

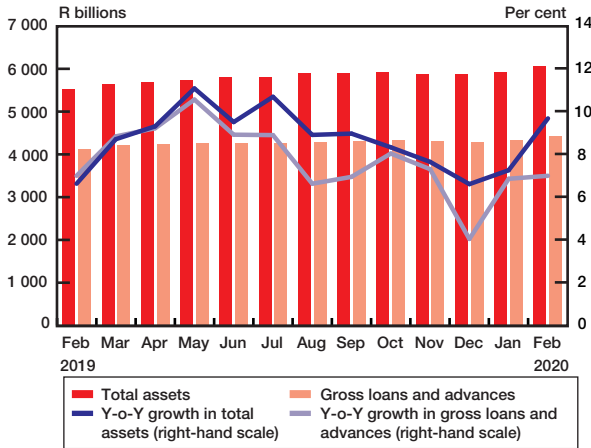


South African Reserve Bank  
Prudential Authority

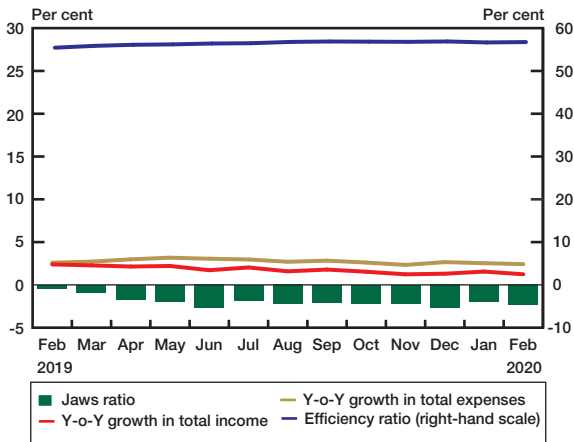
# Selected South African banking sector trends

February 2020

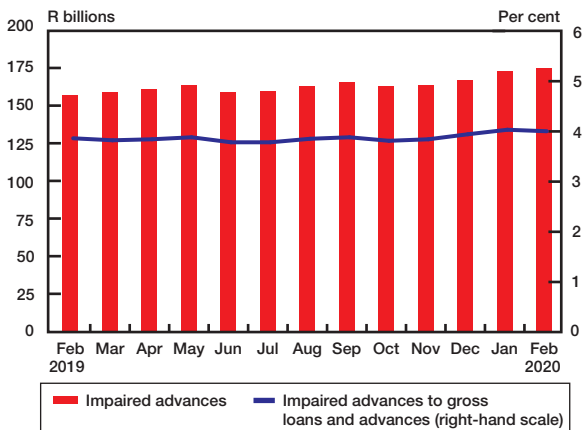
## Total assets and gross loans and advances



## 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	17
Foreign banks with approved local representative offices	30

	Feb		
	2019	2020	%
	Rbn <sup>1</sup>	Rbn <sup>1</sup>	Growth <sup>1</sup>
<b>Balance sheet items</b>			
<b>Selected assets</b>			
Total assets	5 539	6 074	9.7
Gross loans and advances	4 130	4 418	7.0
Homeloans	999	1 049	4.9
Commercial mortgages	312	344	10.2
Credit cards	124	135	9.0
Lease and instalment debtors	418	445	6.6
Overdrafts	226	226	0.1
Term loans	965	986	2.1
Redeemable preference shares	111	122	10.5
Factoring accounts, trade and other bills and BA's	24	26	10.5
Loans granted/deposits placed under resale agreements	213	291	36.5
Bank intra-group balances	210	216	2.8
Other	528	578	9.5
Investment and trading positions	633	735	16.1
Derivative financial instruments	197	317	60.7
Short term negotiable securities	275	263	-4.7
<b>Selected liabilities</b>			
Deposits, current accounts and other creditors	4 441	4 780	7.7
Current	844	923	9.4
Savings	255	289	13.4
Call	792	835	5.4
Fixed and notice	1 284	1 400	9.0
Negotiable certificates of deposit	551	572	3.8
Repurchase agreements	176	170	-3.1
Other	538	591	9.8
Derivative financial instruments and other trading liabilities	279	393	41.1
<b>Equity</b>			
Total equity	476	511	7.5
<b>Off-balance sheet items</b>			
Total off-balance sheet activities	1 389	1 471	5.9

	Feb	
	2019	2020
	%	%
<b>Profitability<sup>2</sup></b>		
Return on equity	15.86	14.32
Return on assets	1.29	1.14
Cost-to-income ratio	57.29	58.61
Net interest income to interest-earning assets	3.97	3.89
Non-interest revenue to total assets	2.39	2.19
Operating expenses to total assets	3.14	3.02
Profit/Loss (12 months) (Rbn)	88.23	84.01
Net interest income (12 months) (Rbn)	166.18	173.84
Non-interest income (12 months) (Rbn)	128.26	127.91
Operating expenses (12 months) (Rbn)	168.69	176.87
<b>Liquidity</b>		
Liquid assets held to liquid-asset requirement	242.15	256.67
Short-term liabilities to total liabilities	54.05	54.43
Ten largest depositors to total funding	15.86	16.57
Liquidity coverage ratio (%)	138.33	138.62
<b>Credit risk</b>		
Impaired advances <sup>3</sup> (Rbn)	157.27	174.55
Impaired advances to gross loans and advances	3.81	3.95
Specific credit impairments to impaired advances	46.01	43.93
Portfolio credit impairments to gross loans and advances	1.05	1.07
<b>Capital adequacy</b>		
Total capital adequacy (%)	16.30	16.24
Tier 1 (T1) capital adequacy (%)	13.35	13.24
Common equity T1 capital adequacy (%)	12.74	12.40
<b>Basel III leverage ratio</b>		
Leverage ratio <sup>4</sup>	6.50	6.37

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.