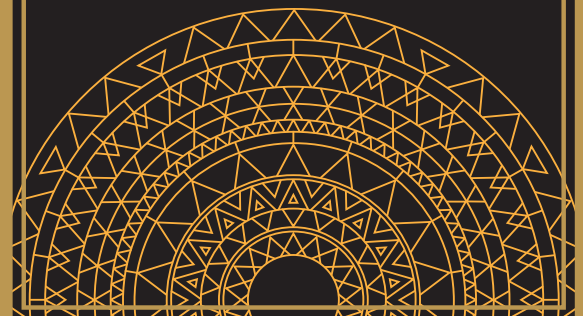




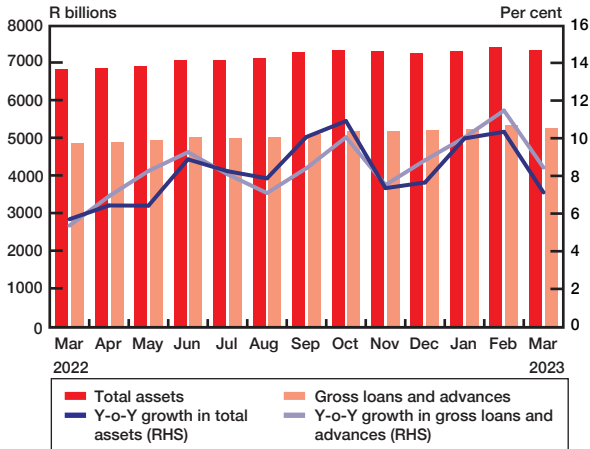
SOUTH AFRICAN RESERVE BANK
Prudential Authority

Selected South African banking sector trends

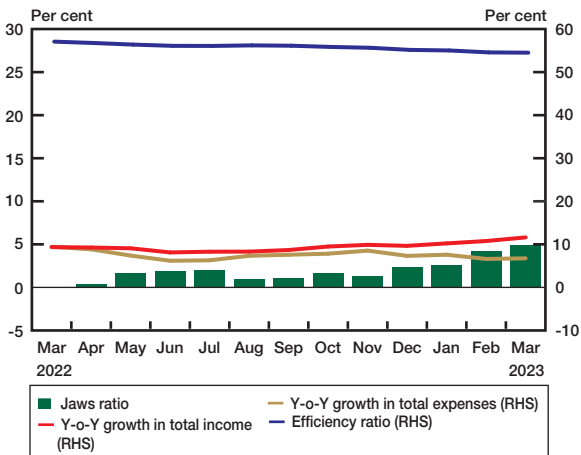
March 2023



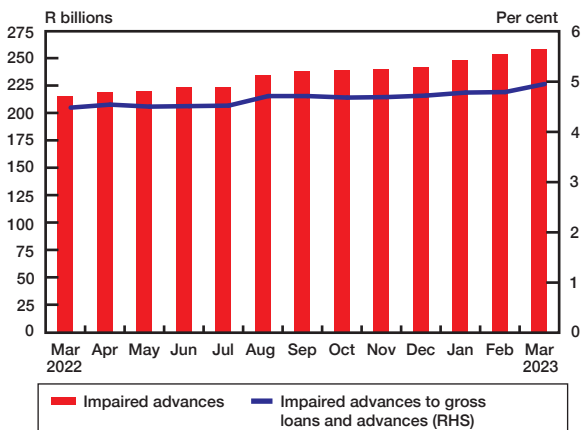
Total assets and gross loans and advances



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

	Mar		
	2022	2023	%
	Rbn ¹	Rbn ¹	Growth ¹
Balance sheet items			
Selected assets			
Total assets	6 825	7 311	7.1
Gross loans and advances	4 849	5 258	8.4
Homeloans	1 183	1 264	6.8
Commercial mortgages	378	400	5.8
Credit cards	140	153	8.8
Lease and instalment debtors	496	540	9.0
Overdrafts	240	268	11.6
Term loans	951	1 107	16.4
Redeemable preference shares	108	116	8.1
Factoring accounts, trade and other bills and BA's	39	56	43.5
Loans granted/deposits placed under resale agreements	431	473	9.7
Bank intra-group balances	299	264	-11.6
Other	585	618	5.7
Investment and trading positions	1 020	1 037	1.6
Derivative financial instruments	308	245	-20.2
Short term negotiable securities	359	371	3.5
Selected liabilities			
Deposits, current accounts and other creditors	5 475	5 975	9.1
Current	1 248	1 282	2.7
Savings	400	436	9.1
Call	1 090	1 215	11.5
Fixed and notice	1 489	1 652	10.9
Negotiable certificates of deposit	453	613	35.3
Repurchase agreements	187	148	-20.6
Other	609	629	3.3
Derivative financial instruments and other trading liabilities	426	378	-11.2
Equity			
Total equity	566	583	3.0
Off-balance sheet items			
Total off-balance sheet activities	1 570	1 722	9.7

	Mar	
	2022	2023
	%	%
Profitability²		
Return on equity	13.77	14.88
Return on assets	1.10	1.12
Cost-to-income ratio	58.94	56.37
Net interest income to interest-earning assets	3.87	3.99
Non-interest revenue to total assets	2.01	2.03
Operating expenses to total assets	2.87	2.82
Profit/Loss (12 months) (Rbn)	96.61	104.31
Net interest income (12 months) (Rbn)	188.51	213.54
Non-interest income (12 months) (Rbn)	133.21	145.52
Operating expenses (12 months) (Rbn)	189.61	202.40
Liquidity		
Liquid assets held to liquid-asset requirement	312.87	345.21
Short-term liabilities to total liabilities	61.44	59.23
Ten largest depositors to total funding	19.00	19.70
Liquidity coverage ratio (%)	139.88	145.81
Net stable funding ratio (%)	116.71	117.23
Credit risk		
Impaired advances ³ (Rbn)	215.03	257.67
Impaired advances to gross loans and advances	4.43	4.90
Specific credit impairments to impaired advances	49.39	46.83
Portfolio credit impairments to gross loans and advances	1.30	1.19
Capital adequacy		
Total capital adequacy (%)	17.66	17.46
Tier 1 (T1) capital adequacy (%)	14.92	14.83
Common equity T1 capital adequacy (%)	13.68	13.34
Basel III leverage ratio		
Leverage ratio ⁴	6.75	6.57

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.