

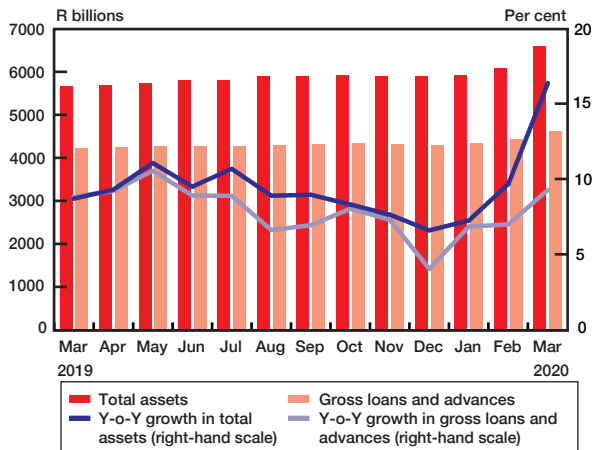


SOUTH AFRICAN RESERVE BANK
Prudential Authority

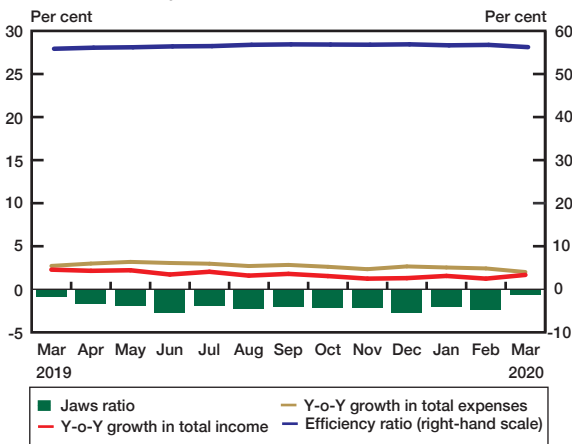
Selected South African banking sector trends

March 2020

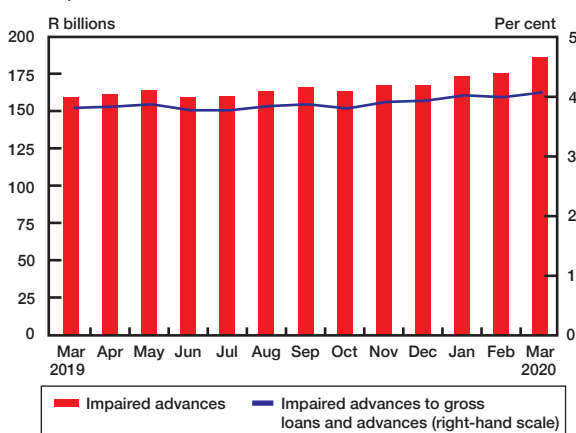
Total assets and gross loans and advances



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

	Mar		
	2019	2020	%
	Rbn ¹	Rbn ¹	Growth ¹
Balance sheet items			
Selected assets			
Total assets	5 654	6 579	16.4
Gross loans and advances	4 216	4 607	9.3
Homeloans	1 000	1 050	5.1
Commercial mortgages	313	349	11.5
Credit cards	124	134	7.7
Lease and instalment debtors	421	448	6.4
Overdrafts	231	237	2.6
Term loans	976	1 096	12.4
Redeemable preference shares	112	124	10.5
Factoring accounts, trade and other bills and BA's	31	30	-0.9
Loans granted/deposits placed under resale agreements	224	278	23.8
Bank intra-group balances	216	219	1.1
Other	568	642	13.0
Investment and trading positions	651	764	17.5
Derivative financial instruments	196	584	197.5
Short term negotiable securities	268	267	-0.2
Selected liabilities			
Deposits, current accounts and other creditors	4 539	5 016	10.5
Current	883	957	8.4
Savings	256	298	16.2
Call	815	989	21.3
Fixed and notice	1 324	1 428	7.8
Negotiable certificates of deposit	554	499	-10.0
Repurchase agreements	164	193	17.1
Other	542	653	20.5
Derivative financial instruments and other trading liabilities	283	685	141.8
Equity			
Total equity	470	499	6.2
Off-balance sheet items			
Total off-balance sheet activities	1 382	1 477	6.9

	Mar	
	2019	2020
	%	%
Profitability²		
Return on equity	15.68	13.50
Return on assets	1.27	1.06
Cost-to-income ratio	57.72	58.10
Net interest income to interest-earning assets	3.94	3.89
Non-interest revenue to total assets	2.37	2.17
Operating expenses to total assets	3.14	2.98
Profit/Loss (12 months) (Rbn)	88.10	79.59
Net interest income (12 months) (Rbn)	165.99	175.28
Non-interest income (12 months) (Rbn)	128.21	128.73
Operating expenses (12 months) (Rbn)	169.82	176.64
Liquidity		
Liquid assets held to liquid-asset requirement	248.76	275.46
Short-term liabilities to total liabilities	53.81	54.43
Ten largest depositors to total funding	16.11	17.15
Liquidity coverage ratio (%)	142.49	129.92
Credit risk		
Impaired advances ³ (Rbn)	158.97	185.83
Impaired advances to gross loans and advances	3.77	4.03
Specific credit impairments to impaired advances	45.96	43.37
Portfolio credit impairments to gross loans and advances	1.04	1.06
Capital adequacy		
Total capital adequacy (%)	16.32	15.85
Tier 1 (T1) capital adequacy (%)	13.36	12.89
Common equity T1 capital adequacy (%)	12.64	12.08
Basel III leverage ratio		
Leverage ratio ⁴	6.45	6.12

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.