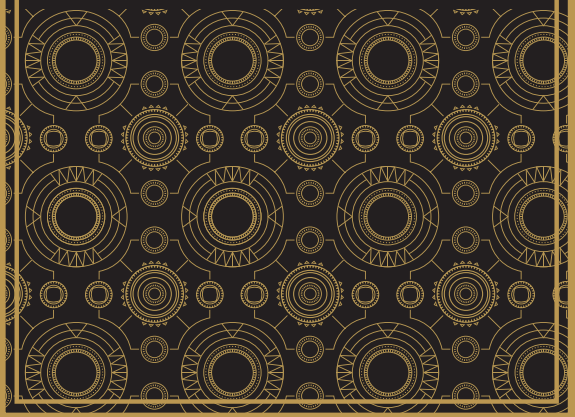




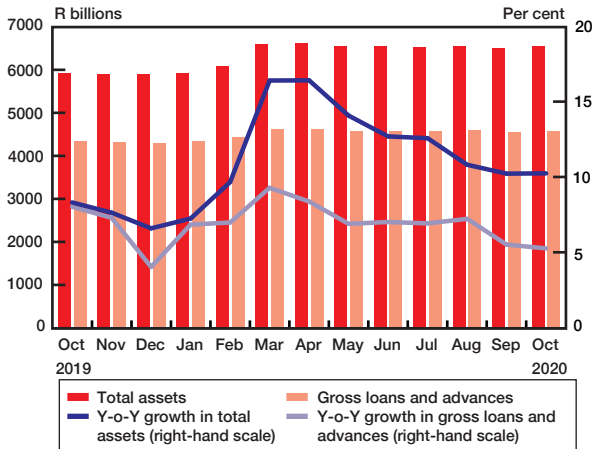
SOUTH AFRICAN RESERVE BANK
Prudential Authority

Selected South African banking sector trends

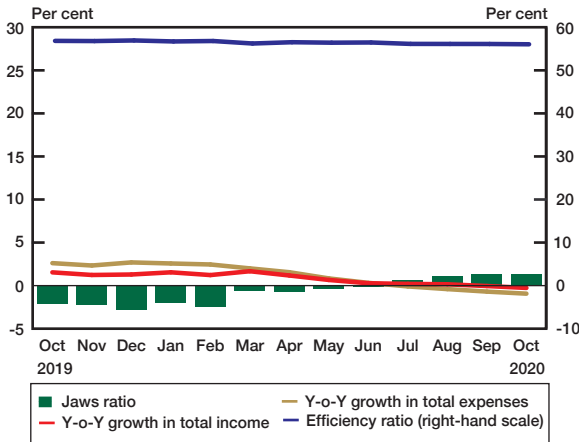
October 2020



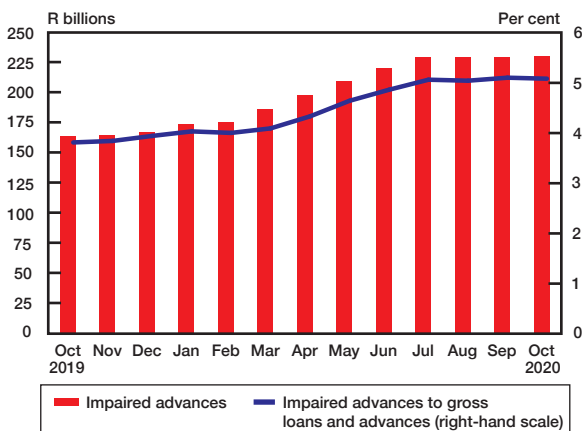
Total assets and gross loans and advances



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	13
Foreign banks with approved local representative offices	30

	Oct		
	2019	2020	%
	Rbn ¹	Rbn ¹	Growth ¹
Balance sheet items			
Selected assets			
Total assets	5 926	6 533	10.2
Gross loans and advances	4 342	4 571	5.3
Homeloans	1 029	1 065	3.5
Commercial mortgages	336	361	7.5
Credit cards	133	132	-1.1
Lease and instalment debtors	441	450	2.1
Overdrafts	222	203	-8.8
Term loans	978	1 008	3.0
Redeemable preference shares	116	120	3.3
Factoring accounts, trade and other bills and BA's	30	24	-18.4
Loans granted/deposits placed under resale agreements	272	378	38.8
Bank intra-group balances	210	233	11.1
Other	576	599	3.9
Investment and trading positions	706	882	24.9
Derivative financial instruments	231	503	117.2
Short term negotiable securities	300	321	7.1
Selected liabilities			
Deposits, current accounts and other creditors	4 745	5 126	8.0
Current	879	1 138	29.5
Savings	281	336	19.3
Call	855	989	15.6
Fixed and notice	1 390	1 406	1.1
Negotiable certificates of deposit	592	479	-19.0
Repurchase agreements	184	138	-25.4
Other	564	641	13.6
Derivative financial instruments and other trading liabilities	332	569	71.2
Equity			
Total equity	489	518	5.7
Off-balance sheet items			
Total off-balance sheet activities	1 465	1 479	1.0

	Oct	
	2019	2020
	%	%
Profitability²		
Return on equity	15.02	8.05
Return on assets	1.20	0.60
Cost-to-income ratio	58.70	57.91
Net interest income to interest-earning assets	3.85	3.72
Non-interest revenue to total assets	2.27	1.94
Operating expenses to total assets	3.07	2.71
Profit/Loss (12 months) (Rbn)	86.63	41.40
Net interest income (12 months) (Rbn)	169.09	173.79
Non-interest income (12 months) (Rbn)	129.36	123.05
Operating expenses (12 months) (Rbn)	175.18	171.91
Liquidity		
Liquid assets held to liquid-asset requirement	268.57	291.91
Short-term liabilities to total liabilities	53.77	56.88
Ten largest depositors to total funding	14.54	17.85
Liquidity coverage ratio (%)	154.63	143.45
Credit risk		
Impaired advances ³ (Rbn)	163.45	229.86
Impaired advances to gross loans and advances	3.76	5.03
Specific credit impairments to impaired advances	45.51	44.11
Portfolio credit impairments to gross loans and advances	1.05	1.42
Capital adequacy		
Total capital adequacy (%)	16.49	16.41
Tier 1 (T1) capital adequacy (%)	13.40	13.36
Common equity T1 capital adequacy (%)	12.59	12.49
Basel III leverage ratio		
Leverage ratio ⁴	6.35	6.35

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.