

# SELECTED SOUTH AFRICAN BANKING SECTOR TRENDS



SOUTH AFRICAN RESERVE BANK  
Prudential Authority

## February 2024

### Number of banks in South Africa

Registered banks	17
Mutual banks	4
Co-operative banks	6
Local branches of foreign banks	11
Foreign banks with approved local representative offices	30

### February

2023	2024	%
Rbn <sup>1</sup>	Rbn <sup>1</sup>	Growth <sup>1</sup>

### Balance sheet items

#### Selected assets

Total assets	7 397	7 629	3.1
Gross loans and advances	5 332	5 510	3.3
Homeloans	1 262	1 307	3.5
Commercial mortgages	401	410	2.2
Credit cards	152	167	9.7
Lease and instalment debtors	534	588	10.1
Overdrafts	258	273	5.8
Term loans	1 111	1 137	2.4
Redeemable preference shares	116	114	-1.6
Factoring accounts, trade and other bills and BA's	46	52	13.8
Loans granted/deposits placed under resale agreements	504	522	3.5
Bank intra-group balances	302	294	-2.8
Other	646	646	0.0
Investment and trading positions	1 034	1 065	3.0
Derivative financial instruments	273	257	-6.0
Short term negotiable securities	374	434	15.9

#### Selected liabilities

Deposits, current accounts and other creditors	5 989	6 303	5.2
Current	1 223	1 229	0.5
Savings	426	479	12.6
Call	1 213	1 275	5.1
Fixed and notice	1 674	1 844	10.1
Negotiable certificates of deposit	615	605	-1.7
Repurchase agreements	192	165	-14.3
Other	646	706	9.3
Derivative financial instruments and other trading liabilities	433	363	-16.1

#### Equity

Total equity	594	626	5.4
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#### Off-balance sheet items

Total off-balance sheet activities	1 702	1 870	9.9
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### February

2023	2024
%	%

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

Return on equity	15.06	14.63
Return on assets	1.14	1.09
Cost-to-income ratio	56.37	57.11
Net interest income to interest-earning assets	3.98	4.14
Non-interest revenue to total assets	2.02	2.02
Operating expenses to total assets	2.81	2.94
Profit/Loss (12 months) (Rbn)	105.45	104.01
Net interest income (12 months) (Rbn)	211.48	235.42
Non-interest income (12 months) (Rbn)	143.87	152.07
Operating expenses (12 months) (Rbn)	200.30	221.30

#### Liquidity

Liquid assets held to liquid-asset requirement	335.30	339.30
Short-term liabilities to total liabilities	59.86	59.23
Ten largest depositors to total funding	19.71	18.90
Liquidity coverage ratio (%)	148.86	145.83
Net stable funding ratio (%)	116.97	115.21

#### Credit risk

Impaired advances <sup>3</sup> (Rbn)	252.85	297.46
Impaired advances to gross loans and advances	4.74	5.40
Specific credit impairments to impaired advances	47.04	45.95
Portfolio credit impairments to gross loans and advances	1.18	1.14

#### Capital adequacy

Total capital adequacy (%)	17.74	17.35
Tier 1 (T1) capital adequacy (%)	15.05	15.11
Common equity T1 capital adequacy (%)	13.56	13.41

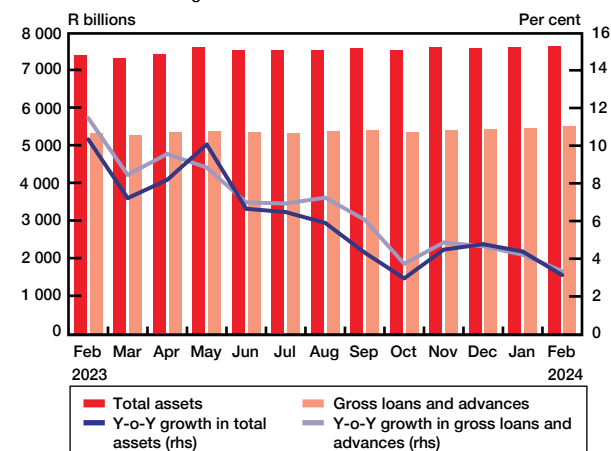
#### Basel III leverage ratio

Leverage ratio <sup>4</sup>	6.56	6.64
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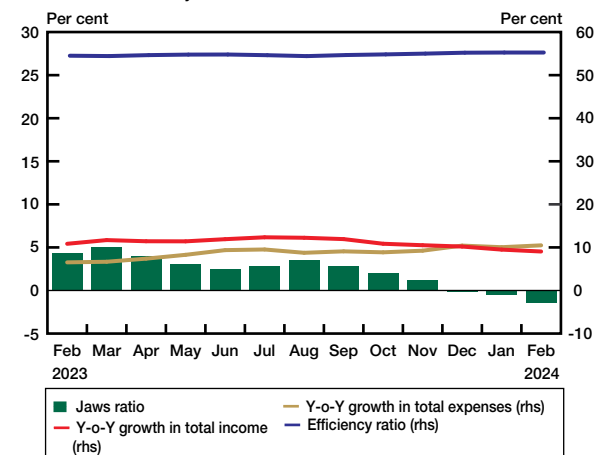
- Differences may occur due to rounding.
- All ratios based on income statement information are smoothed i.e. 12 month moving averages.
- Advances in respect of which a specific impairment was raised.
- Formula: Tier 1 capital divided by exposure measure.

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

