



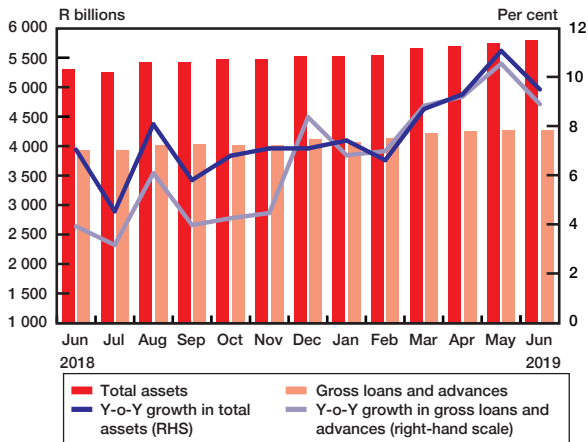
South African Reserve Bank
Prudential Authority

Selected South African banking sector trends

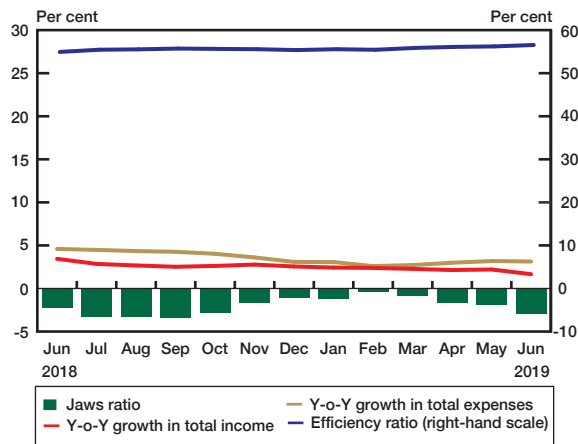
June 2019



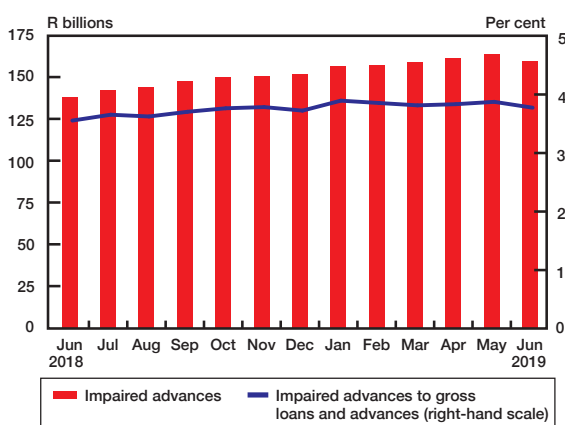
Total assets and gross loans and advances



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

	Jun		
	2018	2019	%
	Rbn ¹	Rbn ¹	Growth ¹
Balance sheet items			
Selected assets			
Total assets	5 295	5 798	9.5
Gross loans and advances	3 922	4 271	8.9
Homeloans	968	1 010	4.4
Commercial mortgages	299	322	7.5
Credit cards	116	129	11.1
Lease and instalment debtors	397	428	7.9
Overdrafts	203	234	15.1
Term loans	874	961	10.0
Redeemable preference shares	113	112	-1.2
Factoring accounts, trade and other bills and BA's	29	26	-9.2
Loans granted/deposits placed under resale agreements	170	284	67.0
Bank intra-group balances	209	208	-0.6
Other	544	557	2.4
Investment and trading positions	550	668	21.5
Derivative financial instruments	241	226	-6.2
Short term negotiable securities	290	293	0.9
Selected liabilities			
Deposits, current accounts and other creditors	4 185	4 626	10.5
Current	835	912	9.3
Savings	245	264	7.7
Call	756	822	8.8
Fixed and notice	1 210	1 282	6.0
Negotiable certificates of deposit	537	592	10.1
Repurchase agreements	131	198	51.3
Other	471	556	17.9
Derivative financial instruments and other trading liabilities	325	311	-4.5
Equity			
Total equity	452	483	7.0
Off-balance sheet items			
Total off-balance sheet activities	1 297	1 407	8.5

	Jun	
	2018	2019
	%	%
Profitability²		
Return on equity	16.29	15.28
Return on assets	1.36	1.23
Cost-to-income ratio	56.80	58.41
Net interest income to interest-earning assets	3.99	3.92
Non-interest revenue to total assets	2.43	2.31
Operating expenses to total assets	3.17	3.12
Profit/Loss (12 months) (Rbn)	89.09	87.12
Net interest income (12 months) (Rbn)	161.79	168.22
Non-interest income (12 months) (Rbn)	124.91	127.99
Operating expenses (12 months) (Rbn)	162.83	173.03
Liquidity		
Liquid assets held to liquid-asset requirement	240.78	256.35
Short-term liabilities to total liabilities	54.27	54.41
Ten largest depositors to total funding	15.69	16.35
Liquidity coverage ratio (%)	122.77	145.63
Credit risk		
Impaired advances ³ (Rbn)	137.74	159.22
Impaired advances to gross loans and advances	3.51	3.73
Specific credit impairments to impaired advances	42.50	45.34
Portfolio credit impairments to gross loans and advances	0.96	1.02
Capital adequacy		
Total capital adequacy (%)	16.63	16.83
Tier 1 (T1) capital adequacy (%)	13.40	13.58
Common equity T1 capital adequacy (%)	12.90	12.80
Basel III leverage ratio		
Leverage ratio ⁴	6.65	6.38

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.