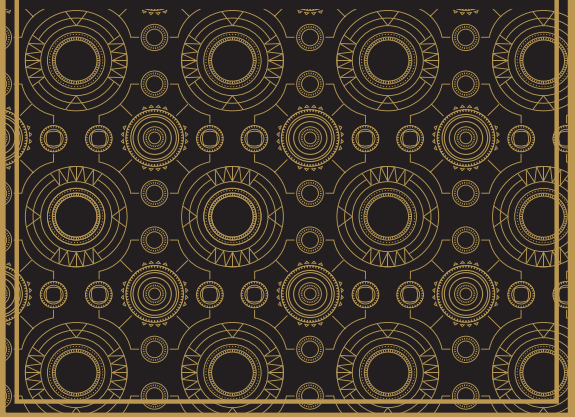




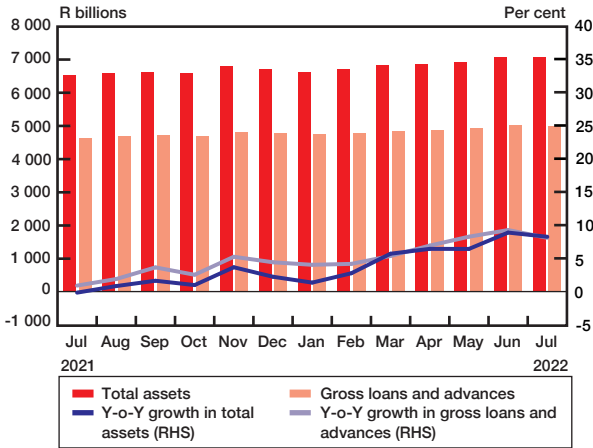
SOUTH AFRICAN RESERVE BANK
Prudential Authority

Selected South African banking sector trends

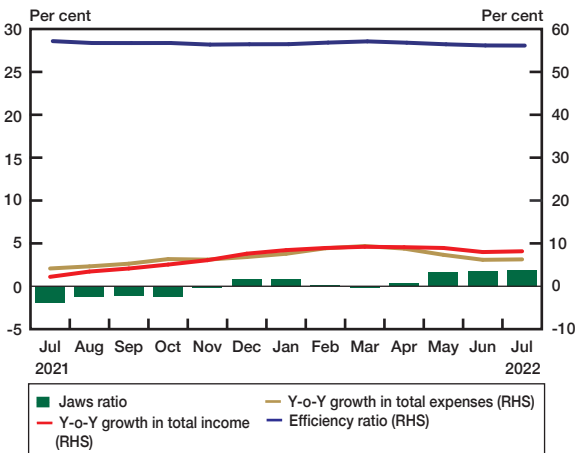
July 2022



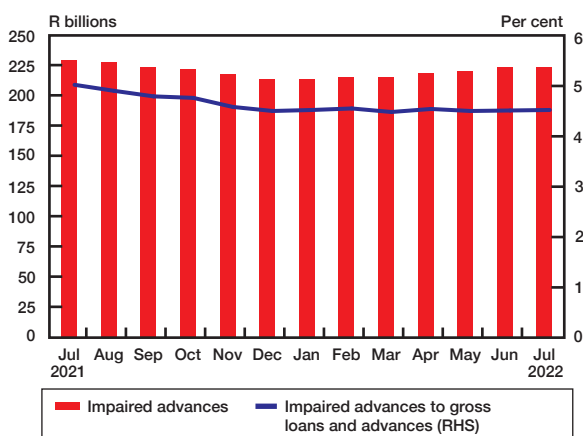
Total assets and gross loans and advances



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	13
Foreign banks with approved local representative offices	28

	Jul		
	2021	2022	%
	Rbn ¹	Rbn ¹	Growth ¹
Balance sheet items			
Selected assets			
Total assets	6 522	7 059	8.2
Gross loans and advances	4 612	4 985	8.1
Homeloans	1 124	1 209	7.5
Commercial mortgages	375	381	1.7
Credit cards	135	144	6.7
Lease and instalment debtors	465	507	8.9
Overdrafts	212	234	10.1
Term loans	931	1 037	11.5
Redeemable preference shares	122	113	-7.5
Factoring accounts, trade and other bills and BA's	26	44	71.4
Loans granted/deposits placed under resale agreements	390	418	7.2
Bank intra-group balances	268	299	11.5
Other	564	600	6.3
Investment and trading positions	990	1 067	7.8
Derivative financial instruments	341	291	-14.7
Short term negotiable securities	318	423	33.1
Selected liabilities			
Deposits, current accounts and other creditors	5 182	5 710	10.2
Current	1 159	1 273	9.8
Savings	390	422	8.2
Call	1 035	1 129	9.1
Fixed and notice	1 477	1 557	5.5
Negotiable certificates of deposit	385	516	34.0
Repurchase agreements	154	203	31.6
Other	582	610	4.9
Derivative financial instruments and other trading liabilities	448	432	-3.6
Equity			
Total equity	560	577	3.0
Off-balance sheet items			
Total off-balance sheet activities	1 508	1 667	10.6

	Jul	
	2021	2022
	%	%
Profitability²		
Return on equity	11.75	14.30
Return on assets	0.90	1.13
Cost-to-income ratio	59.04	58.00
Net interest income to interest-earning assets	3.77	3.85
Non-interest revenue to total assets	1.95	2.01
Operating expenses to total assets	2.77	2.83
Profit/Loss (12 months) (Rbn)	75.53	100.02
Net interest income (12 months) (Rbn)	178.59	193.70
Non-interest income (12 months) (Rbn)	126.75	136.56
Operating expenses (12 months) (Rbn)	180.26	191.56
Liquidity		
Liquid assets held to liquid-asset requirement	299.79	327.01
Short-term liabilities to total liabilities	60.26	60.52
Ten largest depositors to total funding	18.39	20.77
Liquidity coverage ratio (%)	144.35	150.10
Net stable funding ratio (%)	118.41	119.27
Credit risk		
Impaired advances ³ (Rbn)	229.14	223.07
Impaired advances to gross loans and advances	4.97	4.47
Specific credit impairments to impaired advances	47.13	48.99
Portfolio credit impairments to gross loans and advances	1.38	1.24
Capital adequacy		
Total capital adequacy (%)	17.87	17.55
Tier 1 (T1) capital adequacy (%)	14.75	14.89
Common equity T1 capital adequacy (%)	13.49	13.52
Basel III leverage ratio		
Leverage ratio ⁴	6.86	6.59

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.