

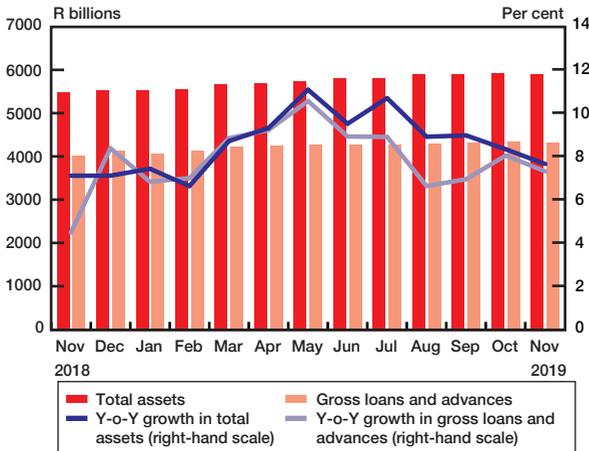


South African Reserve Bank
Prudential Authority

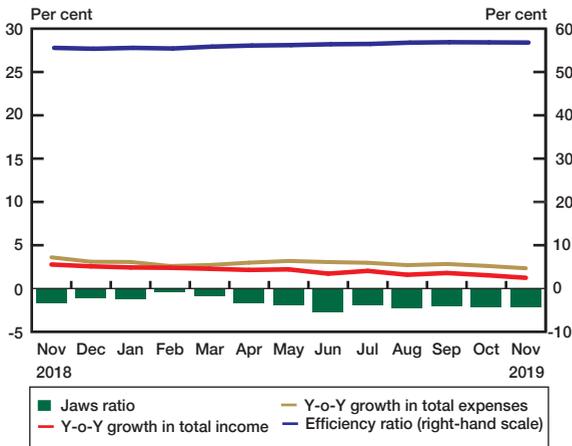
Selected South African banking sector trends

November 2019

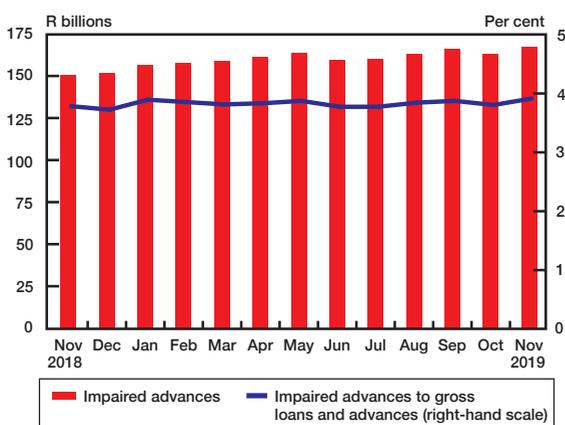
Total assets and gross loans and advances



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

	Nov		
	2018	2019	%
	Rbn ¹	Rbn ¹	Growth ¹
Balance sheet items			
Selected assets			
Total assets	5 469	5 887	7.6
Gross loans and advances	4 020	4 313	7.3
Homeloans	987	1 033	4.7
Commercial mortgages	307	337	9.7
Credit cards	121	135	11.7
Lease and instalment debtors	411	443	7.7
Overdrafts	211	219	3.8
Term loans	940	976	3.8
Redeemable preference shares	113	115	1.0
Factoring accounts, trade and other bills and BA's	25	30	18.4
Loans granted/deposits placed under resale agreements	170	250	47.0
Bank intra-group balances	175	214	22.1
Other	558	561	0.5
Investment and trading positions	609	726	19.2
Derivative financial instruments	238	214	-10.2
Short term negotiable securities	302	301	-0.1
Selected liabilities			
Deposits, current accounts and other creditors	4 374	4 728	8.1
Current	858	923	7.5
Savings	260	291	12.1
Call	802	837	4.4
Fixed and notice	1 246	1 369	9.9
Negotiable certificates of deposit	542	583	7.6
Repurchase agreements	158	159	0.7
Other	508	565	11.3
Derivative financial instruments and other trading liabilities	304	307	1.0
Equity			
Total equity	458	495	8.0
Off-balance sheet items			
Total off-balance sheet activities	1 351	1 468	8.7

	Nov	
	2018	2019
	%	%
Profitability²		
Return on equity	15.86	14.80
Return on assets	1.30	1.18
Cost-to-income ratio	57.43	58.66
Net interest income to interest-earning assets	4.01	3.86
Non-interest revenue to total assets	2.39	2.23
Operating expenses to total assets	3.17	3.05
Profit/Loss (12 months) (Rbn)	87.79	85.63
Net interest income (12 months) (Rbn)	164.96	170.70
Non-interest income (12 months) (Rbn)	126.38	127.83
Operating expenses (12 months) (Rbn)	167.32	175.13
Liquidity		
Liquid assets held to liquid-asset requirement	246.42	268.24
Short-term liabilities to total liabilities	54.66	53.14
Ten largest depositors to total funding	15.62	14.37
Liquidity coverage ratio (%)	133.98	162.60
Credit risk		
Impaired advances ³ (Rbn)	150.17	166.80
Impaired advances to gross loans and advances	3.74	3.87
Specific credit impairments to impaired advances	45.20	44.54
Portfolio credit impairments to gross loans and advances	1.05	1.05
Capital adequacy		
Total capital adequacy (%)	16.10	16.57
Tier 1 (T1) capital adequacy (%)	13.14	13.51
Common equity T1 capital adequacy (%)	12.51	12.66
Basel III leverage ratio		
Leverage ratio ⁴	6.49	6.45

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.