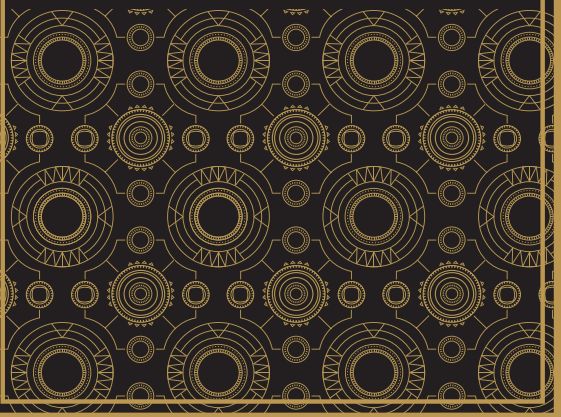




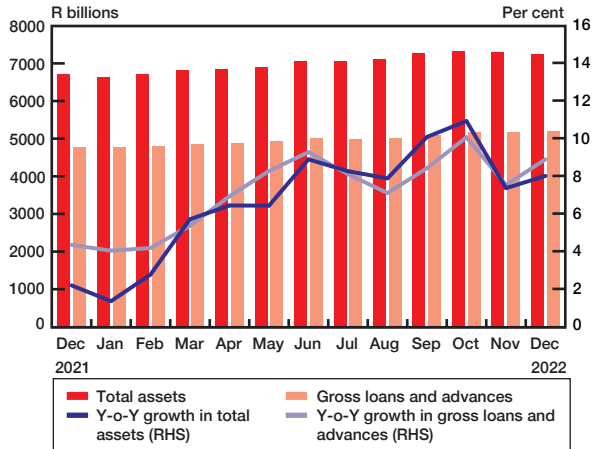
SOUTH AFRICAN RESERVE BANK  
Prudential Authority

# Selected South African banking sector trends

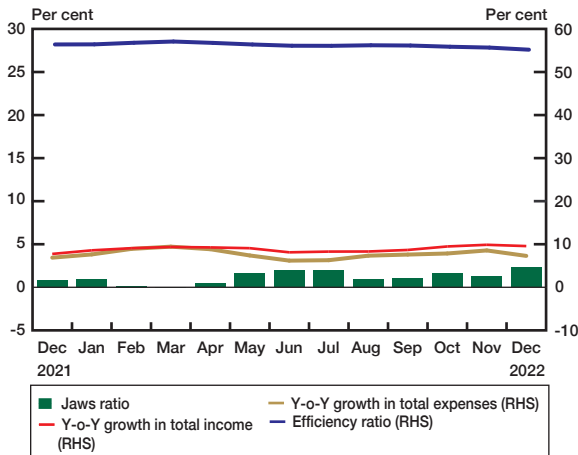
## December 2022



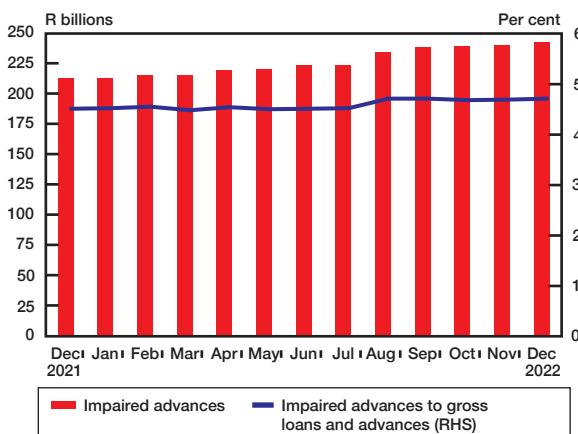
Total assets and gross loans and advances



Jaws and efficiency ratios



Impaired advances



## Number of banks in South Africa

Registered banks	18
Mutual banks	4
Co-operative banks	5
Local branches of foreign banks	12
Foreign banks with approved local representative offices	30

	Dec		
	2021	2022	%
	Rbn <sup>1</sup>	Rbn <sup>1</sup>	Growth <sup>1</sup>
<b>Balance sheet items</b>			
<b>Selected assets</b>			
Total assets	6 716	7 240	7.8
Gross loans and advances	4 771	5 195	8.9
Homeloans	1 161	1 247	7.4
Commercial mortgages	375	398	6.1
Credit cards	136	149	8.9
Lease and instalment debtors	484	527	9.0
Overdrafts	220	243	10.8
Term loans	937	1 106	18.0
Redeemable preference shares	112	114	1.6
Factoring accounts, trade and other bills and BA's	37	52	42.9
Loans granted/deposits placed under resale agreements	431	470	9.0
Bank intra-group balances	296	267	-9.9
Other	582	621	6.7
Investment and trading positions	1 042	1 043	0.1
Derivative financial instruments	288	254	-12.0
Short term negotiable securities	363	378	4.2
<b>Selected liabilities</b>			
Deposits, current accounts and other creditors	5 401	5 916	9.5
Current	1 257	1 265	0.6
Savings	409	436	6.4
Call	1 071	1 156	7.9
Fixed and notice	1 475	1 663	12.7
Negotiable certificates of deposit	401	577	43.8
Repurchase agreements	172	190	10.4
Other	615	629	2.3
Derivative financial instruments and other trading liabilities	417	415	-0.5
<b>Equity</b>			
Total equity	568	582	2.5
<b>Off-balance sheet items</b>			
Total off-balance sheet activities	1 624	1 696	4.4

	Dec	
	2021	2022
	%	%
<b>Profitability<sup>2</sup></b>		
Return on equity	13.84	14.87
Return on assets	1.09	1.14
Cost-to-income ratio	58.26	57.04
Net interest income to interest-earning assets	3.85	3.95
Non-interest revenue to total assets	2.01	2.01
Operating expenses to total assets	2.82	2.82
Profit/Loss (12 months) (Rbn)	93.81	104.34
Net interest income (12 months) (Rbn)	185.35	206.57
Non-interest income (12 months) (Rbn)	131.95	141.10
Operating expenses (12 months) (Rbn)	184.85	198.33
<b>Liquidity</b>		
Liquid assets held to liquid-asset requirement	327.45	339.27
Short-term liabilities to total liabilities	61.21	60.16
Ten largest depositors to total funding	19.46	20.69
Liquidity coverage ratio (%)	144.78	153.28
Net stable funding ratio (%)	117.40	117.27
<b>Credit risk</b>		
Impaired advances <sup>3</sup> (Rbn)	212.65	242.31
Impaired advances to gross loans and advances	4.46	4.66
Specific credit impairments to impaired advances	49.07	47.12
Portfolio credit impairments to gross loans and advances	1.32	1.18
<b>Capital adequacy</b>		
Total capital adequacy (%)	18.09	17.59
Tier 1 (T1) capital adequacy (%)	15.07	14.94
Common equity T1 capital adequacy (%)	13.73	13.47
<b>Basel III leverage ratio</b>		
Leverage ratio <sup>4</sup>	6.84	6.65

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.