

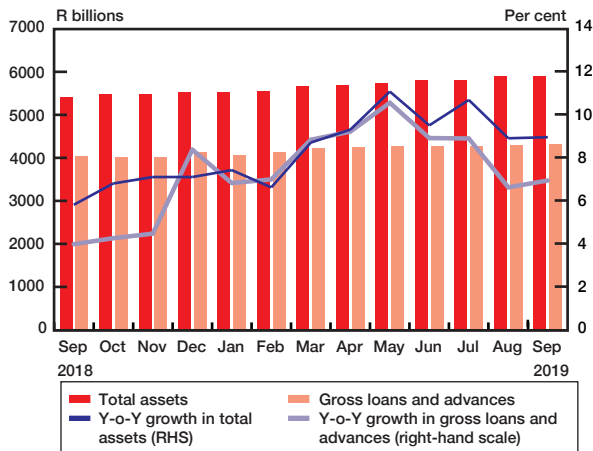


South African Reserve Bank
Prudential Authority

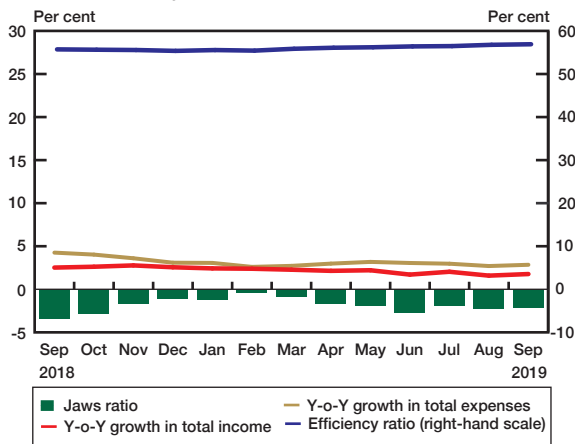
Selected South African banking sector trends

September 2019

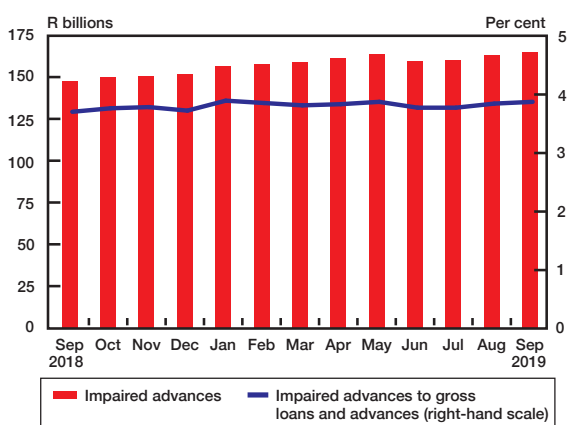
Total assets and gross loans and advances



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	16
Foreign banks with approved local representative offices	31

	Sep		
	2018	2019	%
	Rbn ¹	Rbn ¹	Growth ¹
Balance sheet items			
Selected assets			
Total assets	5 415	5 900	8.9
Gross loans and advances	4 023	4 302	6.9
Homeloans	978	1 024	4.7
Commercial mortgages	301	333	10.5
Credit cards	118	132	11.3
Lease and instalment debtors	404	439	8.7
Overdrafts	213	227	6.6
Term loans	918	967	5.3
Redeemable preference shares	113	113	0.2
Factoring accounts, trade and other bills and BA's	27	29	4.6
Loans granted/deposits placed under resale agreements	178	264	48.3
Bank intra-group balances	200	211	5.3
Other	572	565	-1.3
Investment and trading positions	584	708	21.2
Derivative financial instruments	230	262	14.0
Short term negotiable securities	289	298	3.2
Selected liabilities			
Deposits, current accounts and other creditors	4 329	4 705	8.7
Current	865	897	3.8
Savings	252	275	8.8
Call	806	843	4.7
Fixed and notice	1 246	1 368	9.8
Negotiable certificates of deposit	552	585	6.1
Repurchase agreements	134	185	38.5
Other	475	551	15.9
Derivative financial instruments and other trading liabilities	302	352	16.5
Equity			
Total equity	451	485	7.5
Off-balance sheet items			
Total off-balance sheet activities	1 327	1 454	9.6

	Sep	
	2018	2019
	%	%
Profitability²		
Return on equity	15.46	15.10
Return on assets	1.28	1.21
Cost-to-income ratio	57.58	58.77
Net interest income to interest-earning assets	4.02	3.87
Non-interest revenue to total assets	2.36	2.27
Operating expenses to total assets	3.17	3.09
Profit/Loss (12 months) (Rbn)	85.67	86.74
Net interest income (12 months) (Rbn)	164.49	169.13
Non-interest income (12 months) (Rbn)	123.17	128.71
Operating expenses (12 months) (Rbn)	165.63	175.05
Liquidity		
Liquid assets held to liquid-asset requirement	245.92	266.59
Short-term liabilities to total liabilities	54.31	52.63
Ten largest depositors to total funding	15.83	14.96
Liquidity coverage ratio (%)	126.55	150.57
Credit risk		
Impaired advances ³ (Rbn)	147.14	164.71
Impaired advances to gross loans and advances	3.66	3.83
Specific credit impairments to impaired advances	45.19	45.14
Portfolio credit impairments to gross loans and advances	1.02	1.05
Capital adequacy		
Total capital adequacy (%)	16.47	16.46
Tier 1 (T1) capital adequacy (%)	13.31	13.37
Common equity T1 capital adequacy (%)	12.82	12.56
Basel III leverage ratio		
Leverage ratio ⁴	6.51	6.36

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.