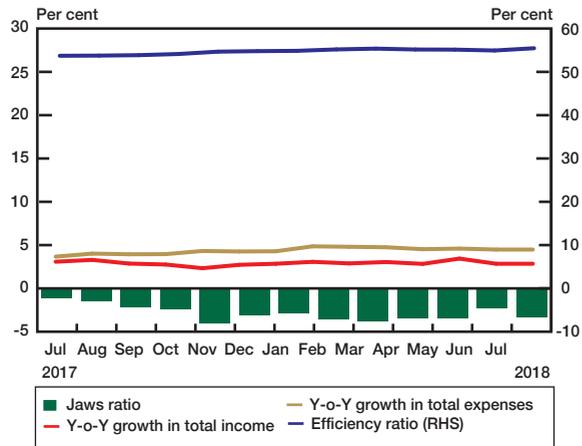
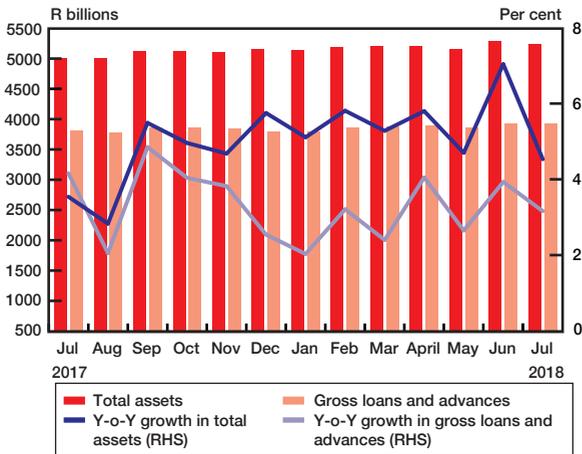


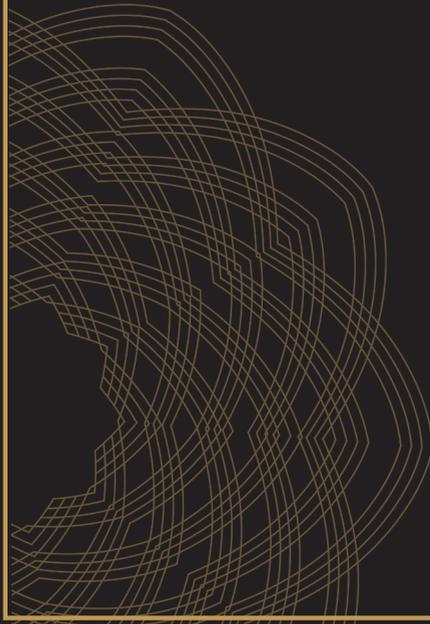
Total assets and gross loans and advances



South African Reserve Bank  
Prudential Authority

# Selected South African banking sector trends

## July 2018



## Number of banks in South Africa

Registered banks	19
Mutual banks	4
Co-operative banks	3
Local branches of foreign banks	15
Foreign banks with approved local representative offices	29

	July		
	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	5 016	5 243	4.5
Gross loans and advances	3 806	3 926	3.2
Homeloans	938	971	3.6
Commercial mortgages	282	300	6.4
Credit cards	109	117	6.7
Lease and instalment debtors	378	399	5.7
Overdrafts	195	198	1.4
Term loans	877	899	2.6
Redeemable preference shares	104	117	12.6
Factoring accounts, trade and other bills and BA's	26	27	4.6
Loans granted/deposits placed under resale agreements	177	165	-7.1
Bank intra-group balances	189	189	0.2
Other	531	544	2.4
Investment and trading positions	448	553	23.6
Derivative financial instruments	206	199	-3.6
Short term negotiable securities	266	283	6.4
<b>Selected liabilities</b>			
Deposits, current accounts and other creditors	3 992	4 195	5.1
Current	774	810	4.7
Savings	233	249	6.7
Call	758	773	2.1
Fixed and notice	1 163	1 236	6.3
Negotiable certificates of deposit	491	544	10.9
Repurchase agreements	113	134	17.8
Other	461	449	-2.5
Derivative financial instruments and other trading liabilities	275	270	-2.1
<b>Equity</b>			
Total equity	436	452	3.8
<b>Off-balance sheet items</b>			
Total off-balance sheet activities	1 278	1 312	2.6

	July	
	2017	2018
	%	%
<b>Profitability<sup>2</sup></b>		
Return on equity	16.62	15.81
Return on assets	1.32	1.32
Cost-to-income ratio	55.59	57.32
Net interest income to interest-earning assets	3.95	3.99
Non-interest revenue to total assets	2.35	2.40
Operating expenses to total assets	3.06	3.17
Profit/Loss (12 months) (Rbn)	82.31	86.83
Net interest income (12 months) (Rbn)	155.09	162.01
Non-interest income (12 months) (Rbn)	115.34	123.82
Operating expenses (12 months) (Rbn)	150.34	163.83
<b>Liquidity</b>		
Liquid assets held to liquid-asset requirement	225.30	227.46
Short-term liabilities to total liabilities	55.16	54.46
Ten largest depositors to total funding	16.11	14.79
Liquidity coverage ratio (%)	115.59	124.88
<b>Credit risk</b>		
Impaired advances <sup>3</sup> (Rbn)	108.55	141.41
Impaired advances to gross loans and advances	2.85	3.60
Specific credit impairments to impaired advances	44.08	43.87
Specific credit impairments to gross loans and advances	1.26	1.58
<b>Capital adequacy</b>		
Total capital adequacy (%)	16.36	16.68
Tier 1 (T1) capital adequacy (%)	13.45	13.46
Common equity T1 capital adequacy (%)	13.00	12.96
<b>Basel III leverage ratio</b>		
Leverage ratio <sup>4</sup>	6.54	6.65

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.