

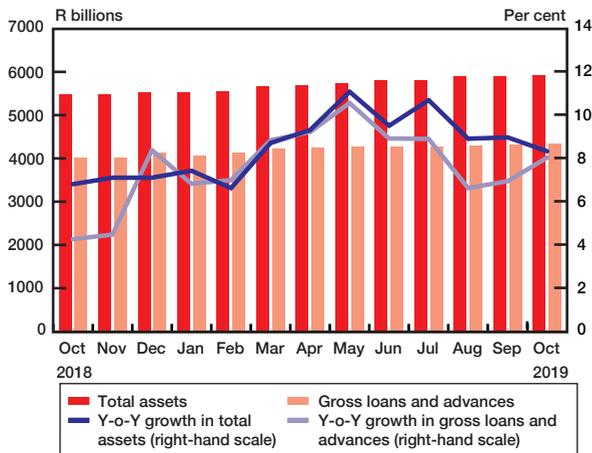


South African Reserve Bank
Prudential Authority

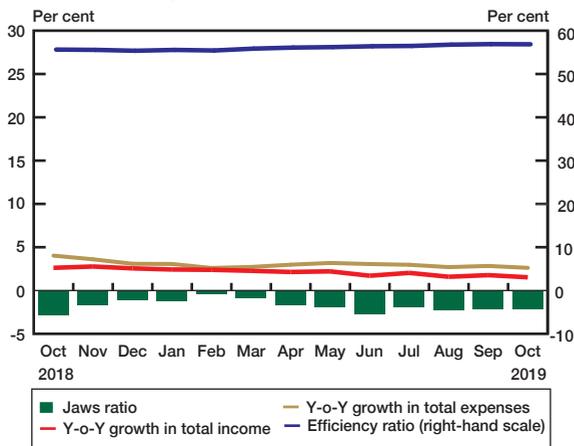
Selected South African banking sector trends

October 2019

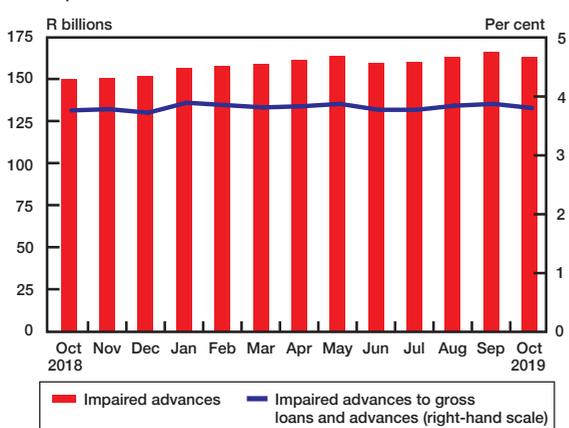
Total assets and gross loans and advances



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			30
	Oct		
	2018	2019	%
	Rbn¹	Rbn¹	Growth¹
Balance sheet items			
Selected assets			
Total assets	5 472	5 926	8.3
Gross loans and advances	4 020	4 342	8.0
Homeloans	982	1 029	4.7
Commercial mortgages	305	336	10.2
Credit cards	119	133	11.9
Lease and instalment debtors	407	441	8.3
Overdrafts	209	222	6.1
Term loans	948	978	3.2
Redeemable preference shares	115	116	1.0
Factoring accounts, trade and other bills and BA's	25	30	17.4
Loans granted/deposits placed under resale agreements	177	272	53.9
Bank intra-group balances	185	210	13.4
Other	548	576	5.1
Investment and trading positions	595	706	18.7
Derivative financial instruments	241	231	-4.0
Short term negotiable securities	299	300	0.3
Selected liabilities			
Deposits, current accounts and other creditors	4 348	4 745	9.1
Current	828	879	6.2
Savings	256	281	9.8
Call	790	855	8.2
Fixed and notice	1 266	1 390	9.8
Negotiable certificates of deposit	555	592	6.7
Repurchase agreements	162	184	14.1
Other	492	564	14.6
Derivative financial instruments and other trading liabilities	328	332	1.4
Equity			
Total equity	451	489	8.6
Off-balance sheet items			
Total off-balance sheet activities	1 359	1 465	7.8

	Oct	
	2018	2019
	%	%
Profitability²		
Return on equity	15.61	15.03
Return on assets	1.29	1.20
Cost-to-income ratio	57.50	58.72
Net interest income to interest-earning assets	4.04	3.85
Non-interest revenue to total assets	2.36	2.27
Operating expenses to total assets	3.17	3.07
Profit/Loss (12 months) (Rbn)	86.85	86.65
Net interest income (12 months) (Rbn)	165.70	169.03
Non-interest income (12 months) (Rbn)	123.85	129.34
Operating expenses (12 months) (Rbn)	166.49	175.20
Liquidity		
Liquid assets held to liquid-asset requirement	243.36	268.57
Short-term liabilities to total liabilities	54.39	53.77
Ten largest depositors to total funding	15.51	14.54
Liquidity coverage ratio (%)	128.67	154.61
Credit risk		
Impaired advances ³ (Rbn)	149.55	163.45
Impaired advances to gross loans and advances	3.72	3.76
Specific credit impairments to impaired advances	45.34	45.51
Portfolio credit impairments to gross loans and advances	1.04	1.05
Capital adequacy		
Total capital adequacy (%)	16.25	16.52
Tier 1 (T1) capital adequacy (%)	13.11	13.42
Common equity T1 capital adequacy (%)	12.55	12.60
Basel III leverage ratio		
Leverage ratio ⁴	6.41	6.35
<ol style="list-style-type: none"> Differences may occur due to rounding. All ratios based on income statement information are smoothed i.e. 12 month moving averages. Advances in respect of which a specific impairment was raised. 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.		