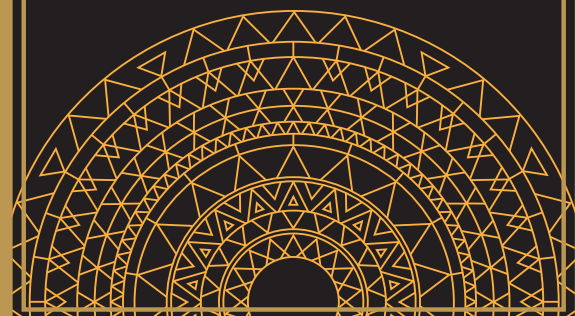




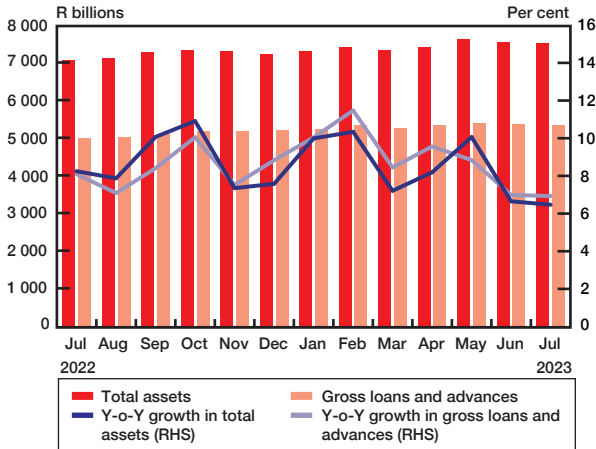
SOUTH AFRICAN RESERVE BANK
Prudential Authority

Selected South African banking sector trends

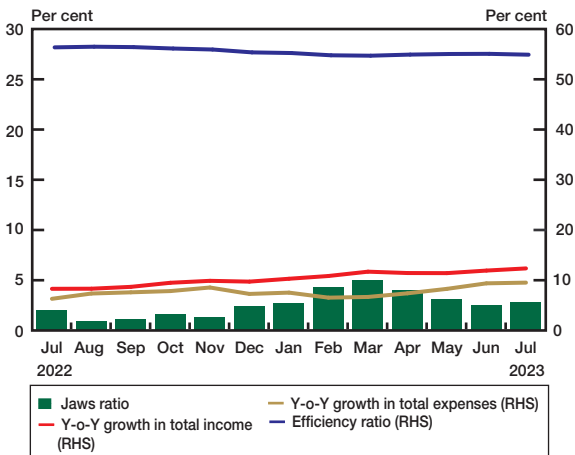
July 2023



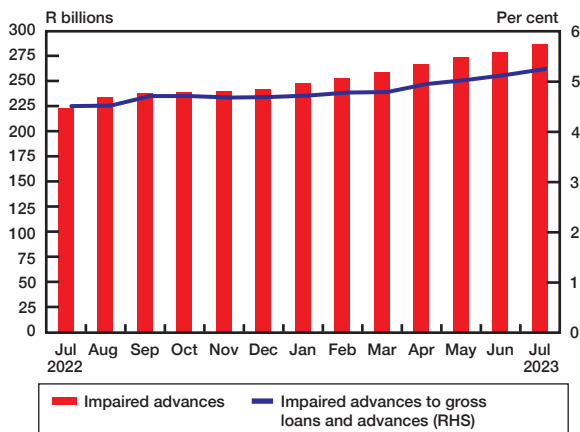
Total assets and gross loans and advances



Jaws and efficiency ratios



Impaired advances



Number of banks in South Africa

Registered banks	18
Mutual banks	4
Co-operative banks	6
Local branches of foreign banks	12
Foreign banks with approved local representative offices	29

	July		
	2022	2023	%
	Rbn ¹	Rbn ¹	Growth ¹
Balance sheet items			
Selected assets			
Total assets	7 059	7 516	6.5
Gross loans and advances	4 985	5 331	6.9
Homeloans	1 209	1 279	5.8
Commercial mortgages	381	405	6.3
Credit cards	144	156	8.6
Lease and instalment debtors	507	556	9.8
Overdrafts	234	257	9.8
Term loans	1 037	1 094	5.5
Redeemable preference shares	113	116	2.4
Factoring accounts, trade and other bills and BA's	44	49	12.5
Loans granted/deposits placed under resale agreements	418	513	22.8
Bank intra-group balances	299	266	-10.8
Other	600	639	6.5
Investment and trading positions	1 067	1 051	-1.5
Derivative financial instruments	291	308	5.8
Short term negotiable securities	423	432	2.2
Selected liabilities			
Deposits, current accounts and other creditors	5 710	6 169	8.0
Current	1 273	1 231	-3.3
Savings	422	463	9.8
Call	1 129	1 257	11.3
Fixed and notice	1 557	1 751	12.5
Negotiable certificates of deposit	516	643	24.6
Repurchase agreements	203	170	-16.0
Other	610	654	7.2
Derivative financial instruments and other trading liabilities	432	411	-4.8
Equity			
Total equity	577	594	3.0
Off-balance sheet items			
Total off-balance sheet activities	1 667	1 758	5.5

	July	
	2022	2023
	%	%
Profitability²		
Return on equity	14.30	14.74
Return on assets	1.13	1.09
Cost-to-income ratio	57.95	56.49
Net interest income to interest-earning assets	3.86	4.07
Non-interest revenue to total assets	2.02	2.00
Operating expenses to total assets	2.83	2.85
Profit/Loss (12 months) (Rbn)	100.28	103.31
Net interest income (12 months) (Rbn)	194.09	224.34
Non-interest income (12 months) (Rbn)	136.56	147.14
Operating expenses (12 months) (Rbn)	191.62	209.85
Liquidity		
Liquid assets held to liquid-asset requirement	327.01	335.73
Short-term liabilities to total liabilities	60.52	58.43
Ten largest depositors to total funding	20.77	19.10
Liquidity coverage ratio (%)	150.10	150.94
Net stable funding ratio (%)	119.29	118.03
Credit risk		
Impaired advances ³ (Rbn)	223.08	286.02
Impaired advances to gross loans and advances	4.47	5.37
Specific credit impairments to impaired advances	48.98	45.42
Portfolio credit impairments to gross loans and advances	1.24	1.17
Capital adequacy		
Total capital adequacy (%)	17.55	17.19
Tier 1 (T1) capital adequacy (%)	14.89	15.02
Common equity T1 capital adequacy (%)	13.52	13.41
Basel III leverage ratio		
Leverage ratio ⁴	6.59	6.59

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.