



# 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 30 June 2024

	Bank				Group			
	June 2023	December 2023	March 2024	June 2024	June 2023	December 2023	March 2024	June 2024
	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000
	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited
<b>I Statement of financial position</b>								
<b>A Assets</b>								
1 Cash balances (both local and foreign)	8,429,922	12,692,202	7,534,115	6,922,190	8,429,922	12,692,202	7,534,115	6,922,190
2 Balances due from Central Bank of Kenya	13,404,820	16,906,714	16,816,547	13,406,433	13,404,820	16,906,714	16,816,547	13,406,433
3 Kenya Government and other securities held for dealing purposes	35,271,586	20,446,444	17,123,550	31,589,063	35,271,586	20,446,444	17,123,550	31,589,063
4 Financial assets at fair value through profit and loss	-	-	-	-	-	-	-	-
5 Investment Securities:	-	-	-	-	-	-	-	-
a) Held to Maturity:	-	1,062,014	1,018,705	1,061,136	-	1,062,014	1,018,705	1,061,136
a. Kenya Government securities	-	1,062,014	1,018,705	1,061,136	-	1,062,014	1,018,705	1,061,136
b. Other securities	-	-	-	-	-	-	-	-
b) Fair value through other comprehensive income (FVOCI)	80,359,746	73,273,648	67,252,130	62,334,299	80,732,814	73,644,453	67,589,141	62,685,393
a. Kenya Government securities	80,359,746	73,273,648	67,252,130	62,334,299	80,732,814	73,644,453	67,589,141	62,685,393
b. Other securities	-	-	-	-	-	-	-	-
6 Deposits and balances due from local banking Institutions	3,992,100	329,506	1,850,268	7,198,162	3,992,100	329,506	1,850,268	7,198,162
7 Deposits and balances due from banking Institutions abroad	2,200,293	1,391,125	6,882,995	6,750,798	2,200,293	1,391,125	6,882,995	6,750,798
8 Tax recoverable	-	-	-	-	-	-	-	157,839
9 Loans and advances to customers(net)	317,946,670	335,713,679	326,839,332	316,370,228	317,946,670	335,713,679	326,839,332	316,370,228
10 Balances due from banking institutions in the group	13,963,927	27,204,622	24,512,836	11,071,060	13,963,927	27,204,622	24,512,836	11,071,060
11 Investment in Associates	-	-	-	-	-	-	-	-
12 Investment in Subsidiary Companies	462,751	462,751	462,751	462,751	-	-	-	-
13 Investment in joint Ventures	-	-	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-	-	-
15 Property and equipment	2,510,700	3,329,327	3,206,475	3,138,131	2,507,817	3,331,898	3,209,003	3,141,698
16 Prepaid operating rental leases	31,590	31,056	30,792	30,528	31,590	31,056	30,792	30,528
17 Intangible assets	495,653	658,914	821,444	841,203	548,155	702,881	862,622	894,906
18 Deferred Tax	6,876,652	8,631,927	8,481,661	9,022,540	6,981,604	8,724,454	8,574,238	9,112,986
19 Retirement benefit asset	3,740	-	-	-	3,740	-	-	-
20 Other assets	18,139,057	18,167,109	15,284,079	11,625,711	17,723,948	17,614,460	14,831,864	11,028,391
<b>21 Total asset</b>	<b>504,089,207</b>	<b>520,301,038</b>	<b>498,117,680</b>	<b>481,824,233</b>	<b>503,738,986</b>	<b>519,795,508</b>	<b>497,676,008</b>	<b>481,420,811</b>
<b>B Liabilities</b>								
22 Balances due to Central Bank of Kenya	-	13,047,459	2,500,000	-	-	13,047,459	2,500,000	-
23 Customers' deposits	336,078,746	366,903,302	359,455,862	358,057,087	332,599,693	362,749,279	354,961,690	353,336,929
24 Deposits and balances due to banking institutions (local)	9,736,639	10,935,164	8,009,159	10,258,873	9,736,639	10,935,164	8,009,159	10,258,873
25 Deposits and balances due to banking institutions (foreign)	1,627,365	749,867	539,610	523,476	1,627,365	749,867	539,610	523,476
26 Other money market deposits	-	-	-	-	-	-	-	-
27 Borrowed funds	4,202,591	4,294,626	3,921,904	3,770,563	4,202,591	4,294,626	3,921,904	3,770,563
28 Balances due to banking institutions in the group	68,590,108	36,053,423	28,101,529	21,016,532	68,590,108	36,053,423	28,101,529	21,016,532
29 Tax payable	269,486	792,600	2,962,408	108,171	6,963	589,397	2,854,837	-
30 Dividends payable	1,086,307	-	-	1,086,307	1,086,307	-	-	1,086,307
31 Deferred tax liability	-	-	-	-	-	-	-	-
32 Retirement benefit liability	-	-	7,536	1	-	-	7,536	1
33 Other liabilities	22,109,275	22,100,236	21,711,484	18,363,565	22,148,659	22,181,083	21,756,351	18,402,837
<b>34 Total liabilities</b>	<b>443,700,517</b>	<b>454,876,677</b>	<b>427,209,492</b>	<b>413,184,575</b>	<b>439,998,325</b>	<b>450,600,298</b>	<b>422,652,616</b>	<b>408,395,518</b>
<b>C Shareholders' Funds</b>								
35 Paid up/Assigned capital	2,715,768	2,715,768	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	(2,011,709)	(4,721,011)	(4,878,151)	(3,184,943)	(2,046,499)	(4,757,700)	(4,926,949)	(3,231,745)
38 Retained earnings/(Accumulated losses)	59,513,564	59,830,614	65,421,577	68,793,211	62,900,325	63,638,152	69,585,579	73,225,648
39 Statutory loan loss reserve	-	-	-	-	-	-	-	-
40 Other reserves	171,067	266,416	316,420	315,622	171,067	266,416	316,420	315,622
41 Proposed dividend	-	7,332,574	7,332,574	-	-	7,332,574	7,332,574	-
42 Capital grants	-	-	-	-	-	-	-	-
<b>43 Total shareholders' funds</b>	<b>60,388,690</b>	<b>65,424,361</b>	<b>70,908,188</b>	<b>68,639,658</b>	<b>63,740,661</b>	<b>69,195,210</b>	<b>75,023,392</b>	<b>73,025,293</b>
44 Minority Interest	-	-	-	-	-	-	-	-
<b>45 Total liabilities and total shareholders funds</b>	<b>504,089,207</b>	<b>520,301,038</b>	<b>498,117,680</b>	<b>481,824,233</b>	<b>503,738,986</b>	<b>519,795,508</b>	<b>497,676,008</b>	<b>481,420,811</b>
<b>II Statement of comprehensive income</b>								
<b>1.0 Interest income</b>								
1.1 Loans and advances to customers	20,210,699	44,252,616	13,474,112	27,354,896	20,210,699	44,252,616	13,474,112	27,354,896
1.2 Government securities	4,692,016	9,133,662	12,888,535	4,287,228	4,714,239	9,178,475	2,199,708	4,309,573
1.3 Deposits and placements with banking institutions	308,137	832,141	574,220	959,306	308,137	832,141	574,220	959,306
1.4 Other interest income	-	-	-	-	-	-	-	-
<b>1.5 Total interest income</b>	<b>25,210,852</b>	<b>54,218,419</b>	<b>16,236,867</b>	<b>32,601,430</b>	<b>25,233,075</b>	<b>54,263,232</b>	<b>16,248,040</b>	<b>32,623,775</b>
<b>2.0 Interest expenses</b>								
2.1 Customer deposits	4,747,773	12,126,927	4,360,516	9,087,450	4,655,451	11,876,693	4,248,256	8,842,515
2.2 Deposits and placements with banking institutions	1,293,038	2,171,427	547,586	645,291	1,293,038	2,171,427	547,586	645,291
2.3 Other interest expenses	59,932	171,327	66,389	131,015	59,932	171,327	66,389	131,015
<b>2.4 Total interest expenses</b>	<b>6,100,743</b>	<b>14,469,681</b>	<b>4,974,491</b>	<b>9,863,756</b>	<b>6,008,421</b>	<b>14,219,447</b>	<b>4,862,231</b>	<b>9,618,821</b>
<b>3.0 Net interest income</b>	<b>19,110,109</b>	<b>39,748,738</b>	<b>11,262,376</b>	<b>22,737,674</b>	<b>19,224,654</b>	<b>40,043,785</b>	<b>11,385,809</b>	<b>23,004,954</b>
<b>4.0 Non - interest income</b>								
4.1 Fees and commissions income on loans & advances	697,669	1,543,039	408,463	713,713	697,669	1,543,039	408,463	713,713
4.2 Other fees and commissions	2,138,243	4,284,765	1,113,064	2,167,252	2,985,691	5,776,844	1,589,410	2,977,252
4.3 Foreign exchange trading income	3,764,153	6,510,041	2,149,245	3,653,120	3,764,150	6,510,005	2,149,313	3,653,194
4.4 Dividend income	-	-	-	-	-	-	-	-
4.5 Other income	700,338	715,564	935,895	1,489,943	691,321	697,630	931,403	1,480,961
<b>4.6 Total non-interest income</b>	<b>7,300,403</b>	<b>13,053,409</b>	<b>4,606,667</b>	<b>8,024,028</b>	<b>8,138,831</b>	<b>14,527,518</b>	<b>5,078,589</b>	<b>8,825,120</b>
<b>5.0 Total operating income</b>	<b>26,410,512</b>	<b>52,802,147</b>	<b>15,869,043</b>	<b>30,761,702</b>	<b>27,363,485</b>	<b>54,571,303</b>	<b>16,464,398</b>	<b>31,830,074</b>
<b>6.0 Operating expenses</b>								
6.1 Loan loss provision	5,155,341	9,244,514	2,404,122	5,169,772	5,155,422	9,244,453	2,404,111	5,169,719
6.2 Staff costs	5,491,453	11,484,234	2,933,738	6,060,584	5,602,308	11,725,426	2,988,254	6,167,518
6.3 Directors emoluments	87,780	187,249	45,940	108,388	92,389	196,468	48,245	113,830
6.4 Rental charge	59,596	127,400	19,911	30,472	59,799	127,801	20,026	30,703
6.5 Depreciation on property and equipment	420,051	850,732	227,714	457,166	420,194	851,035	227,879	457,514
6.6 Amortisation charges	58,369	127,426	41,717	89,445	63,947	138,583	44,506	95,161
6.7 Other operating expenses	3,861,362	8,520,836	2,222,246	4,458,225	3,898,186	8,609,446	2,251,916	4,521,162
<b>6.8 Total operating expenses</b>	<b>15,133,952</b>	<b>30,542,391</b>	<b>7,895,388</b>	<b>16,374,052</b>	<b>15,292,245</b>	<b>30,893,212</b>	<b>7,984,937</b>	<b>16,555,607</b>
<b>7.0 Profit before tax and exceptional items</b>	<b>11,276,560</b>	<b>22,259,756</b>	<b>7,973,655</b>	<b>14,387,650</b>	<b>12,071,240</b>	<b>23,678,091</b>	<b>8,479,461</b>	<b>15,274,467</b>
<b>8.0 Exceptional items</b>								
9.0 Profit after exceptional items	11,276,560	22,259,756	7,973,655	14,387,650	12,071,240	23,678,091	8,479,461	15,274,467
10 Current tax	(4,383,550)	(8,338,018)	(2,168,341)	(4,979,948)	(4,614,801)	(8,758,969)	(2,312,547)	(5,235,471)
11 Deferred tax	842,090	1,454,737	(214,351)	676,562	848,737	1,448,207	(219,487)	670,168
<b>12 Profit after tax and exceptional items</b>	<b>7,735,100</b>	<b>15,376,475</b>	<b>5,590,963</b>	<b>10,084,264</b>	<b>8,305,176</b>	<b>16,367,329</b>	<b>5,947,427</b>	<b>10,709,164</b>
<b>13 Other comprehensive income</b>								
13.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	-	-	-	-
13.2 Fair value changes in FVOCI financial assets	(667,581)	(4,488,127)	(213,616)	1,003,680	(695,896)	(4,518,950)	(230,901)	989,307
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	200,274	1,346,438	64,085	(301,104)	208,769	1,355,685	69,270	(296,792)
<b>14 Other comprehensive income for the year net of tax</b>	<b>(467,307)</b>	<b>(3,141,689)</b>	<b>(149,531)</b>	<b>702,576</b>	<b>(487,127)</b>	<b>(3,163,265)</b>	<b>(161,631)</b>	<b>692,515</b>
<b>15 Total comprehensive income for the year</b>	<b>7,267,793</b>	<b>12,234,786</b>	<b>5,441,432</b>	<b>10,786,840</b>	<b>7,818,049</b>	<b>13,204,064</b>	<b>5,785,796</b>	<b>11,401,679</b>
Earnings per Share (Shs)	1.42	2.83	1.03	1.86	1.53	3.01	1.09	1.97
Dividends per share (Shs)	0.20	1.55	-	0.20	0.20	1.55	-	0.20

	Bank			
	June 2023 Shs '000 Unaudited	December 2023 Shs '000 Audited	March 2024 Shs '000 Unaudited	June 2024 Shs '000 Unaudited
III Other disclosures				
1) Non-performing loans and advances				
a) Gross non-performing loans and advances	32,179,930	35,254,674	38,822,046	39,396,807
b) Less: Interest in suspense	4,648,699	5,831,630	6,128,131	6,692,507
c) Total non performing loans and advances	27,531,231	29,423,044	32,693,915	32,704,300
d) Less: loan loss provisions	17,669,239	17,373,643	18,060,133	19,982,060
e) Net non performing loans(c-d)	9,861,992	12,049,401	14,633,782	12,722,240
f) Discounted value of securities	7,700,786	9,297,549	10,705,598	9,620,049
g) Net NPLs (Excess)/Exposure (e-f)	2,161,206	2,751,852	3,928,184	3,102,191
2) Insider loans and advances				
a) Directors, shareholders and associates	58,995	55,981	53,437	50,802
b) Employees	10,288,808	10,372,279	10,462,970	10,508,054
c) Total insider loans and advances	10,347,803	10,428,260	10,516,407	10,558,856
3) Off Balance sheet items				
a) Letters of credit, guarantees, acceptances	54,162,125	54,293,768	61,647,537	115,941,305
b) Forwards, swaps and options	148,689,765	103,427,258	102,743,088	89,426,481
c) Other contingent liabilities	-	-	-	-
d) Total Contingent liabilities	202,851,890	157,721,026	164,390,625	205,367,786
4) Capital Strength				
a) Core capital	57,321,310	60,169,095	63,394,389	64,090,991
b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess/(Deficiency)	56,321,310	59,169,095	62,394,389	63,090,991
d) Supplementary capital	17,659,767	19,729,013	16,523,153	16,237,205
e) Total capital	74,981,077	79,898,108	79,917,542	80,328,196
f) Total risk weighted assets	424,761,594	442,484,634	445,703,424	432,544,004
g) Core capital/total deposit liabilities	17.3%	16.7%	18.0%	18.3%
h) Minimum statutory ratio	8.0%	8.0%	8.0%	8.0%
i) Excess/(Deficiency)	9.3%	8.7%	10.0%	10.3%
j) Core capital/total risk weighted assets	13.5%	13.6%	14.2%	14.8%
k) Minimum statutory ratio	10.5%	10.5%	10.5%	10.5%
l) Excess/(Deficiency)	3.0%	3.1%	3.7%	4.3%
m) Total capital/total risk weighted assets	17.7%	18.1%	17.9%	18.6%
n) Minimum statutory ratio	14.5%	14.5%	14.5%	14.5%
o) Excess/(Deficiency)	3.2%	3.6%	3.4%	4.1%
p) Adjusted Core Capital/Total Deposit Liabilities*	-	-	-	-
q) Adjusted Core Capital/Total Risk Weighted Assets*	-	-	-	-
r) Adjusted Total Capital/Total Risk Weighted Assets*	-	-	-	-
5 Liquidity				
a) Liquidity ratio	28.7%	31.1%	33.5%	35.2%
b) Minimum statutory ratio	20.0%	20.0%	20.0%	20.0%
c) Excess/(Deficiency)	8.7%	11.1%	13.5%	15.2%