



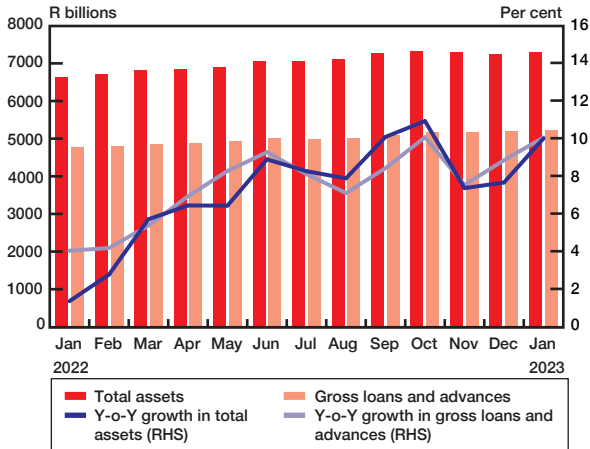
SOUTH AFRICAN RESERVE BANK  
Prudential Authority

# Selected South African banking sector trends

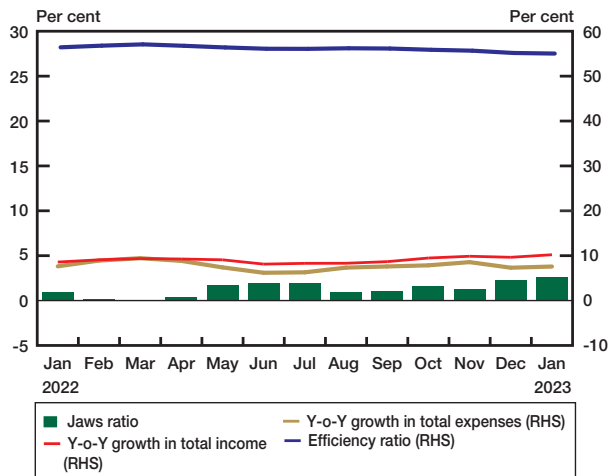
## January 2023



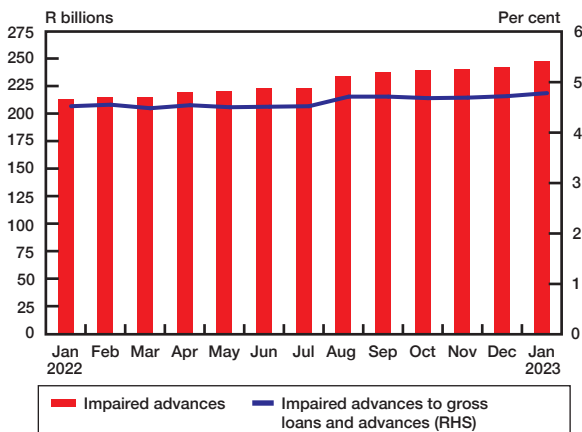
Total assets and gross loans and advances



Jaws and efficiency ratios



Impaired advances



## Number of banks in South Africa

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

	Jan		
	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	6 626	7 288	10.0
Gross loans and advances	4 756	5 233	10.0
Homeloans	1 166	1 252	7.4
Commercial mortgages	372	398	7.1
Credit cards	138	151	9.0
Lease and instalment debtors	486	530	8.9
Overdrafts	232	255	10.2
Term loans	949	1 110	17.0
Redeemable preference shares	110	115	4.8
Factoring accounts, trade and other bills and BA's	32	41	27.9
Loans granted/deposits placed under resale agreements	392	480	22.4
Bank intra-group balances	289	293	1.3
Other	589	607	3.2
Investment and trading positions	998	1 057	6.0
Derivative financial instruments	259	244	-6.1
Short term negotiable securities	339	357	5.4
<b>Selected liabilities</b>			
Deposits, current accounts and other creditors	5 319	5 911	11.1
Current	1 179	1 208	2.4
Savings	403	426	5.7
Call	1 094	1 215	11.0
Fixed and notice	1 486	1 670	12.4
Negotiable certificates of deposit	408	596	46.1
Repurchase agreements	163	188	15.5
Other	585	609	4.0
Derivative financial instruments and other trading liabilities	394	412	4.6
<b>Equity</b>			
Total equity	573	592	3.3
<b>Off-balance sheet items</b>			
Total off-balance sheet activities	1 613	1 683	4.3

	Jan	
	2022	2023
	%	%
<b>Profitability<sup>2</sup></b>		
Return on equity	13.93	14.84
Return on assets	1.11	1.13
Cost-to-income ratio	58.28	56.89
Net interest income to interest-earning assets	3.86	3.97
Non-interest revenue to total assets	2.02	2.01
Operating expenses to total assets	2.83	2.83
Profit/Loss (12 months) (Rbn)	95.24	104.33
Net interest income (12 months) (Rbn)	186.53	209.02
Non-interest income (12 months) (Rbn)	132.42	142.50
Operating expenses (12 months) (Rbn)	185.88	199.97
<b>Liquidity</b>		
Liquid assets held to liquid-asset requirement	312.40	343.78
Short-term liabilities to total liabilities	61.02	60.21
Ten largest depositors to total funding	18.15	20.40
Liquidity coverage ratio (%)	141.79	150.93
Net stable funding ratio (%)	115.78	117.60
<b>Credit risk</b>		
Impaired advances <sup>3</sup> (Rbn)	212.66	247.79
Impaired advances to gross loans and advances	4.47	4.73
Specific credit impairments to impaired advances	49.31	47.44
Portfolio credit impairments to gross loans and advances	1.32	1.17
<b>Capital adequacy</b>		
Total capital adequacy (%)	18.06	17.85
Tier 1 (T1) capital adequacy (%)	15.21	15.15
Common equity T1 capital adequacy (%)	13.89	13.65
<b>Basel III leverage ratio</b>		
Leverage ratio <sup>4</sup>	6.95	6.62

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.