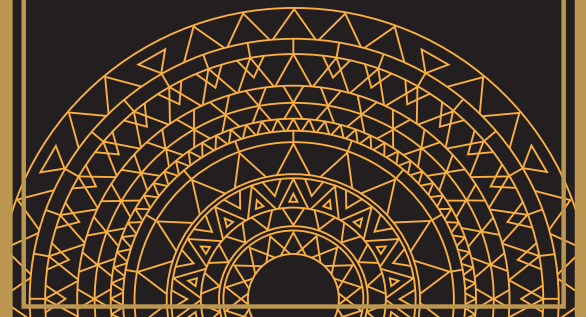




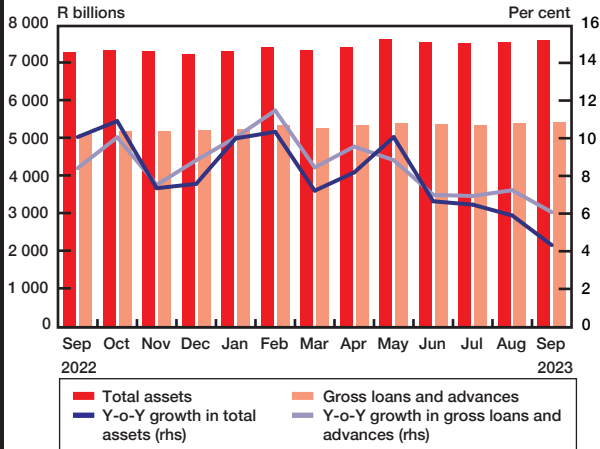
SOUTH AFRICAN RESERVE BANK  
Prudential Authority

# Selected South African banking sector trends

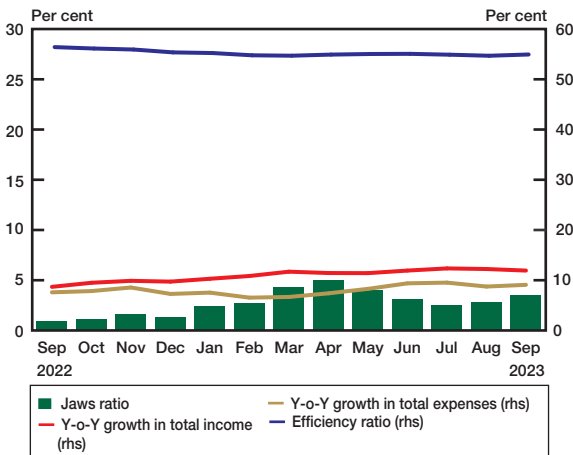
## September 2023



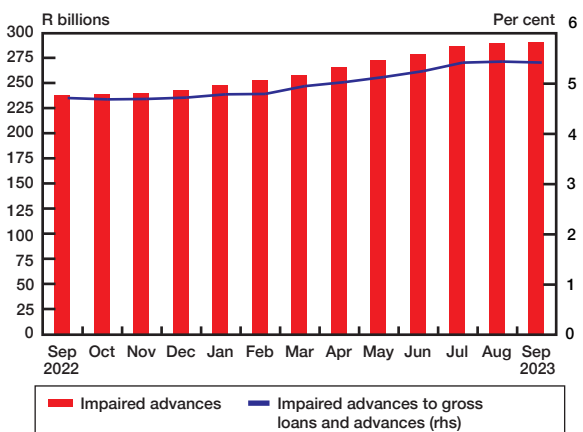
### Total assets and gross loans and advances



### 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

	September		
	2022	2023	%
	Rbn <sup>1</sup>	Rbn <sup>1</sup>	Growth <sup>1</sup>
<b>Balance sheet items</b>			
<b>Selected assets</b>			
Total assets	7 274	7 589	4.3
Gross loans and advances	5 100	5 410	6.1
Homeloans	1 225	1 287	5.0
Commercial mortgages	390	406	4.1
Credit cards	146	160	9.7
Lease and instalment debtors	515	563	9.3
Overdrafts	242	253	4.3
Term loans	1 102	1 142	3.7
Redeemable preference shares	114	117	2.9
Factoring accounts, trade and other bills and BA's	56	59	4.5
Loans granted/deposits placed under resale agreements	393	502	27.6
Bank intra-group balances	289	272	-5.8
Other	628	649	3.4
Investment and trading positions	1 073	1 047	-2.4
Derivative financial instruments	371	301	-18.9
Short term negotiable securities	401	417	3.9
<b>Selected liabilities</b>			
Deposits, current accounts and other creditors	5 810	6 221	7.1
Current	1 263	1 237	-2.1
Savings	423	471	11.3
Call	1 175	1 230	4.7
Fixed and notice	1 598	1 795	12.3
Negotiable certificates of deposit	546	625	14.6
Repurchase agreements	175	172	-1.8
Other	630	690	9.5
Derivative financial instruments and other trading liabilities	531	407	-23.5
<b>Equity</b>			
Total equity	564	595	5.4
<b>Off-balance sheet items</b>			
Total off-balance sheet activities	1 717	1 788	4.1

	September	
	2022	2023
	%	%
<b>Profitability<sup>2</sup></b>		
Return on equity	14.47	14.90
Return on assets	1.13	1.10
Cost-to-income ratio	58.00	56.53
Net interest income to interest-earning assets	3.89	4.07
Non-interest revenue to total assets	2.01	2.02
Operating expenses to total assets	2.84	2.87
Profit/Loss (12 months) (Rbn)	101.67	104.04
Net interest income (12 months) (Rbn)	198.76	226.92
Non-interest income (12 months) (Rbn)	137.98	149.97
Operating expenses (12 months) (Rbn)	195.30	213.04
<b>Liquidity</b>		
Liquid assets held to liquid-asset requirement	330.11	333.36
Short-term liabilities to total liabilities	59.58	58.52
Ten largest depositors to total funding	21.21	18.93
Liquidity coverage ratio (%)	145.32	148.01
Net stable funding ratio (%)	117.29	116.88
<b>Credit risk</b>		
Impaired advances <sup>3</sup> (Rbn)	237.72	290.35
Impaired advances to gross loans and advances	4.66	5.37
Specific credit impairments to impaired advances	47.30	45.42
Portfolio credit impairments to gross loans and advances	1.21	1.14
<b>Capital adequacy</b>		
Total capital adequacy (%)	17.21	17.15
Tier 1 (T1) capital adequacy (%)	14.50	14.93
Common equity T1 capital adequacy (%)	13.27	13.26
<b>Basel III leverage ratio</b>		
Leverage ratio <sup>4</sup>	6.46	6.53

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.