

SELECTED SOUTH AFRICAN BANKING SECTOR TRENDS



SOUTH AFRICAN RESERVE BANK
Prudential Authority

January 2024

Number of banks in South Africa

Registered banks	17
Mutual banks	4
Co-operative banks	6
Local branches of foreign banks	12
Foreign banks with approved local representative offices	29

January		
2023	2024	%
Rbn ¹	Rbn ¹	Growth ¹

Balance sheet items

Selected assets

Total assets	7 281	7 600	4.4
Gross loans and advances	5 233	5 454	4.2
Homeloans	1 252	1 298	3.7
Commercial mortgages	398	406	1.8
Credit cards	151	165	9.4
Lease and instalment debtors	530	583	10.1
Overdrafts	255	258	1.2
Term loans	1 110	1 127	1.5
Redeemable preference shares	115	113	-1.6
Factoring accounts, trade and other bills and BA's	41	60	46.3
Loans granted/deposits placed under resale agreements	480	511	6.5
Bank intra-group balances	293	301	2.6
Other	607	631	3.9
Investment and trading positions	1 058	1 060	0.2
Derivative financial instruments	237	246	3.7
Short term negotiable securities	357	439	23.0

Selected liabilities

Deposits, current accounts and other creditors	5 911	6 284	6.3
Current	1 208	1 214	0.5
Savings	426	478	12.3
Call	1 215	1 293	6.4
Fixed and notice	1 670	1 818	8.9
Negotiable certificates of deposit	596	600	0.8
Repurchase agreements	188	198	4.9
Other	609	682	12.1
Derivative financial instruments and other trading liabilities	406	346	-14.7

Equity

Total equity	592	620	4.8
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Off-balance sheet items

Total off-balance sheet activities	1 683	1 871	11.2
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January

	2023	2024
	%	%

Profitability²

Return on equity	14.89	14.56
Return on assets	1.14	1.08
Cost-to-income ratio	56.82	57.10
Net interest income to interest-earning assets	3.97	4.12
Non-interest revenue to total assets	2.02	2.02
Operating expenses to total assets	2.83	2.93
Profit/Loss (12 months) (Rbn)	104.80	103.10
Net interest income (12 months) (Rbn)	208.94	233.69
Non-interest income (12 months) (Rbn)	142.84	151.51
Operating expenses (12 months) (Rbn)	199.88	219.94

Liquidity

Liquid assets held to liquid-asset requirement	343.06	341.75
Short-term liabilities to total liabilities	60.27	59.51
Ten largest depositors to total funding	20.40	18.99
Liquidity coverage ratio (%)	149.87	146.46
Net stable funding ratio (%)	117.60	115.83

Credit risk

Impaired advances ³ (Rbn)	247.79	293.53
Impaired advances to gross loans and advances	4.73	5.38
Specific credit impairments to impaired advances	47.43	45.83
Portfolio credit impairments to gross loans and advances	1.17	1.15

Capital adequacy

Total capital adequacy (%)	17.85	17.48
Tier 1 (T1) capital adequacy (%)	15.15	15.22
Common equity T1 capital adequacy (%)	13.64	13.51

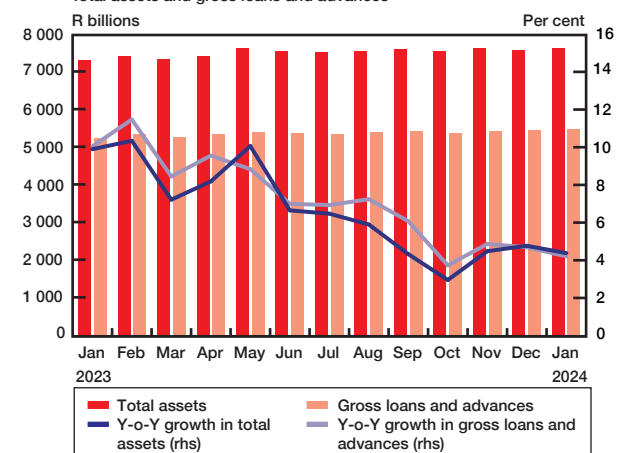
Basel III leverage ratio

Leverage ratio ⁴	6.62	6.66
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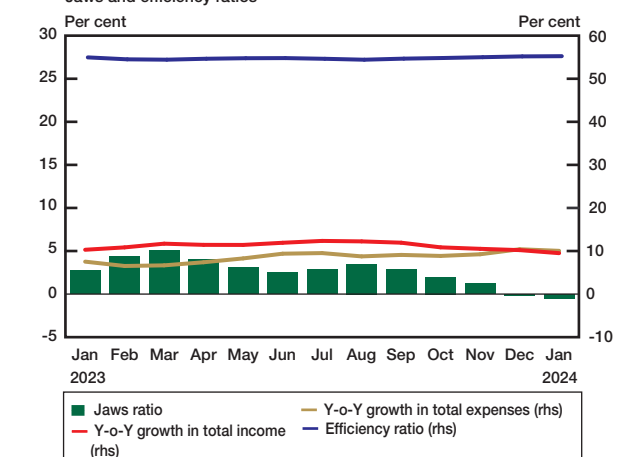
- Differences may occur due to rounding.
- All ratios based on income statement information are smoothed i.e. 12 month moving averages.
- Advances in respect of which a specific impairment was raised.
- Formula: Tier 1 capital divided by exposure measure.

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

