

SELECTED SOUTH AFRICAN BANKING SECTOR TRENDS



SOUTH AFRICAN RESERVE BANK
Prudential Authority

December 2023

Number of banks in South Africa

Registered banks	17
Mutual banks	4
Co-operative banks	6
Local branches of foreign banks	12
Foreign banks with approved local representative offices	29

December

2022	2023	%
Rbn ¹	Rbn ¹	Growth ¹

Balance sheet items

Selected assets

Total assets	7 225	7 570	4.8
Gross loans and advances	5 192	5 436	4.7
Homeloans	1 247	1 295	3.8
Commercial mortgages	398	409	2.7
Credit cards	149	163	9.4
Lease and instalment debtors	527	580	9.9
Overdrafts	243	252	3.4
Term loans	1 105	1 138	3.0
Redeemable preference shares	114	113	-0.6
Factoring accounts, trade and other bills and BA's	52	67	27.5
Loans granted/deposits placed under resale agreements	469	494	5.4
Bank intra-group balances	267	285	6.5
Other	620	642	3.5
Investment and trading positions	1 043	1 074	3.0
Derivative financial instruments	244	255	4.6
Short term negotiable securities	378	443	17.2

Selected liabilities

Deposits, current accounts and other creditors	5 913	6 275	6.1
Current	1 265	1 281	1.2
Savings	432	482	11.5
Call	1 157	1 262	9.0
Fixed and notice	1 664	1 778	6.8
Negotiable certificates of deposit	577	588	1.9
Repurchase agreements	190	177	-6.8
Other	627	707	12.7
Derivative financial instruments and other trading liabilities	405	355	-12.3

Equity

Total equity	582	616	5.8
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Off-balance sheet items

Total off-balance sheet activities	1 694	1 836	8.4
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December

2022	2023
%	%

Profitability²

Return on equity	14.95	14.63
Return on assets	1.15	1.08
Cost-to-income ratio	56.95	57.03
Net interest income to interest-earning assets	3.96	4.10
Non-interest revenue to total assets	2.02	2.03
Operating expenses to total assets	2.82	2.92
Profit/Loss (12 months) (Rbn)	104.99	103.48
Net interest income (12 months) (Rbn)	206.70	231.62
Non-interest income (12 months) (Rbn)	141.46	152.08
Operating expenses (12 months) (Rbn)	198.29	218.82

Liquidity

Liquid assets held to liquid-asset requirement	338.04	344.56
Short-term liabilities to total liabilities	60.33	60.13
Ten largest depositors to total funding	20.75	19.07
Liquidity coverage ratio (%)	153.16	147.67
Net stable funding ratio (%)	117.34	117.37

Credit risk

Impaired advances ³ (Rbn)	242.46	294.66
Impaired advances to gross loans and advances	4.67	5.42
Specific credit impairments to impaired advances	47.12	45.33
Portfolio credit impairments to gross loans and advances	1.18	1.14

Capital adequacy

Total capital adequacy (%)	17.57	17.43
Tier 1 (T1) capital adequacy (%)	14.92	15.19
Common equity T1 capital adequacy (%)	13.45	13.48

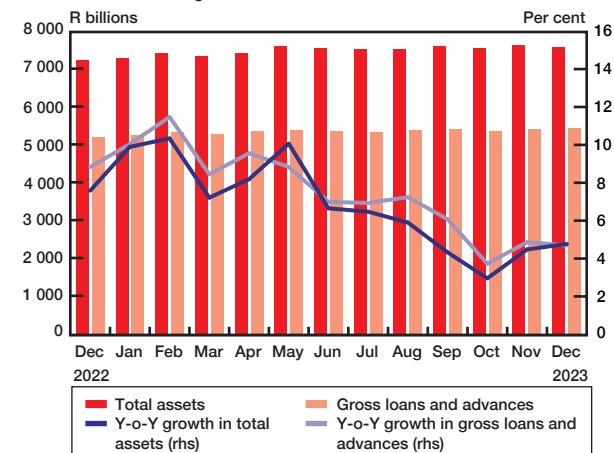
Basel III leverage ratio

Leverage ratio ⁴	6.66	6.69
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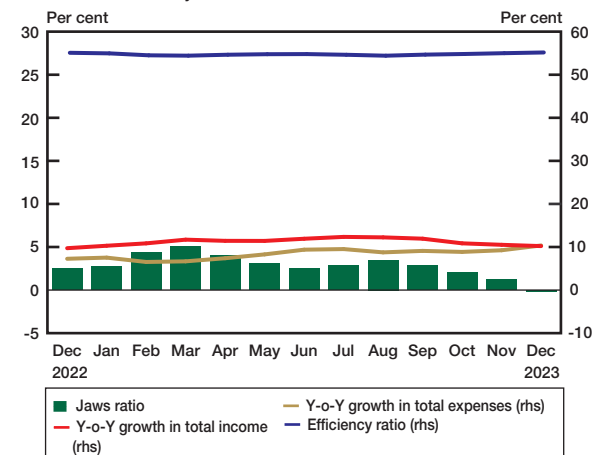
- Differences may occur due to rounding.
- All ratios based on income statement information are smoothed i.e. 12 month moving averages.
- Advances in respect of which a specific impairment was raised.
- Formula: Tier 1 capital divided by exposure measure.

Please note this information is subject to change without notice. The data in this report is as at the end of the reporting month.

Total assets and gross loans and advances



Jaws and efficiency ratios



Impaired advances

