

# SELECTED SOUTH AFRICAN BANKING SECTOR TRENDS



SOUTH AFRICAN RESERVE BANK  
Prudential Authority

## October 2023

### 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

### October

2022	2023	%
Rbn <sup>1</sup>	Rbn <sup>1</sup>	Growth <sup>1</sup>

### Balance sheet items

#### Selected assets

Total assets	7 316	7 532	3.0
Gross loans and advances	5 157	5 350	3.7
Homeloans	1 228	1 290	5.0
Commercial mortgages	391	407	4.0
Credit cards	148	161	9.1
Lease and instalment debtors	520	573	10.2
Overdrafts	241	257	6.8
Term loans	1 100	1 112	1.1
Redeemable preference shares	114	116	2.2
Factoring accounts, trade and other bills and BA's	58	56	-3.3
Loans granted/deposits placed under resale agreements	446	484	8.4
Bank intra-group balances	290	268	-7.6
Other	621	625	0.6
Investment and trading positions	1 091	1 049	-3.9
Derivative financial instruments	355	289	-18.7
Short term negotiable securities	392	435	11.1

#### Selected liabilities

Deposits, current accounts and other creditors	5 885	6 205	5.4
Current	1 230	1 194	-2.9
Savings	425	475	11.6
Call	1 179	1 269	7.7
Fixed and notice	1 641	1 802	9.8
Negotiable certificates of deposit	565	606	7.3
Repurchase agreements	205	175	-14.4
Other	640	683	6.7
Derivative financial instruments and other trading liabilities	514	376	-26.8

#### Equity

Total equity	559	595	6.5
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#### Off-balance sheet items

Total off-balance sheet activities	1 720	1 797	4.5
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### October

2022	2023
%	%

#### Profitability<sup>2</sup>

Return on equity	14.48	14.90
Return on assets	1.12	1.10
Cost-to-income ratio	57.72	56.68
Net interest income to interest-earning assets	3.91	4.09
Non-interest revenue to total assets	2.02	2.01
Operating expenses to total assets	2.84	2.88
Profit/Loss (12 months) (Rbn)	101.74	104.08
Net interest income (12 months) (Rbn)	201.36	228.79
Non-interest income (12 months) (Rbn)	139.96	149.57
Operating expenses (12 months) (Rbn)	196.99	214.44

#### Liquidity

Liquid assets held to liquid-asset requirement	331.78	339.98
Short-term liabilities to total liabilities	59.58	58.73
Ten largest depositors to total funding	21.19	18.77
Liquidity coverage ratio (%)	143.52	147.99
Net stable funding ratio (%)	116.76	117.49

#### Credit risk

Impaired advances <sup>3</sup> (Rbn)	239.00	292.64
Impaired advances to gross loans and advances	4.63	5.47
Specific credit impairments to impaired advances	48.14	45.57
Portfolio credit impairments to gross loans and advances	1.20	1.16

#### Capital adequacy

Total capital adequacy (%)	17.38	17.38
Tier 1 (T1) capital adequacy (%)	14.67	14.98
Common equity T1 capital adequacy (%)	13.43	13.30

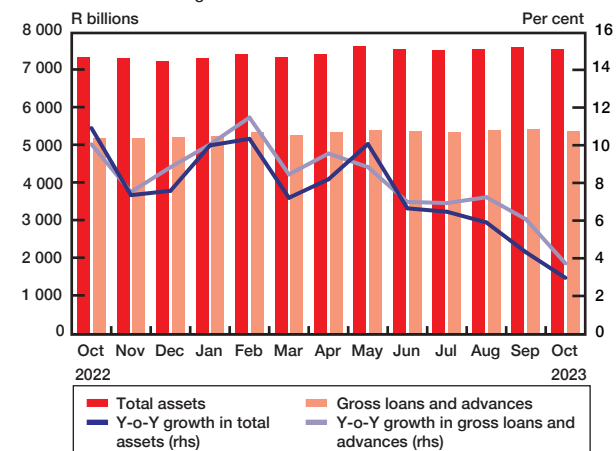
#### Basel III leverage ratio

Leverage ratio <sup>4</sup>	6.47	6.57
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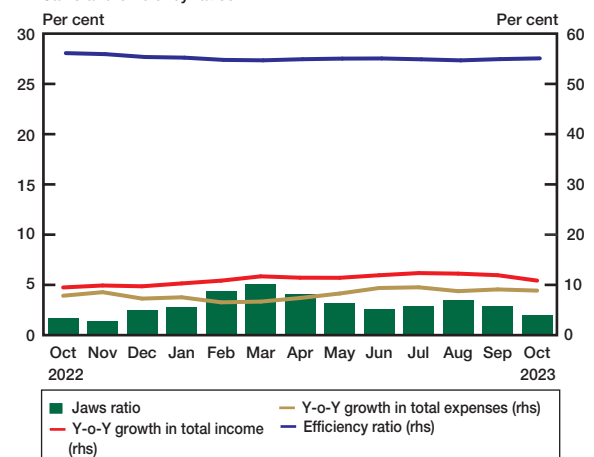
- Differences may occur due to rounding.
- All ratios based on income statement information are smoothed i.e. 12 month moving averages.
- Advances in respect of which a specific impairment was raised.
- Formula: Tier 1 capital divided by exposure measure.

Please note this information is subject to change without notice. The data in this report is as at the end of the reporting month.

### Total assets and gross loans and advances



### Jaws and efficiency ratios



### Impaired advances

