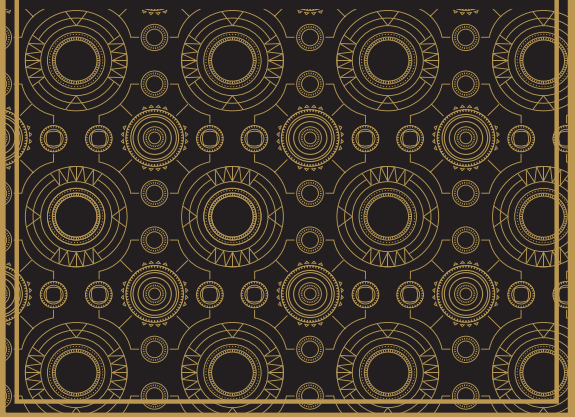




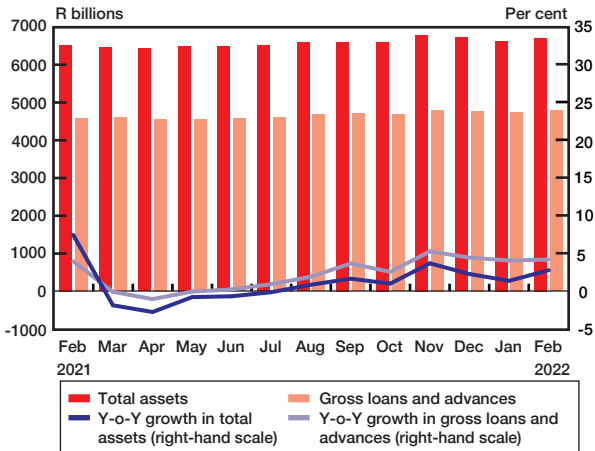
SOUTH AFRICAN RESERVE BANK
Prudential Authority

Selected South African banking sector trends

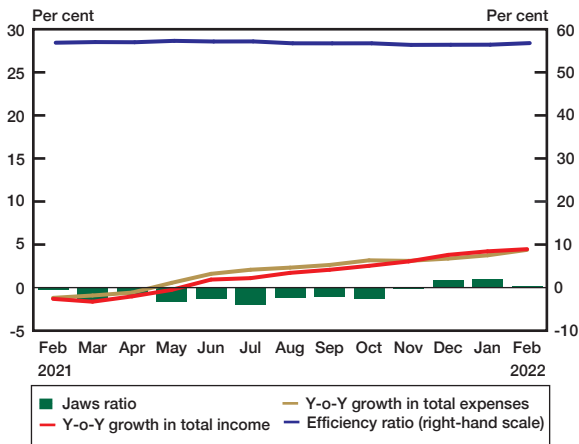
February 2022



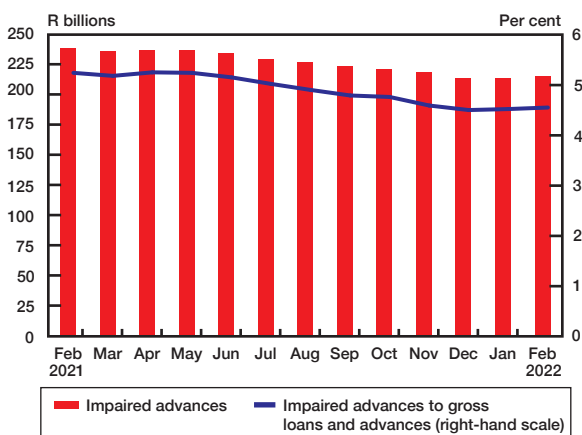
Total assets and gross loans and advances



Jaws and efficiency ratios



Impaired advances



Number of banks in South Africa

Registered banks	18
Mutual banks	4
Co-operative banks	5
Local branches of foreign banks	13
Foreign banks with approved local representative offices	29

	Feb		
	2021	2022	%
	Rbn ¹	Rbn ¹	Growth ¹
Balance sheet items			
Selected assets			
Total assets	6 523	6 703	2.8
Gross loans and advances	4 592	4 783	4.2
Homeloans	1 093	1 178	7.7
Commercial mortgages	364	376	3.4
Credit cards	134	140	4.4
Lease and instalment debtors	458	490	7.0
Overdrafts	218	235	7.3
Term loans	959	958	-0.2
Redeemable preference shares	120	111	-7.2
Factoring accounts, trade and other bills and BA's	28	33	18.1
Loans granted/deposits placed under resale agreements	384	365	-5.0
Bank intra-group balances	260	297	14.4
Other	574	601	4.8
Investment and trading positions	970	1 002	3.3
Derivative financial instruments	396	264	-33.4
Short term negotiable securities	301	349	15.6
Selected liabilities			
Deposits, current accounts and other creditors	5 142	5 359	4.2
Current	1 188	1 187	-0.1
Savings	337	399	18.2
Call	999	1 054	5.5
Fixed and notice	1 386	1 515	9.3
Negotiable certificates of deposit	415	436	5.0
Repurchase agreements	169	169	-0.4
Other	647	600	-7.2
Derivative financial instruments and other trading liabilities	502	406	-19.2
Equity			
Total equity	534	576	7.9
Off-balance sheet items			
Total off-balance sheet activities	1 437	1 596	11.0

	Feb	
	2021	2022
	%	%
Profitability²		
Return on equity	6.95	13.81
Return on assets	0.51	1.10
Cost-to-income ratio	58.74	58.65
Net interest income to interest-earning assets	3.66	3.85
Non-interest revenue to total assets	1.84	2.02
Operating expenses to total assets	2.64	2.85
Profit/Loss (12 months) (Rbn)	35.16	95.68
Net interest income (12 months) (Rbn)	173.39	186.85
Non-interest income (12 months) (Rbn)	120.51	133.30
Operating expenses (12 months) (Rbn)	172.63	187.77
Liquidity		
Liquid assets held to liquid-asset requirement	297.13	302.56
Short-term liabilities to total liabilities	60.42	61.33
Ten largest depositors to total funding	20.48	18.50
Liquidity coverage ratio (%)	141.50	139.56
Net stable funding ratio (%)	117.30	116.55
Credit risk		
Impaired advances ³ (Rbn)	238.31	215.04
Impaired advances to gross loans and advances	5.19	4.50
Specific credit impairments to impaired advances	43.31	48.70
Portfolio credit impairments to gross loans and advances	1.44	1.33
Capital adequacy		
Total capital adequacy (%)	16.81	18.14
Tier 1 (T1) capital adequacy (%)	13.77	15.26
Common equity T1 capital adequacy (%)	12.88	13.93
Basel III leverage ratio		
Leverage ratio ⁴	6.51	6.88

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.