

CDIx

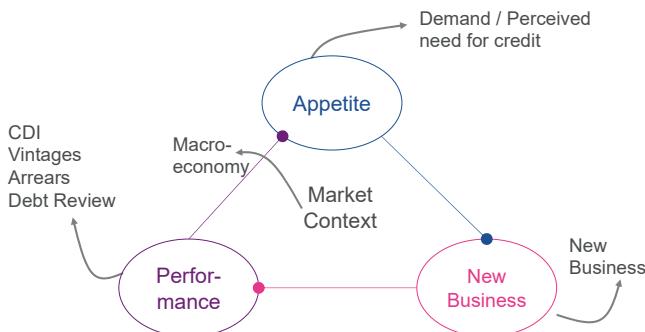
What is the CDIx?



The CDIx (Consumer Default Index - Extended) consists of the quarterly report accompanied by dataset representing CDI, FAS (Financial Affluence Segmentation) and geospatial views.

Experian's Consumer Default Index-Extended (CDIx) report offers a quarterly snapshot of the consumer credit environment in South Africa. It combines the Consumer Default Index (CDI) with additional insights into current macroeconomic trends within the credit industry. It also includes views across different aspects of the credit life cycle. The CDIx considers the following portfolio's:

- Home Loans
- Vehicle Loans
- Credit Cards
- Personal Loans
- Retail Loans

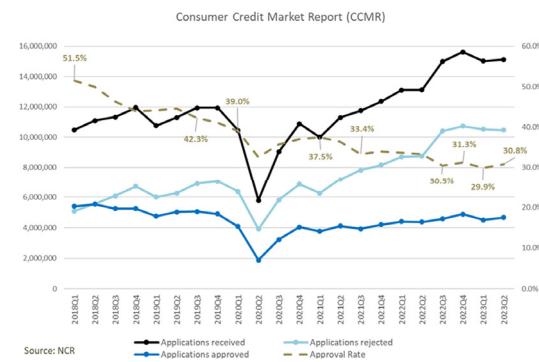


Examples of the views provided in the CDIx

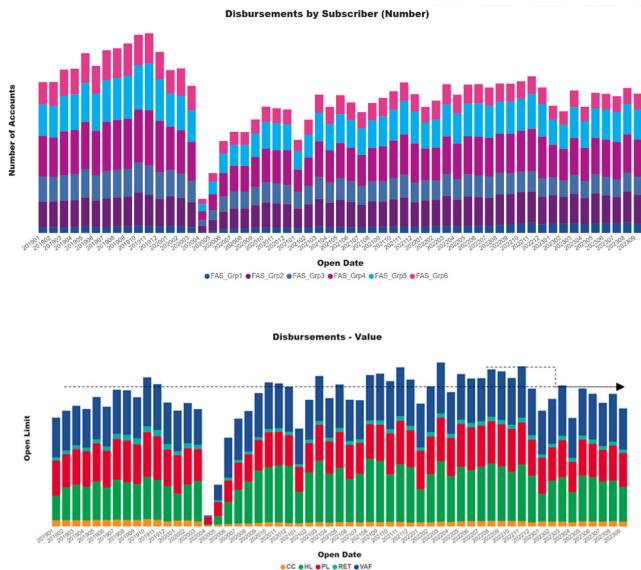
Market Context:



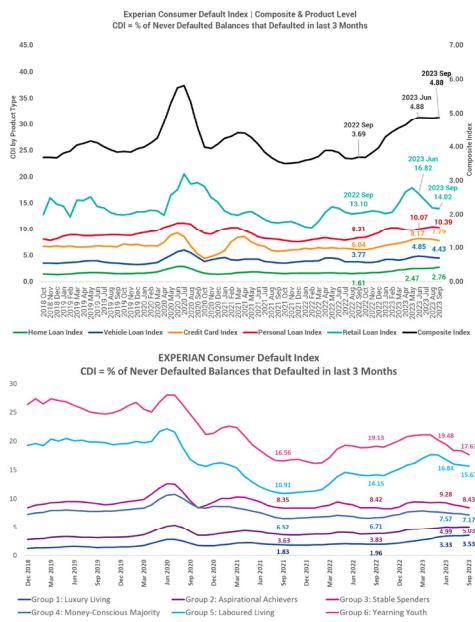
Market Appetite:



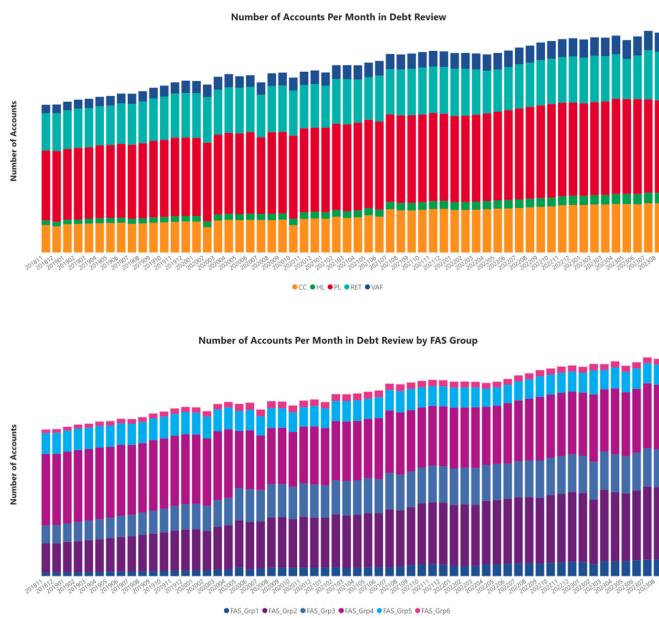
New Business:



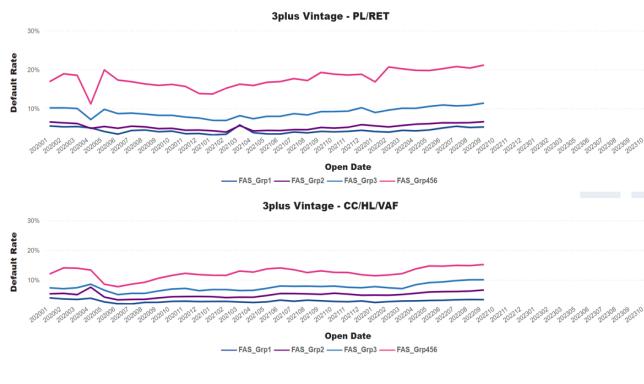
Performance: CDIx



Performance: Debt Review



Performance: Vintages



Key Benefits of CDIx

- Key Benefits of the CDIx Comprehensive Consumer Credit Overview: This quarterly report offers a detailed view of the current state of consumer credit in South Africa.
- Product-Centric Insights: The report provides focused insights from a product perspective, enabling you to understand how different products are performing in the market.
- Segment-Specific Analysis: The report also offers insights from a consumer segment perspective, particularly focusing on Financial Affluence Segments. This targeted approach helps you tailor your strategies more effectively.
- Incorporates CDI Time Series: The report includes CDI time series data which can be seamlessly integrated into your in-house economic forecast models. This empowers informed decisions based on historical trends.
- Delivery includes CDI monthly time series data, to include in your in-house economic forecast models.
- Benchmarking Capability: The combination of the CDIx and the Bespoke CDI allows you to maintain a competitive edge by benchmarking your portfolio against other players in the market. This comparison helps you stay ahead.

The future belongs to those who stay ahead. Therefore, allow Experian to help you stay ahead of your competition with our expertise.

The full CDIx report will be accompanied by an Excel spreadsheet providing additional context through historical data, consumer macro and micro segments performance and market share, as well as provincial insights.



Full CDIX: Consumer Default Index - Extended 2022 Quarter 4

Time-Series

FA9

Provincia

The data presented here accompanies the full CDIX report, a separate PDF document that covers 4 key elements:

- Macroeconomic Market Context that have a direct bearing on consumers
 - Market appetite for credit
 - Qualification and take-up of credit (i.e. new business)
 - Performance of credit consumers (i.e. arrears/defaults and vintages, CDI and Debt Review)

The Experian Consumer Default Index (CDI) is designed to measure rolling default behaviour of South African consumers with credit products.

On a monthly basis, lenders typically classify their consumer accounts into one of several predetermined payment categories to reflect the level of arrears. When a lender deems the statement balance of a consumer account to be uncollectible due to being in arrears 90 or more days or having statuses such as repossession, foreclosure, charge-off or write-off, the consumer account is said to be in default.

The index tracks the marginal default rate as it measures the sum of **first-time defaulted balances**, i.e. accounts that have never previously defaulted, as a percentage of the total sum of balances outstanding.

The CDI is published quarterly with a two-month lag, the indices include a balance-weighted composite index.

FAS Group 1: Luxury Living (2.5% of the credit-active population) - Affluent individuals representing the upper crust of South African society with the financial freedom to afford expensive homes and cars.

FAS Group 2: Aspirational Achievers (9.3% of the credit-active population) - Young and middle-aged professionals with the resources to afford a high level of living while furthering their careers, buying property and establishing families.

FAS Group 3: Stable Spenders (7.2% of the credit-active population) - Young adults with that rely on financial products to assist in working and meet or to afford specific

that rely on financial products to assist in making ends meet or to afford specific necessities such as clothing and school fees, or seasonal luxuries.

FAS Group 4: Money-Conscious Majority (40.0% of the credit-active population) - Older citizens that are conscious of where and how they spend their money; often seeking out financial products to cover basic needs or for unfreelance expenses.

FAS Group 5: Labouring Living (24.6% of the credit-active population) - Financially strained individuals are unable to meet their monthly household expenses and have no savings.

limited individuals as salaries are below national tax thresholds, they spend their money on basic living necessities such as food and shelter.



COVER

	Composite	Credit Card	Home Loan	Personal	Vehicle Loan	Retail Loan
DATE	Index	Index	Index	Loan Index	Index	Index
Dec 2022	3,93	6,58	1,70	9,27	3,83	13,41
Nov 2022	3,80	6,23	1,69	8,81	3,62	13,56
Oct 2022	3,67	6,02	1,60	8,35	3,66	13,32
Sep 2022	3,68	6,04	1,61	8,28	3,77	13,10
Aug 2022	3,63	6,15	1,55	8,09	3,78	13,01
Jul 2022	3,66	6,33	1,62	7,87	3,79	13,31
Jun 2022	3,82	6,33	1,62	8,00	4,36	14,05
May 2022	3,87	6,42	1,63	8,10	4,43	14,33
Apr 2022	3,88	6,33	1,63	8,30	4,45	13,26
Mar 2022	3,70	6,46	1,62	8,06	3,92	11,51



Composite		Home Loans			Vehicle Loans			Credit Cards			Personal Loans			Retail Loans			
Rank & Province	Dec'21	Dec'22	Rank & Province	Dec'21	Dec'22	Rank & Province	Dec'21	Dec'22	Rank & Province	Dec'21	Dec'22	Rank & Province	Dec'21	Dec'22	Rank & Province	Dec'21	
1. Western Cape	2.70	2.78	1. Western Cape	1.17	1.10	1. Western Cape	3.13	2.78	1. Western Cape	5.34	5.68	1. Free State	6.73	8.25	1. Western Cape	9.60	11.53
2. Gauteng	3.37	3.71	2. Northern Cape	1.60	1.41	2. Free State	3.23	3.32	2. Gauteng	5.83	6.31	2. North West	6.92	8.48	2. Gauteng	10.89	13.20
3. Free State	3.76	4.29	3. Eastern Cape	1.43	1.64	3. Gauteng	3.64	3.65	3. Free State	6.19	6.51	3. Limpopo	6.96	8.85	3. KwaZulu-Natal	11.29	13.23
4. Eastern Cape	3.86	4.57	4. KwaZulu-Natal	1.53	1.79	4. North West	4.37	4.21	4. Limpopo	7.15	7.27	4. Eastern Cape	6.93	9.00	4. Northern Cape	10.35	13.29
5. KwaZulu-Natal	3.96	4.61	5. North West	1.88	1.79	5. KwaZulu-Natal	4.08	4.26	5. North West	6.72	7.35	5. Western Cape	7.67	9.06	5. Eastern Cape	11.67	13.41
6. North West	4.43	4.83	6. Gauteng	1.73	1.89	6. Northern Cape	4.18	4.38	5. KwaZulu-Natal	6.56	7.35	6. Northern Cape	6.90	9.13	6. Free State	11.11	13.76
7. Northern Cape	4.26	4.89	7. Limpopo	1.80	2.01	7. Mpumalanga	4.48	4.55	7. Northern Cape	6.53	7.36	7. Gauteng	7.86	9.40	7. North West	11.23	14.25
8. Mpumalanga	4.54	5.25	9. Free State	1.80	2.13	8. Eastern Cape	4.05	4.58	8. Eastern Cape	6.50	7.57	8. Mpumalanga	7.50	9.58	8. Mpumalanga	12.42	15.09
9. Limpopo	4.79	5.60	9. Mpumalanga	1.73	2.15	9. Limpopo	4.19	4.68	9. Mpumalanga	7.44	7.93	9. KwaZulu-Natal	7.75	9.95	9. Limpopo	12.53	15.84

What are Financial Affluence Segments (FAS)?

Experian's consumer segmentation framework that categorises the South African consumer base into 6 Macro- and 30 Micro-segments.

FAS Group 1: Luxury Living (2.5% of the credit-active population) - Affluent individuals representing the upper crust of South African society with the financial freedom to afford expensive homes and cars.

FAS Group 2: Aspirational Achievers (9.3% of the credit-active population) - Young and middle-aged professionals with the resources to afford a high level of living while furthering their careers, buying property and establishing families.

FAS Group 3: Stable Spenders (7.2% of the credit-active population) - Young adults with that rely on financial products to assist in making ends meet or to afford specific necessities such as clothing and school fees, or seasonal luxuries.

FAS Group 4: Money-Conscious Majority (40.0% of the credit-active population) - Older citizens that are conscious of where and how they spend their money; often seeking out financial products to cover basic needs or for unforeseen expenses.

FAS Group 5: Laboured Living (24.6% of the credit-active population) - Financially limited individuals as salaries are below national tax thresholds, they spend their money on basic living necessities such as food and shelter.

FAS Group 6: Yearning Youth (16.4% of the credit-active population) - Very young citizens that are new to the workforce; this mix of labourers and possibly working students earn low salaries and are limited to spending on non-essential goods.

To find out how the CDIx report can help you obtain new levels of market insights, contact us at ConsumerInsights@Experian.com

[Contact Us](#)