



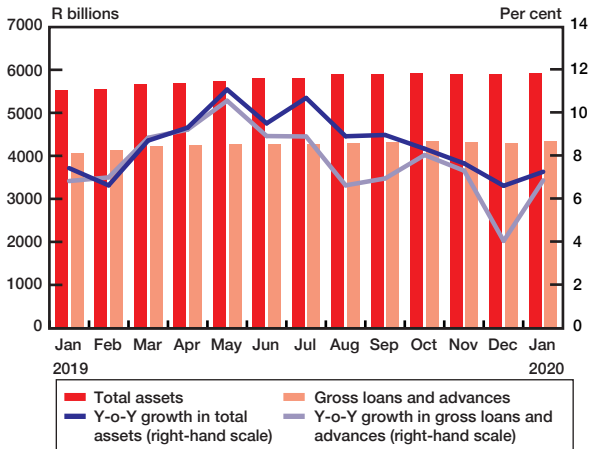
South African Reserve Bank
Prudential Authority

Selected South African banking sector trends

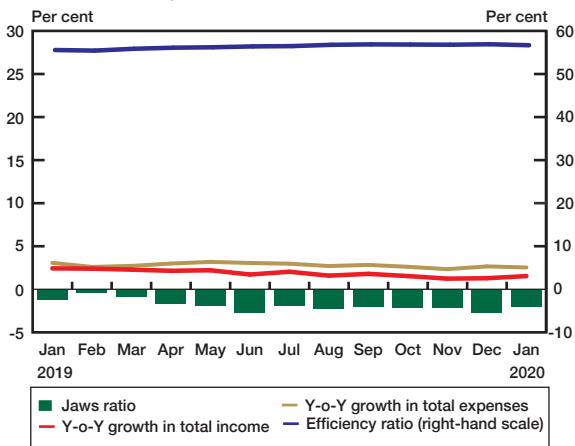
January 2020



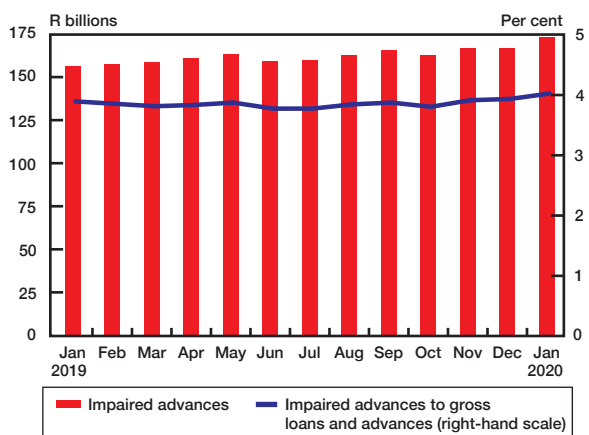
Total assets and gross loans and advances



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

	Jan		
	2019	2020	%
	Rbn ¹	Rbn ¹	Growth ¹
Balance sheet items			
Selected assets			
Total assets	5 520	5 919	7.2
Gross loans and advances	4 060	4 338	6.8
Homeloans	992	1 041	4.9
Commercial mortgages	310	340	9.6
Credit cards	122	133	9.1
Lease and instalment debtors	416	446	7.4
Overdrafts	222	228	2.6
Term loans	937	963	2.8
Redeemable preference shares	109	119	8.5
Factoring accounts, trade and other bills and BA's	22	24	10.3
Loans granted/deposits placed under resale agreements	195	252	29.2
Bank intra-group balances	211	226	7.5
Other	525	566	7.9
Investment and trading positions	620	718	15.8
Derivative financial instruments	242	240	-0.7
Short term negotiable securities	286	280	-2.2
Selected liabilities			
Deposits, current accounts and other creditors	4 383	4 729	7.9
Current	838	902	7.6
Savings	255	288	12.9
Call	781	835	7.0
Fixed and notice	1 267	1 406	11.0
Negotiable certificates of deposit	551	562	2.0
Repurchase agreements	188	172	-8.4
Other	503	564	12.1
Derivative financial instruments and other trading liabilities	316	332	4.8
Equity			
Total equity	472	509	8.0
Off-balance sheet items			
Total off-balance sheet activities	1 365	1 458	6.8

	Jan	
	2019	2020
	%	%
Profitability²		
Return on equity	15.87	14.49
Return on assets	1.30	1.16
Cost-to-income ratio	57.43	58.54
Net interest income to interest-earning assets	3.98	3.89
Non-interest revenue to total assets	2.38	2.22
Operating expenses to total assets	3.15	3.04
Profit/Loss (12 months) (Rbn)	87.95	84.93
Net interest income (12 months) (Rbn)	165.76	173.02
Non-interest income (12 months) (Rbn)	127.04	128.78
Operating expenses (12 months) (Rbn)	168.14	176.66
Liquidity		
Liquid assets held to liquid-asset requirement	239.24	260.04
Short-term liabilities to total liabilities	53.63	54.27
Ten largest depositors to total funding	15.18	15.85
Liquidity coverage ratio (%)	133.16	151.88
Credit risk		
Impaired advances ³ (Rbn)	156.46	172.59
Impaired advances to gross loans and advances	3.85	3.98
Specific credit impairments to impaired advances	45.84	44.59
Portfolio credit impairments to gross loans and advances	1.05	1.08
Capital adequacy		
Total capital adequacy (%)	16.13	16.44
Tier 1 (T1) capital adequacy (%)	13.21	13.42
Common equity T1 capital adequacy (%)	12.63	12.57
Basel III leverage ratio		
Leverage ratio ⁴	6.49	6.46

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.