

# SELECTED SOUTH AFRICAN BANKING SECTOR TRENDS

September 2024



|  |                  |                  |                     |
|--|------------------|------------------|---------------------|
| Number of banks in South Africa                                | 28               |                  |                     |
| of which local branches of foreign banks                       | 11               |                  |                     |
|  | September        |                  |                     |
|  | 2023             | 2024             | %                   |
|  | Rbn <sup>1</sup> | Rbn <sup>1</sup> | Growth <sup>1</sup> |
| Balance sheet items  |                  |                  |                     |
| Selected assets  |                  |                  |                     |
| Total assets   | 7 589            | 8 150            | 7.4                 |
| Gross loans and advances                                       | 5 410            | 5 748            | 6.3                 |
| Homeloans  | 1 287            | 1 326            | 3.1                 |
| Commercial mortgages   | 406              | 411              | 1.4                 |
| Credit cards   | 160              | 175              | 9.0                 |
| Lease and instalment debtors                                   | 563              | 603              | 7.1                 |
| Overdrafts   | 253              | 268              | 6.3                 |
| Term loans   | 1 142            | 1 204            | 5.4                 |
| Redeemable preference shares                                   | 117              | 115              | -2.0                |
| Factoring accounts, trade and other bills and BA's             | 59               | 52               | -12.1               |
| Loans granted/deposits placed under resale agreements          | 502              | 553              | 10.1                |
| Bank intra-group balances                                      | 272              | 304              | 11.6                |
| Other  | 649              | 737              | 13.6                |
| Investment and trading positions                               | 1 047            | 1 097            | 4.7                 |
| Derivative financial instruments                               | 301              | 307              | 2.2                 |
| Short term negotiable securities                               | 417              | 438              | 5.0                 |
| Selected liabilities   |                  |                  |                     |
| Deposits, current accounts and other creditors                 | 6 221            | 6 710            | 7.9                 |
| Current  | 1 237            | 1 330            | 7.6                 |
| Savings  | 471              | 522              | 10.7                |
| Call   | 1 230            | 1 345            | 9.3                 |
| Fixed and notice   | 1 795            | 1 948            | 8.5                 |
| Negotiable certificates of deposit                             | 625              | 585              | -6.4                |
| Repurchase agreements  | 172              | 213              | 23.8                |
| Other  | 690              | 767              | 11.2                |
| Derivative financial instruments and other trading liabilities | 407              | 408              | 0.3                 |
| Equity   |                  |                  |                     |
| Total equity   | 595              | 643              | 8.1                 |
| Off-balance sheet items  |                  |                  |                     |
| Total off-balance sheet activities                             | 1 788            | 1 942            | 8.6                 |

|  |        |        |  |
|--|--------|--------|--|
| September  |        |        |  |
|  | 2023   | 2024   |  |
|  | %      | %      |  |
| Profitability <sup>2</sup>   |        |        |  |
| Return on equity   | 14.91  | 15.64  |  |
| Return on assets   | 1.10   | 1.17   |  |
| Cost-to-income ratio   | 56.51  | 56.69  |  |
| Net interest income to interest-earning assets   | 4.07   | 4.13   |  |
| Non-interest revenue to total assets   | 2.02   | 2.07   |  |
| Operating expenses to total assets   | 2.87   | 2.95   |  |
| Profit/Loss (12 months) (Rbn)  | 104.07 | 113.63 |  |
| Net interest income (12 months) (Rbn)  | 227.02 | 242.56 |  |
| Non-interest income (12 months) (Rbn)  | 149.97 | 160.63 |  |
| Operating expenses (12 months) (Rbn)   | 213.05 | 228.55 |  |
| Liquidity  |        |        |  |
| Liquid assets held to liquid-asset requirement   | 333.36 | 343.30 |  |
| Short-term liabilities to total liabilities  | 58.52  | 59.86  |  |
| Ten largest depositors to total funding  | 18.93  | 19.51  |  |
| Liquidity coverage ratio (%)   | 148.01 | 146.29 |  |
| Net stable funding ratio (%)   | 116.88 | 118.36 |  |
| Credit risk  |        |        |  |
| Impaired advances <sup>3</sup> (Rbn)   | 290.41 | 300.88 |  |
| Impaired advances to gross loans and advances  | 5.37   | 5.23   |  |
| Specific credit impairments to impaired advances   | 45.44  | 47.78  |  |
| Portfolio credit impairments to gross loans and advances   | 1.14   | 1.06   |  |
| Capital adequacy   |        |        |  |
| Total capital adequacy (%)   | 17.15  | 17.10  |  |
| Tier 1 (T1) capital adequacy (%)   | 14.93  | 15.01  |  |
| Common equity T1 capital adequacy (%)  | 13.26  | 13.28  |  |
| Basel III leverage ratio   |        |        |  |
| Leverage ratio <sup>4</sup>  | 6.53   | 6.39   |  |
| Footnotes  |        |        |  |
| 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. |        |        |  |

