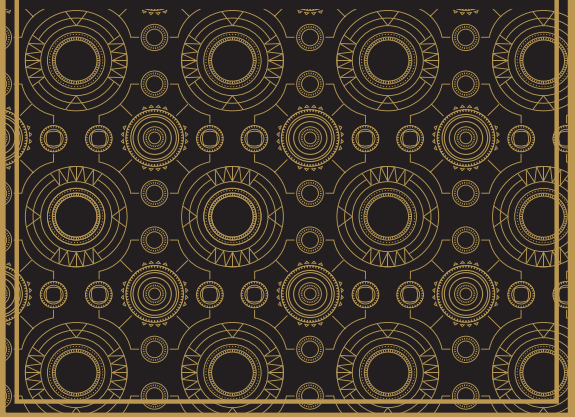




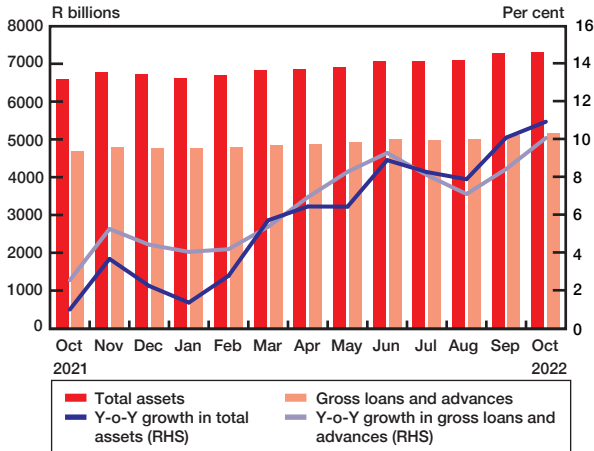
SOUTH AFRICAN RESERVE BANK
Prudential Authority

Selected South African banking sector trends

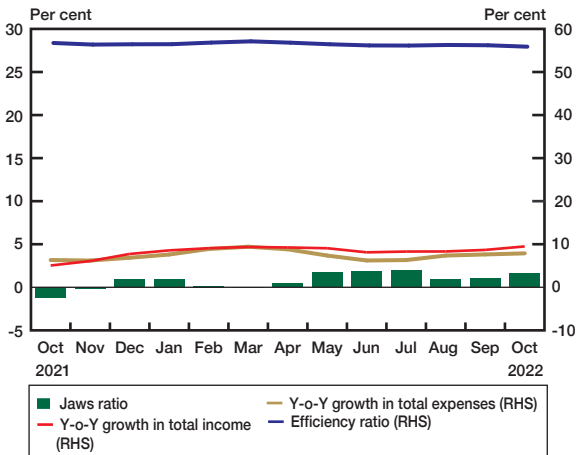
October 2022



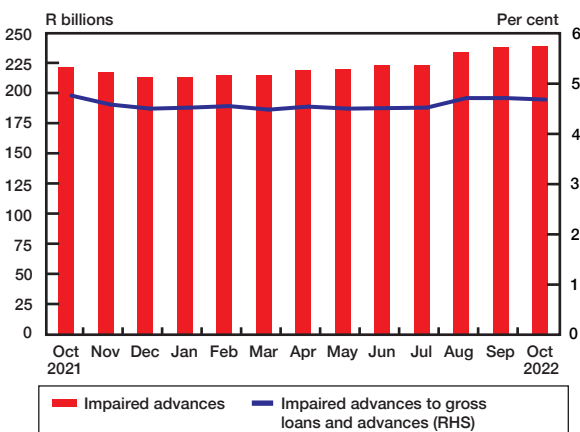
Total assets and gross loans and advances



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

	Oct		
	2021	2022	%
	Rbn ¹	Rbn ¹	Growth ¹
Balance sheet items			
Selected assets			
Total assets	6 596	7 316	10.9
Gross loans and advances	4 686	5 157	10.0
Homeloans	1 147	1 228	7.1
Commercial mortgages	372	391	5.3
Credit cards	137	148	7.6
Lease and instalment debtors	477	520	9.0
Overdrafts	212	241	13.7
Term loans	915	1 100	20.2
Redeemable preference shares	123	114	-7.4
Factoring accounts, trade and other bills and BA's	32	58	81.1
Loans granted/deposits placed under resale agreements	422	446	5.8
Bank intra-group balances	279	290	3.9
Other	571	621	8.9
Investment and trading positions	1 026	1 091	6.4
Derivative financial instruments	279	355	27.1
Short term negotiable securities	340	392	15.2
Selected liabilities			
Deposits, current accounts and other creditors	5 273	5 885	11.6
Current	1 180	1 230	4.2
Savings	396	425	7.3
Call	1 047	1 179	12.6
Fixed and notice	1 494	1 641	9.8
Negotiable certificates of deposit	384	565	47.1
Repurchase agreements	172	205	19.2
Other	600	640	6.8
Derivative financial instruments and other trading liabilities	409	514	25.6
Equity			
Total equity	559	559	-0.1
Off-balance sheet items			
Total off-balance sheet activities	1 541	1 720	11.6

	Oct	
	2021	2022
	%	%
Profitability²		
Return on equity	12.67	14.51
Return on assets	0.99	1.12
Cost-to-income ratio	58.60	57.74
Net interest income to interest-earning assets	3.83	3.91
Non-interest revenue to total assets	1.98	2.02
Operating expenses to total assets	2.80	2.84
Profit/Loss (12 months) (Rbn)	84.36	101.75
Net interest income (12 months) (Rbn)	182.51	201.34
Non-interest income (12 months) (Rbn)	129.24	139.98
Operating expenses (12 months) (Rbn)	182.67	197.06
Liquidity		
Liquid assets held to liquid-asset requirement	309.96	331.76
Short-term liabilities to total liabilities	60.75	59.58
Ten largest depositors to total funding	18.11	21.19
Liquidity coverage ratio (%)	140.41	143.52
Net stable funding ratio (%)	118.41	116.76
Credit risk		
Impaired advances ³ (Rbn)	220.54	239.00
Impaired advances to gross loans and advances	4.71	4.63
Specific credit impairments to impaired advances	47.73	48.14
Portfolio credit impairments to gross loans and advances	1.39	1.20
Capital adequacy		
Total capital adequacy (%)	17.83	17.38
Tier 1 (T1) capital adequacy (%)	14.91	14.67
Common equity T1 capital adequacy (%)	13.58	13.43
Basel III leverage ratio		
Leverage ratio ⁴	6.82	6.47

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.