



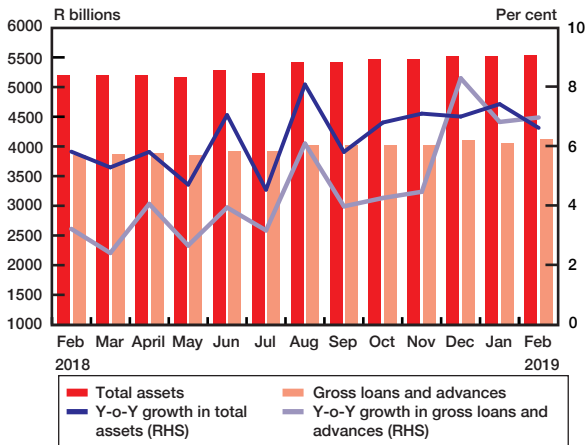
South African Reserve Bank
Prudential Authority

Selected South African banking sector trends

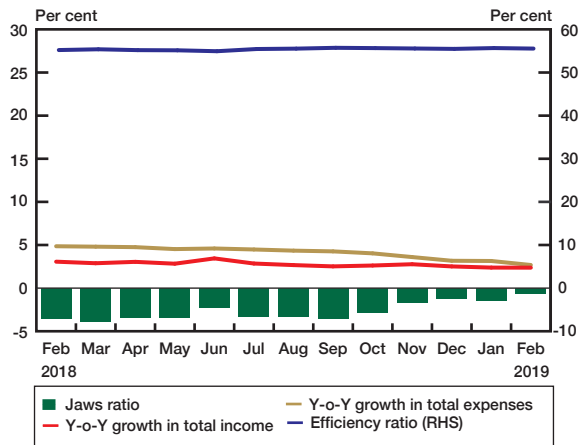
February 2019



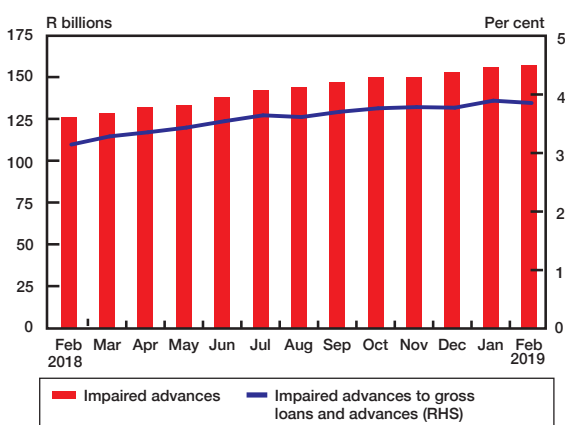
Total assets and gross loans and advances



Jaws and efficiency ratios



Impaired advances



Number of banks in South Africa

Registered banks	19
Mutual banks	4
Co-operative banks	4
Local branches of foreign banks	15
Foreign banks with approved local representative offices	30

	Feb		
	2018	2019	%
	Rbn ¹	Rbn ¹	Growth ¹
Balance sheet items			
Selected assets			
Total assets	5 195	5 539	6.6
Gross loans and advances	3 860	4 130	7.0
Homeloans	958	999	4.3
Commercial mortgages	292	312	6.7
Credit cards	114	124	9.2
Lease and instalment debtors	389	418	7.6
Overdrafts	214	226	5.3
Term loans	843	965	14.6
Redeemable preference shares	107	111	3.1
Factoring accounts, trade and other bills and BA's	28	24	-15.3
Loans granted/deposits placed under resale agreements	187	213	13.6
Bank intra-group balances	198	210	6.2
Other	530	528	-0.4
Investment and trading positions	519	633	22.0
Derivative financial instruments	264	197	-25.4
Short term negotiable securities	268	275	2.6
Selected liabilities			
Deposits, current accounts and other creditors	4 077	4 441	8.9
Current	808	844	4.5
Savings	236	255	8.2
Call	771	792	2.7
Fixed and notice	1 169	1 284	9.9
Negotiable certificates of deposit	532	551	3.6
Repurchase agreements	123	176	43.0
Other	439	538	22.6
Derivative financial instruments and other trading liabilities	336	279	-17.1
Equity			
Total equity	459	476	3.7
Off-balance sheet items			
Total off-balance sheet activities	1 262	1 391	10.2

	Feb	
	2018	2019
	%	%
Profitability²		
Return on equity	15.68	15.81
Return on assets	1.30	1.29
Cost-to-income ratio	57.07	57.41
Net interest income to interest-earning assets	3.98	3.98
Non-interest revenue to total assets	2.40	2.38
Operating expenses to total assets	3.18	3.15
Profit/Loss (12 months) (Rbn)	85.14	87.88
Net interest income (12 months) (Rbn)	159.61	166.41
Non-interest income (12 months) (Rbn)	121.39	127.91
Operating expenses (12 months) (Rbn)	160.36	168.96
Liquidity		
Liquid assets held to liquid-asset requirement	230.76	242.15
Short-term liabilities to total liabilities	55.38	54.05
Ten largest depositors to total funding	15.13	15.86
Liquidity coverage ratio (%)	116.69	138.29
Credit risk		
Impaired advances ³ (Rbn)	125.54	157.27
Impaired advances to gross loans and advances	3.25	3.81
Specific credit impairments to impaired advances	41.10	46.01
Portfolio credit impairments to gross loans and advances	1.00	1.05
Capital adequacy		
Total capital adequacy (%)	16.20	16.30
Tier 1 (T1) capital adequacy (%)	13.33	13.35
Common equity T1 capital adequacy (%)	12.84	12.74
Basel III leverage ratio		
Leverage ratio ⁴	6.89	6.50

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.