



Absa Bank Kenya PLC

The Board of Directors of Absa Bank Kenya PLC is pleased to announce the unaudited group results for the period ended 31 March 2021

	Bank			Group		
	March 2020 Shs '000 Unaudited	December 2020 Shs '000 Audited	March 2021 Shs '000 March	March 2020 Shs '000 Unaudited	December 2020 Shs '000 Audited	March 2021 Shs '000 Unaudited
I Statement of financial position						
A Assets						
1 Cash balances (both local and foreign)	6,017,150	5,829,269	6,038,429	6,017,150	5,829,269	6,038,429
2 Balances due from Central Bank of Kenya	16,307,091	12,430,538	9,727,440	16,307,091	12,430,538	9,727,440
3 Kenya Government and other securities held for dealing purposes	43,114,786	36,375,211	44,182,908	43,114,786	36,375,211	44,182,908
4 Financial Assets at fair value through profit and loss	-	-	-	-	-	-
5 Investment Securities:	-	-	-	-	-	-
a) Held to Maturity:	-	-	-	-	-	-
a. Kenya Government securities	-	-	-	-	-	-
b. Other securities	-	-	-	-	-	-
b) Fair value through other comprehensive income (FVOCI)	81,850,333	89,164,217	82,129,680	82,267,415	89,681,995	82,557,903
a. Kenya Government securities	81,850,333	89,164,217	82,129,680	82,267,415	89,681,995	82,557,903
b. Other securities	-	-	-	-	-	-
6 Deposits and balances due from local banking Institutions	525,750	2,718,500	1,500,000	525,750	2,718,500	1,500,000
7 Deposits and balances due from banking Institutions abroad	1,526,623	2,929,648	1,340,063	1,526,623	2,929,648	1,340,063
8 Tax recoverable	-	773,099	-	-	993,112	-
9 Loans and advances to customers(net)	202,959,640	208,854,694	218,265,767	202,959,640	208,854,694	218,265,767
10 Balances due from banking institutions in the group	13,139,854	2,933,836	3,769,442	12,648,041	2,675,696	3,769,442
11 Investment in Associates	-	-	-	-	-	-
12 Investment in Subsidiary Companies	372,761	427,751	427,751	-	-	-
13 Investment in joint Ventures	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-
15 Property and equipment	3,349,411	2,855,402	2,853,543	3,349,609	2,855,555	2,854,058
16 Prepaid Operating Rental Leases	35,299	34,236	34,236	35,299	34,236	34,236
17 Intangible assets	453,966	342,673	242,658	532,486	414,449	310,748
18 Deferred Tax	2,928,757	3,141,054	3,785,649	2,964,893	3,187,961	3,836,533
19 Retirement Benefit Asset	-	71,668	68,605	-	71,668	68,605
20 Other assets	9,111,535	9,053,976	9,702,252	9,271,976	10,388,144	9,602,201
21 Total asset	381,692,956	377,935,772	384,068,423	381,520,759	379,440,676	384,088,333
B Liabilities						
22 Balances due to Central Bank of Kenya	-	-	-	-	-	-
23 Customers' deposits	239,406,298	253,630,105	258,633,865	238,713,526	253,630,105	257,071,483
24 Deposits and balances due to Banking institutions (Local)	2,766,843	3,844,866	4,092,536	2,766,843	3,844,866	4,092,536
25 Deposits and balances due to Banking institutions (Foreign)	2,129,849	230,900	1,897,056	2,129,849	230,900	1,897,056
26 Other money market deposits	-	-	-	-	-	-
27 Borrowed funds	-	-	-	-	-	-
28 Balances due to banking institutions in the group	74,619,285	58,277,071	53,628,013	73,846,688	58,240,341	53,628,013
29 Tax payable	431,564	-	708,326	350,773	-	550,916
30 Dividends payable	4,888,382	-	-	4,888,382	-	-
31 Deferred tax liability	-	-	-	-	-	-
32 Retirement benefit liability	5,126	-	-	5,126	-	-
33 Other liabilities	16,388,249	16,983,547	18,126,141	16,533,186	16,990,525	18,191,699
34 Total liabilities	340,635,596	332,966,489	337,085,937	339,234,373	332,936,737	335,431,703
C Shareholders' funds						
35 Paid up/Assigned capital	2,715,768	2,715,768	2,715,768	2,715,768	2,715,768	2,715,768
36 Share premium/(discount)	-	-	-	-	-	-
37 Revaluation reserves	305,421	1,071,236	808,417	306,767	1,081,930	820,575
38 Retained earnings/(Accumulated losses)	37,823,328	40,999,674	43,281,614	39,051,008	42,523,636	44,943,600
39 Statutory loan loss reserve	-	-	-	-	-	-
40 Other reserves	212,843	182,605	176,688	212,843	182,605	176,688
41 Proposed dividend	-	-	-	-	-	-
42 Capital grants	-	-	-	-	-	-
43 Total shareholders' funds	41,057,360	44,969,283	46,982,487	42,286,386	46,503,939	48,656,631
44 Minority interest	-	-	-	-	-	-
45 Total liabilities and total shareholders funds	381,692,956	377,935,772	384,068,424	381,520,759	379,440,676	384,088,334
II Statement of comprehensive income						
1.0 Interest income						
1.1 Loans and advances to customers	5,468,471	22,303,047	5,542,005	5,468,471	22,303,047	5,542,005
1.2 Government securities	2,072,110	8,924,100	2,032,097	2,082,473	8,970,618	2,044,265
1.3 Deposits and placements with banking institutions	69,357	166,428	11,954	69,357	166,428	12,499
1.4 Other interest income	-	-	-	-	-	-
1.5 Total interest income	7,609,938	31,393,575	7,586,056	7,620,301	31,440,093	7,598,769
2.0 Interest expenses						
2.1 Customer deposits	1,538,216	6,038,015	1,451,183	1,528,850	5,984,154	1,431,788
2.2 Deposits and placements with banking institutions	411,369	1,892,645	169,285	411,369	1,892,644	169,285
2.3 Other interest expenses	47,552	182,041	33,729	47,552	182,041	33,937
2.4 Total interest expenses	1,997,137	8,112,701	1,654,197	1,987,771	8,058,839	1,635,010
3.0 Net interest income	5,612,801	23,280,874	5,931,859	5,632,530	23,381,254	5,963,759
4.0 Non - interest income						
4.1 Fees and commissions income on loans & advances	390,703	1,257,897	447,972	390,703	1,257,897	447,972
4.2 Other fees and commissions	902,201	3,414,733	923,578	1,125,756	4,259,828	1,180,441
4.3 Foreign exchange trading income	1,143,129	4,447,966	933,057	1,143,129	4,447,966	933,057
4.4 Dividend income	-	-	-	-	-	-
4.5 Other income	313,056	1,184,513	294,100	309,315	1,174,613	290,359
4.6 Total non-interest income	2,749,089	10,305,109	2,598,707	2,968,903	11,140,304	2,851,829
5.0 Total operating income	8,361,890	33,585,983	8,530,566	8,601,433	34,521,558	8,815,588
6.0 Operating expenses						
6.1 Loan loss provision	1,114,502	9,026,783	1,393,246	1,115,689	9,026,772	1,393,890
6.2 Staff costs	2,431,687	9,455,599	2,228,580	2,491,078	9,761,649	2,301,777
6.3 Directors emoluments	45,013	223,980	48,485	47,241	234,214	51,086
6.4 Rental charge	23,734	124,499	8,473	23,734	124,499	8,473
6.5 Depreciation on property and equipment	263,810	987,433	211,765	263,826	987,494	212,559
6.6 Amortisation charges	99,731	313,771	25,050	102,046	323,605	28,032
6.7 Other operating expenses	1,113,559	5,154,058	1,403,099	1,127,552	5,215,105	1,411,906
6.8 Total operating expenses	5,092,036	25,286,123	5,318,698	5,171,166	25,673,338	5,407,723
7.0 Profit before tax and exceptional items	3,269,854	8,299,860	3,211,868	3,430,267	8,848,220	3,407,865
8.0 Exceptional items	552,056	3,201,219	-	552,056	3,201,987	-
9.0 Profit after exceptional items	2,717,798	5,098,641	3,211,868	2,878,211	5,646,233	3,407,865
10 Current tax	(728,269)	(1,757,727)	(1,461,888)	(775,159)	(1,910,289)	(1,524,490)
11 Deferred tax	(155,942)	402,530	531,959	(147,184)	426,065	536,589
12 Profit after tax and exceptional items	1,833,587	3,743,444	2,281,939	1,955,868	4,162,009	2,419,964
13 Other comprehensive income						
13.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	-	-
13.2 Fair value changes in FVOCI financial assets	42,704	1,136,914	(375,456)	36,457	1,144,020	(373,364)
13.3 Revaluation surplus on property, plant and equipment	-	-	-	-	-	-
13.4 Share of other comprehensive income of associates	-	-	-	-	-	-
13.5 Income tax relating to components of other comprehensive income	(12,811)	(341,205)	112,637	(10,937)	(343,337)	112,009
14 Other Comprehensive Income for the year net of tax	29,893	795,709	(262,819)	25,520	800,683	(261,355)
15 Total comprehensive income for the year	1,863,480	4,539,153	2,019,120	1,981,388	4,962,692	2,158,609
Earnings per share (Shs)	0.34	0.69	0.42	0.36	0.77	0.45
Dividends per share (Shs)	-	-	-	-	-	-

III OTHER DISCLOSURES

1) Non-performing loans and advances

a) Gross non-performing loans and advances	17,334,399	17,099,144	17,267,408
b) Less: Interest in suspense	2,378,272	2,432,972	2,418,021
c) Total non performing loans and advances	14,956,127	14,666,172	14,849,387
d) Less: loan loss provisions	8,794,546	9,722,309	10,248,992
e) Net non performing loans(c-d)	6,161,581	4,943,863	4,600,395
f) Discounted value of securities	2,097,740	3,651,088	3,521,803
g) Net NPLs (Excess) / Exposure (e-f)	4,063,841	1,292,775	1,078,592

2) Insider loans and advances

a) Directors ,shareholders and associates	38,796	37,019	36,371
b) Employees	10,264,813	10,053,555	9,769,404
c) Total insider loans and advances	10,303,609	10,090,574	9,805,775
3) Off Balance sheet items	-	-	-
a) Letters of credit ,guarantees, acceptances	22,428,834	32,065,910	43,882,881
b) Forwards, swaps and options	105,254,274	93,379,388	85,958,439
c) Other contingent liabilities	-	-	-
Total contingent liabilities	127,683,108	125,445,298	129,841,320

4) Capital Strength

a) Core capital	39,622,302	43,715,442	44,856,413
b) Minimum statutory capital	1,000,000	1,000,000	1,000,000
c) Excess/(Deficiency)	38,622,302	42,715,442	43,856,413
d) Supplementary capital	7,886,246	8,193,742	8,212,501
e) Total capital	47,508,548	51,909,183	53,068,914
f) Total risk weighted assets	288,089,488	297,314,183	311,724,625
g) Core capital/total deposit liabilities	16.6%	17.3%	17.5%
h) Minimum statutory ratio	8.0%	8.0%	8.0%
i) Excess/(Deficiency)	8.6%	9.3%	9.5%
j) Core capital/total risk weighted assets	13.8%	14.7%	14.4%
k) Minimum statutory ratio	10.5%	10.5%	10.5%
l) Excess/(Deficiency)	3.3%	4.2%	3.9%
m) Total capital / total risk weighted assets	16.5%	17.5%	17.0%
n) Minimum statutory ratio	14.5%	14.5%	14.5%
o) Excess/(Deficiency)	2.0%	3.0%	2.5%
p) Adjusted Core Capital/Total Deposit Liabilities*	17.0%	17.5%	17.7%
q) Adjusted Core Capital/Total Risk Weighted Assets*	14.0%	14.5%	14.5%
r) Adjusted Total Capital/Total Risk Weighted Assets*	16.7%	17.6%	17.1%
5) Liquidity			
a) Liquidity ratio	37.9%	38.7%	38.3%
b) Minimum statutory ratio	20.0%	20.0%	20.0%
c) Excess / (Deficiency)	17.9%	18.7%	18.3%

Message from the Directors:

These financial statements are extracts from the books of the institution and can be accessed on the institution's website www.absabank.co.ke. They may also be accessed at the institution's head office at Absa Headquarters, Waiyaki Way.

They were approved by the board on Thursday 20 May, 2021 and signed on its behalf by:

Charles Muchene
Chairman

Jeremy Awori
Managing Director



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