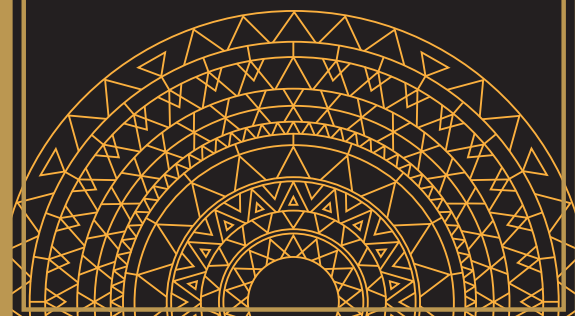




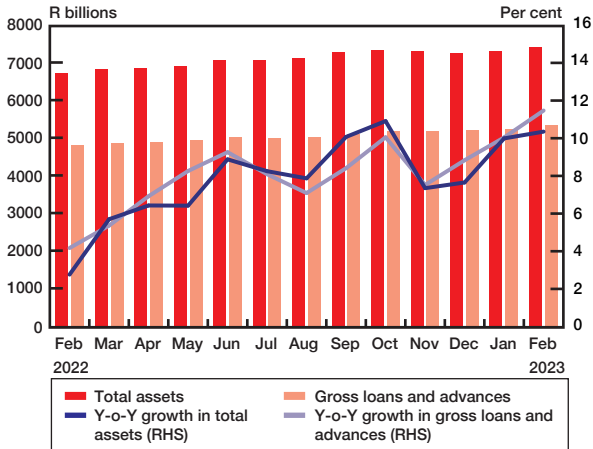
SOUTH AFRICAN RESERVE BANK
Prudential Authority

Selected South African banking sector trends

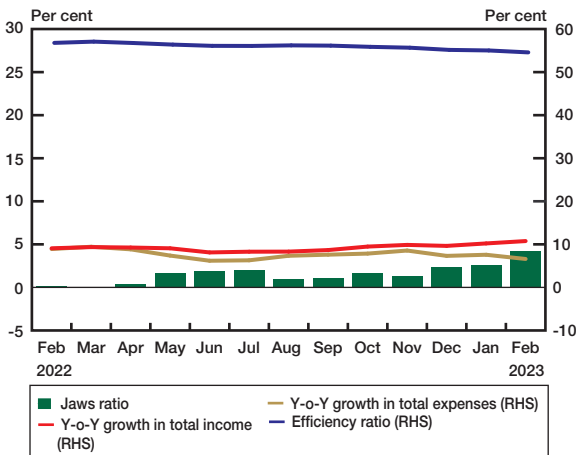
February 2023



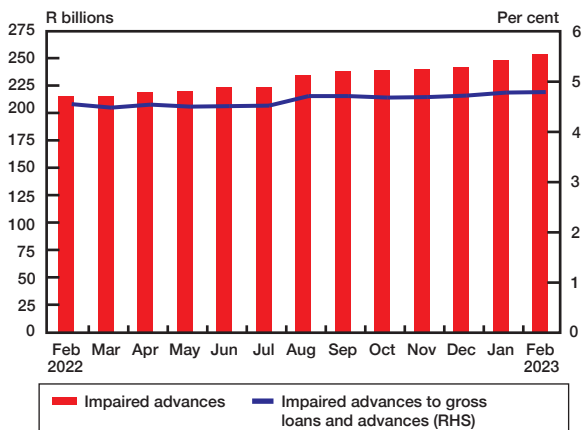
Total assets and gross loans and advances



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

	Feb		
	2022	2023	%
	Rbn ¹	Rbn ¹	Growth ¹
Balance sheet items			
Selected assets			
Total assets	6 704	7 397	10.3
Gross loans and advances	4 783	5 332	11.5
Homeloans	1 178	1 262	7.1
Commercial mortgages	376	401	6.8
Credit cards	140	152	9.1
Lease and instalment debtors	490	534	8.8
Overdrafts	235	258	10.0
Term loans	958	1 111	16.0
Redeemable preference shares	111	116	4.3
Factoring accounts, trade and other bills and BA's	33	46	41.4
Loans granted/deposits placed under resale agreements	365	504	38.2
Bank intra-group balances	297	302	1.8
Other	602	646	7.4
Investment and trading positions	1 003	1 035	3.2
Derivative financial instruments	264	273	3.6
Short term negotiable securities	349	374	7.3
Selected liabilities			
Deposits, current accounts and other creditors	5 359	5 989	11.8
Current	1 187	1 223	3.0
Savings	399	426	6.7
Call	1 054	1 213	15.1
Fixed and notice	1 515	1 674	10.5
Negotiable certificates of deposit	436	615	41.1
Repurchase agreements	169	192	14.1
Other	600	646	7.7
Derivative financial instruments and other trading liabilities	406	433	6.6
Equity			
Total equity	576	594	3.1
Off-balance sheet items			
Total off-balance sheet activities	1 596	1 702	6.7

	Feb	
	2022	2023
	%	%
Profitability²		
Return on equity	13.85	14.98
Return on assets	1.10	1.14
Cost-to-income ratio	58.65	56.44
Net interest income to interest-earning assets	3.86	3.98
Non-interest revenue to total assets	2.02	2.01
Operating expenses to total assets	2.86	2.81
Profit/Loss (12 months) (Rbn)	95.96	104.92
Net interest income (12 months) (Rbn)	187.27	211.55
Non-interest income (12 months) (Rbn)	133.32	143.54
Operating expenses (12 months) (Rbn)	188.01	200.42
Liquidity		
Liquid assets held to liquid-asset requirement	302.57	335.86
Short-term liabilities to total liabilities	61.34	59.86
Ten largest depositors to total funding	18.57	19.71
Liquidity coverage ratio (%)	139.56	148.97
Net stable funding ratio (%)	116.53	116.98
Credit risk		
Impaired advances ³ (Rbn)	215.04	252.84
Impaired advances to gross loans and advances	4.50	4.74
Specific credit impairments to impaired advances	48.70	47.04
Portfolio credit impairments to gross loans and advances	1.33	1.18
Capital adequacy		
Total capital adequacy (%)	18.11	17.74
Tier 1 (T1) capital adequacy (%)	15.24	15.05
Common equity T1 capital adequacy (%)	13.91	13.56
Basel III leverage ratio		
Leverage ratio ⁴	6.88	6.56

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.