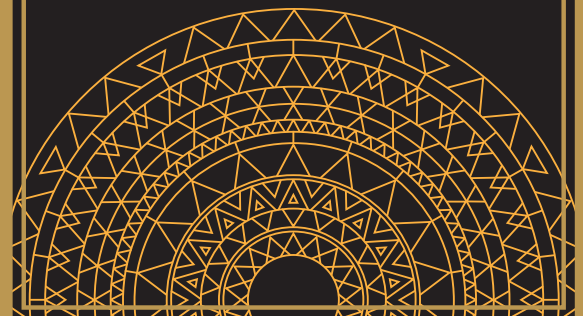




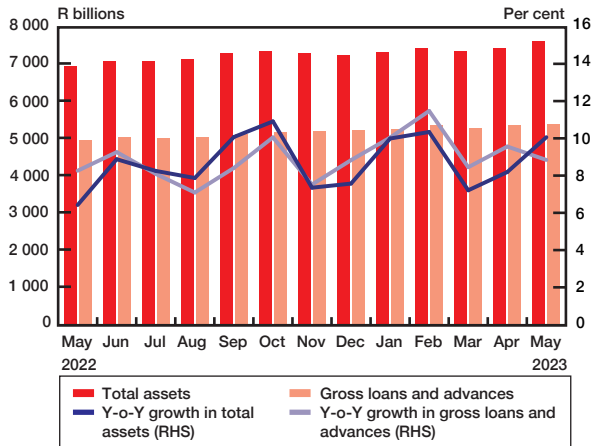
SOUTH AFRICAN RESERVE BANK
Prudential Authority

Selected South African banking sector trends

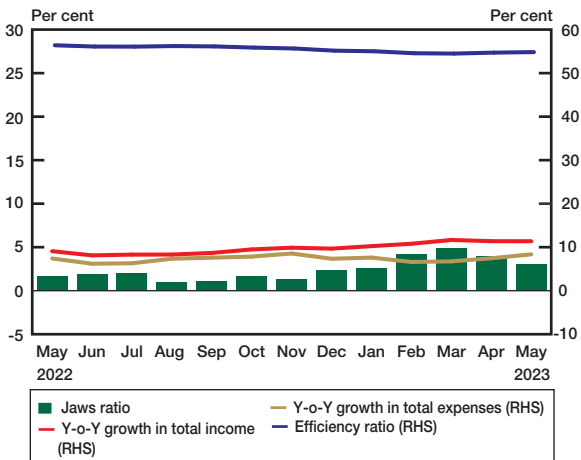
May 2023



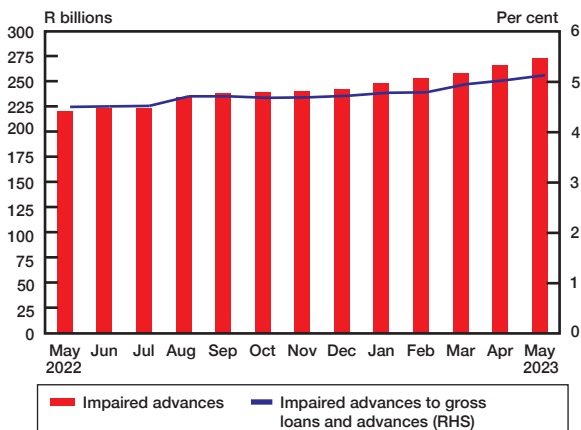
Total assets and gross loans and advances



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

	May		
	2022	2023	%
	Rbn ¹	Rbn ¹	Growth ¹
Balance sheet items			
Selected assets			
Total assets	6 907	7 602	10.1
Gross loans and advances	4 936	5 372	8.8
Homeloans	1 195	1 270	6.3
Commercial mortgages	376	403	7.1
Credit cards	143	156	9.0
Lease and instalment debtors	501	548	9.3
Overdrafts	238	250	5.0
Term loans	998	1 094	9.6
Redeemable preference shares	112	117	4.4
Factoring accounts, trade and other bills and BA's	35	55	58.8
Loans granted/deposits placed under resale agreements	455	560	23.2
Bank intra-group balances	314	272	-13.4
Other	569	647	13.8
Investment and trading positions	995	1 027	3.2
Derivative financial instruments	268	391	45.7
Short term negotiable securities	387	399	3.2
Selected liabilities			
Deposits, current accounts and other creditors	5 542	6 157	11.1
Current	1 194	1 246	4.4
Savings	404	454	12.5
Call	1 119	1 252	11.9
Fixed and notice	1 515	1 711	12.9
Negotiable certificates of deposit	494	635	28.6
Repurchase agreements	222	194	-12.7
Other	594	665	12.0
Derivative financial instruments and other trading liabilities	422	526	24.8
Equity			
Total equity	567	575	1.5
Off-balance sheet items			
Total off-balance sheet activities	1 606	1 785	11.1

	May	
	2022	2023
	%	%
Profitability²		
Return on equity	14.05	14.69
Return on assets	1.12	1.10
Cost-to-income ratio	58.26	56.69
Net interest income to interest-earning assets	3.86	4.02
Non-interest revenue to total assets	2.02	1.99
Operating expenses to total assets	2.84	2.83
Profit/Loss (12 months) (Rbn)	99.21	101.93
Net interest income (12 months) (Rbn)	191.07	218.78
Non-interest income (12 months) (Rbn)	135.24	144.63
Operating expenses (12 months) (Rbn)	190.12	206.00
Liquidity		
Liquid assets held to liquid-asset requirement	311.90	337.80
Short-term liabilities to total liabilities	61.31	58.57
Ten largest depositors to total funding	19.39	19.32
Liquidity coverage ratio (%)	141.92	160.01
Net stable funding ratio (%)	117.78	119.07
Credit risk		
Impaired advances ³ (Rbn)	219.72	272.81
Impaired advances to gross loans and advances	4.45	5.08
Specific credit impairments to impaired advances	49.57	46.03
Portfolio credit impairments to gross loans and advances	1.27	1.17
Capital adequacy		
Total capital adequacy (%)	17.97	17.06
Tier 1 (T1) capital adequacy (%)	15.27	14.90
Common equity T1 capital adequacy (%)	13.91	13.42
Basel III leverage ratio		
Leverage ratio ⁴	6.70	6.52

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.