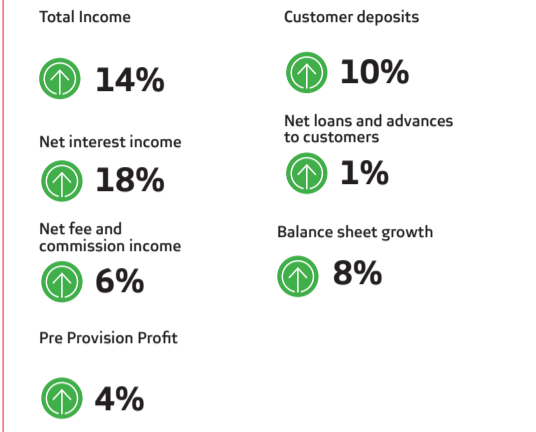


Absa Bank Botswana Limited

Condensed results of the audited consolidated financial statements
For the year ended 31 December 2023

Your story matters 



Operating environment

Global and Sub-Saharan Africa outlook

Economic activity across the global economy was highly divergent to the past year with stronger than expected resilience in the United States and many emerging-market economies. However, this was offset by a slowdown in most European countries. The International Monetary Fund (IMF) estimates global growth to be 3.1% in 2023 and projects it to remain at 3.1% in 2024, before rising modestly to 3.2% in 2025.

Global headline and core inflation have continued to decline from 2022 peaks as global headline inflation is expected to fall to 5.8% in 2024 and to 4.4% in 2025 (IMF). Near-term inflation expectations have fallen in major economies, with long-term expectations remaining anchored.

The medium-term outlook for African economies appears more upbeat, but headwinds could still derail the recovery. The latest IMF projections show that growth in Sub-Saharan Africa will rise from an estimated 3.3% in 2023 to 3.8% in 2024 and 4.1% in 2025.

Local economic outlook

The momentum of Botswana's growth recovery has slowed against heightened uncertainty about the health of the global economy. Against this backdrop, the domestic economy grew by 3.9% in 2021 and 5.8% in 2022 but slowed down in 2023 due to difficult trading conditions in partner countries. After strong demand in 2021 and

2022, global rough diamond demand fell significantly in 2023. The United States of America's retail sales of polished diamonds remained under severe pressure as consumers struggled with tight monetary policy while China's sluggish depressed demand. India's diamond sector called for a voluntary import freeze of rough diamonds from 15 October to 15 December 2023.

On a positive note, economic activity was supported by government interventions to facilitate productive capacity, accelerate structural transformation and an expansive Transitional National Development Plan (TNDP) in 2023.

Based on the overall economic performance and key indicators, we have lowered our projected economic growth rate for 2023 to 3.2%.

Inflation and monetary policy

Consumer inflation decelerated to 3.5% by December 2023 from 12.4% a year earlier. The low inflation was as a result of base effects associated with upward adjustment of administered prices in 2022, subdued domestic demand, reduction in domestic fuel prices, the decrease in trading partner countries' inflation, higher appreciation of the Pula against the South African rand and the restrained growth in food prices. Overall, inflation averaged 5.2% in 2023, significantly lower than 12.1% in 2022.

On the monetary policy front, the Central Bank cut the policy rate by 25 basis points to 2.4% in December 2023. For the move, the authorities cited well-anchored inflation expectations, a weak domestic and global economic backdrop and expectations of inflation remaining within target over the medium term.

Condensed Consolidated Statement of Comprehensive Income

For the year 31 December 2023

	31 December 2023	31 December 2022	% Change
Effective interest income	2,034,539	1,628,059	25%
Effective interest expense	(634,105)	(441,302)	44%
Net interest income	1,400,434	1,186,757	18%
Fee and commission income*	576,603	513,978	12%
Net fee and commission expense*	(99,737)	(63,767)	56%
Net fee and commission income	476,866	450,211	6%
Net trading and investing income	216,633	213,580	1%
Other income	21,563	7,465	188%
Total income	2,115,496	1,858,033	14%
Expected credit losses/ Impairment losses	(76,560)	(10,422)	635%
Net operation income	2,038,936	1,847,611	10%
Staff costs*	(633,862)	(485,974)	30%
Infrastructure costs	(183,138)	(183,210)	12%
Administration and general expenses*	(391,300)	(335,734)	17%
Operating expenses	(1,208,295)	(984,918)	23%
Profit before tax	830,641	862,699	-4%
Taxation	(206,071)	(203,814)	1%
Profit for the year	624,570	658,879	-5%
Other comprehensive income (OCI)			
Items that are or may be reclassified subsequently to profit or loss:			
FVOCI/ Available for sale financial assets			
Net gain/(loss) on FVOCI/ Available for sale financial assets during the year	25,578	(5,728)	-547%
Deferred tax	(5,628)	1,260	-547%
Net gain/(loss) on FVOCI/ Available for sale financial assets during the year	19,950	(4,468)	-547%
Total other comprehensive income for the year, net of tax	19,950	(4,468)	-547%
Total comprehensive income for the year, net of tax	644,520	654,411	-2%
Earnings per share			
Basic and diluted (thebe per share)	73.29	77.32	-5%

Financial performance

The Bank's financial performance has remained resolute and achieved a double-digit growth on its top line. Cost saw a slight upward movement, driven by investment in various areas of the business including human capital and infrastructure required for enabling efficient business operations. This included the enhancement of the employee value proposition to retain top talent and critical skills. Additionally, in 2023 the Bank identified certain items stemming from prior period years that required correcting. These errors have been corrected by restating financial statements for both 2022 and 2023, as per the requirements of International Financial Reporting Standards (IFRS). The details of these corrections have been fully disclosed in our annual financial statements.

Statement of Comprehensive Income

Our top line performance remained solid with improved production momentum and thus our total income for 2023 grossed P2.1 billion plus which is a 14% growth year on year. Net interest income increased 18% year on year which is an aggregate of a rebounding 25% growth on gross interest income powered by improved portfolio performance and an increase in interest expense of 44% which is also a factor in the growth in the book as well as increased market rates for deposits.

Net fee and commission income posted solid performance with an aggregate growth of 6% year on year. This growth trajectory was propelled by concerted digitalization and innovative efforts which drove volumes and enhanced our customer propositions.

Expected credit losses registered an overall net charge of P76.5million in the current year which was borne out of stable portfolio performance in the Retail and Business Banking (RBB) book momentum as well as an improvement of collection and recoveries performance. The increase compared to the prior year, emanated from the absence of ECL releases due to COVID - Significant increase in Credit Risk Adjustments (CRA) thus now reflecting a normalized book performance.

Costs for the current year closed at P1.2 billion with a 23% growth relative to the prior period. In the current year, overall costs were impacted by the once-off restructuring cost of P92m. Furthermore, investment was made on technology platforms to achieve operation efficiencies and excellence and provide seamless exceptional service to our customers. These investments will continue to bolster the future long-term performance of the Bank in line with our strategic agenda of building long term sustainable operational efficiencies.

Profit before tax, excluding the once-off restructuring costs of BWP 91 million, has demonstrated robust growth with an increase of 7% while cost to income ratio for the reporting period stands at 58% compared to 59% in the prior period. Pre provision profit has improved by 4% compared to prior period, which continues to signify the positive trajectory of the business momentum despite the heightened costs in the current year.

Statement of financial position

The Bank continues to fortify its position as a pillar of financial stability and resilience, with a steadfast commitment to fostering sustainable growth and value creation. Our balance sheet remains robust and dynamic, characterized by prudent capital allocation and strategic asset deployment. Despite prevailing market uncertainties, we have achieved a commendable 8% growth in total statement of financial position.

Customer deposits surpassed the P18 billion mark in 2023 which is a 10% growth year on year. This growth emanated largely from the rebounding performance of customer deposits within our Corporate and Investment Banking (CIB) franchise driven by the leading client penetration and deepening strategies as well as portfolio diversity. This performance propelled the performance of CIB franchise in the current year.

In 2023, we made a deliberate strategic decision to optimize our loan book portfolio and protect our net interest margin by growing in pre-determined products and sectors. This led to customer loans and advances growth of 1%. This growth trajectory underscores our relentless pursuit of opportunities to support the financial aspirations of our clients while prudently managing credit risk exposures. Our RBB portfolio grew loans and advances by 4% in line with strategic agenda to support economic growth in that segment. Our Corporate and Investment Banking posted a stable and resilient asset momentum year on year in line with our dedicated ambition to provide bespoke customer solutions.

Capital and liquidity management

The Bank maintained strong liquidity levels with a liquid asset ratio of 18% for 2023, well above the regulatory minimum of 10%. The Bank closed the year with a solid capital position, our regulatory capital position stood at P3.4 billion representing a capital adequacy ratio of 18.6% post the declared final year dividend, this is against the current regulatory minimum limit of 12.5%. A final dividend of 44 thebe per share has been declared subject to regulatory approval.

Condensed Consolidated Statement of Financial Position

As at 31 December 2023

	31 December 2023	31 December 2022	31 December 2021	% Change
Assets				
Cash	753,276	668,813	640,880	13%
Balances at the Central Bank	1,147,632	70,604	515,501	1525%
Trading portfolio assets	191,177	80,791	84,961	137%
Derivative financial instruments	103,452	129,992	27,981	-20%
Financial assets at fair value through OCI	2,464,895	2,491,369	1,968,408	-1%
Loans and advances to banks	763,847	1,519,124	1,183,466	-50%
Due from related companies	2,025,897	896,035	1,698,453	126%
Loans and advances to customers	16,568,060	16,345,752	14,923,414	1%
Other receivables	280,715	385,244	102,356	52%
Property, plant and equipment	188,763	209,497	246,142	-10%
Intangible assets	485	1,161	2,273	-58%
Deferred tax assets	106,779	104,132	100,055	3%
Taxation refundable	9,766	14,900	1,445	100%
Total assets	24,604,744	22,717,414	21,494,634	8%
Equity and liabilities				
Liabilities				
Deposits from banks	427,521	902,902	793,730	-53%
Due to related companies	503,487	197,542	317,580	155%
Customer deposits	18,699,798	17,004,832	16,399,553	10%
Derivative financial instruments	96,404	115,113	43,151	-17%
Other payables	473,656	422,785	425,139	12%
Provisions	112,974	239,320	32,128	372%
Current tax payable	4,051	0	16,585	-100%
Debt securities issued	625,567	585,827	341,078	7%
Subordinated debt	625,487	612,976	593,443	2%
Total liabilities	21,568,581	19,866,007	18,962,337	9%
Shareholders' equity				
Statutory capital	17,108	17,108	17,108	0%
General risk reserves	126,989	126,864	133,842	0%
Fair value reserves	(7,404)	(27,354)	(22,887)	-73%
Share-based payment reserve	12,563	7,327	3,629	71%
Share capital reserve	2,060	2,060	2,060	0%
Retained earnings	2,884,847	2,795,402	2,398,545	6%
Total equity attributable to equity holders	3,036,163	2,851,407	2,532,297	6%
Total equity and liabilities	24,604,744	22,717,414	21,494,634	8%

Corporate and Investment Banking (CIB)

Corporate and Investment Banking's strategic focus on growth and emerging sectors has led to a 25% year on year growth performance for full year 2023. This emanates from the strong commitment to drive new revenue streams, enhance client value propositions, and the culture transformation that we are undertaking.

The business was actively involved in mining, energy and infrastructure development sectors which led to an increase in client base and an improvement in transactional activities. We remained committed to supporting national initiatives, especially in ensuring energy self-sufficiency. This commitment led the Bank to offer lending facilities to key clients and actively fund the sector's ecosystems through collaborative value chain financing.

Active participation in emerging commodities such as copper remains an area of key focus, to that end we brought industry players to share ideas and explore opportunities through a mining thought leadership event that we hosted. As part of our ESG strategy, we are consistently devoted to innovation in structured solutions with a focus on long term positive societal outcomes. One such outcome is the role that we play in facilitating the delivery of housing units under a collaborative project that will be completed in 2025.

Revenue diversification and meeting the needs of our clients are key areas of focus. During the year under review, we launched unsecured bad loans which enables Business Banking and Corporate Banking clients to participate in profits of national projects particularly those in the Infrastructure space. We also further deepened our participation in Muslim community following our launch of Islamic Banking in the prior year.

We continue to foster digital adoption through the embedment of our online platform, Absa Access online. The roadmap of our channel strategy had 2023 largely reserved for onboarding our clients on the platform with 2024 slated for building scale and enhancing its competitive digital capability which is guided by our understanding of clients' needs.

Our relevance to clients continues to be pivotal and is reflected in the multiple accolades that we received in 2023 through the Euromoney Cash Management Survey, these being: Market Leader Botswana, Market Leader Financial Services in Botswana, and Best Service Small companies in Botswana. From a Group perspective Absa was awarded best Transactional Bank at The Asian Banker Global, Middle East and Africa Awards 2023 demonstrating positive client disposition towards our overall Digital Channel offering.

The Global Markets Business delivered strong revenue growth year-on-year due to resilient and impressive performance from the sales and trading businesses, respectively. New client onboarding, reactivations, prudent risk-taking and execution of new and innovative products drove revenue growth. Our priority remains to drive thought leadership by leveraging the Absa Africa Financial Markets Index (AFMI) insights and to provide our clients with tailor-made risk management solutions to help them manage their foreign exchange risks, Interest rate and Commodity risks more effectively.

Going forward, our dedication to serve our clients and deliver relevant solutions in key strategic sectors is resolute. We remain focused on sustainable financing as evidenced by a structure that we have participated in with a potential to impact over 100 million lives by 2030.

Retail Banking

The Retail Bank's performance was resilient, with retail revenue playing a significant role in driving overall Bank performance. Our total revenue experienced a year-on-year growth of 4%, supported by a 3% increase in interest income and a 6% growth in non-interest income. Notably, customer deposits expanded by 11%, while loans and advances saw a 6% increase, reflecting the success of strategic initiatives aimed at fostering a savings culture amidst household income pressures. Our strategy to drive customer primacy has led to an 8% year on year growth in customer numbers.

These results are reflective of our customer centred approach and placing the needs of our clients at core of our strategy. To drive inclusive banking, we launched a market first payments solution - Absa Mobi Tap that allows entrepreneurs, merchants and Micro and Small Medium Enterprises to use their mobile phones in place of traditional Point-of-Sale (POS) devices to process contactless card transactions. This innovative solution won the Silver Award at the Oqorus Reinvention Awards for Innovation Excellence in the Middle East and Africa in the payments category. Our intent and commitment to ensure that our customers and clients enjoy a banking experience that makes things seamless is clear. We continued to invest in the digitization of key customer journeys. Our current and prospective customers have access to a digital onboarding platform which allows for quick and seamless account opening experience for both current and savings accounts.

We digitised our credit card offering enabling clients to activate their card, view their card details, freeze (or unfreeze) their cards, credit limit increases and decreases requests, view or reset their PIN on their banking application or on the internet banking platforms. Additionally, we added a Buy Now Pay Later capability our credit card empowering our customers choose when and how to pay by converting their single card purchases into monthly instalments making their purchases affordable. We further enhanced convenience to our clients through the launch of Absa Card Send to

enable our customers to send and receive money locally and internationally from other visa card holders with enabled banking partners.

Through these enhancements we recorded an 6% year on year growth in the number of customers utilizing our digital channels. Being mindful of the importance of safeguarding our clients' money, we introduced mobile in-app authentication, a major security update to digital platforms, which enables clients to bank more securely.

Looking ahead our focus will remain on being the primary partner for our clients through continued relentless execution on our customer centred strategy seeking to deliver client led innovative solutions. We will continue our journey of contributing to the growth and development of the communities that we serve and offering inclusive banking solutions at the back of the launched Absa Mobi Tap, Spark by Absa digital wallet and the continued digitization of our key processes.

Business Banking

Business Banking delivered a strong revenue performance posting a 23% growth due to the asset momentum in current year. Loans and advances to customers grew moderately by 2.9% mainly on the Trade portfolio while the deposits growth increased marginally by 0.5% on a year on year basis.

Our business growth was largely driven by corporate value chain in support of the Citizen Economic Empowerment program (KEEP) and government's focus on active citizen engagement in the economy (Economic Inclusion). Significant growth was also recorded in the agricultural portfolio. Business Banking was pivotal in driving the Bank's active force for good strategic pillar through partnering with entities such as Local Enterprise Authority (LEA), Botswana Unified Revenue Services (BURS), Companies and Intellectual Property Authority (CIPA) and Tokfalala to deliver a total of 1617 trainings to the Small, Micro and Medium Enterprises (SMMEs).

We signed two Memoranda of Understanding (MOUs) one with the Ministry of Entrepreneurship to collaborate on developing and enhancing the capacity of SMMEs customers, and another with Botswana Oil to engage in their Citizen Economic Empowerment Program.

Furthermore, in driving a digitally powered business more than 1000 customers were onboarded onto the digital channels, and this increased the utilisation to 73% compared to 50% in the previous year.

In our continued efforts to support the country to achieve food security and become self-reliant we engaged in various activities by sponsoring and participating in the major agricultural events across the country notably the Ghanzi Show, Mookane Agric field day, Sandveld farmers association field day, Pandamatenga Agric Show, Voorlig, Trifecta Small Stock Auction sale and being the main sponsor for National Agricultural Show.

We actively delivered enhanced experience to our customers as evidenced by improvement in the customer experience score, which underscores our commitment to address the key themes raised by customers.

Condensed Consolidated Statement of Changes In Equity

For the year 31 December 2023

	Stated capital P'000	General reserve P'000	FVOCI investment revaluation reserve P'000	Share-based payment reserve P'000	Retained earnings P'000	Share capital attributable to shareholders P'000	Total equity P'000
Opening balance as previously reported	17,108	133,842	(22,306)	3,629	2,435,073	2,060	2,569,406
Prior period error	-	-	(581)	-	(36,528)	-	(37,109)
Restated* Balance at 01 January 2022*	17,108	133,842	(22,887)	3,629	2,398,545	2,060	2,532,297
Profit for the period	-	-	-	-	658,879	-	658,879
Other comprehensive loss for the year	-	-	(4,467)	-	-	-	(4,467)
Total comprehensive income for the period	-	-	(4,467)	-	658,879	-	654,412
Dividends paid	-	-	-	-	(339,000)	-	(339,000)
Recognition of share based payments	-	-	-	3,698	-	-	3,698
Transfers from/(to) retained earnings	-	-	(6,978)	-	6,978	-	-
Total transactions with owners	-	(6,978)	-	3,698	(332,022)	-	(335,302)
Restated balance at 31 December 2022*	17,108	126,864	(27,354)	7,327	2,725,402	2,060	2,851,407
Balance at 1 January 2023	17,108	126,864	(27,354)	7,327	2,725,402	2,060	2,851,407
Profit for the year	-	-	-	-	624,570	-	624,570
Other comprehensive income	-	-	19,950	-	-	-	19,950
Total comprehensive income	-	-	19,950	-	624,570	-	644,520
Payment of dividends	-	-	-	-	(465,000)	-	(465,000)
Recognition of share based payments	-	-	-	5,236	-	-	5,236
Transfers from/(to) retained earnings	-	125	-	-	(125)	-	-
Total transactions with owners	-	125	-	5,236	(465,125)	-	(459,764)
Balance at 31 December 2023	17,108	126,989	(7,404)	12,563	2,884,847	2,060	3,036,163

Notes to the condensed consolidated financial statements

For the year 31 December 2023

Accounting policies

1. Reporting entity and basis of accounting

Absa Bank Botswana Limited is a public limited company incorporated and domiciled in Botswana. The consolidated and separate financial statements for the year ended 31 December 2023 were authorised for issue in accordance with a resolution of the directors on the 20th of March 2024. The consolidated and separate financial statements include those of the group comprising of Absa Bank Botswana Limited, Absa Insurance Services Proprietary Limited and Absa Securities Botswana Proprietary Limited.

The consolidated financial statements have been prepared on the basis of accounting policies applicable to a going concern and in compliance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IFRS Accounting Standards).

2. Use of judgements and estimates

In the preparation of the consolidated financial statements management is required to make judgements estimates and assumptions that affect reported income expenses assets liabilities and disclosure of contingent assets and liabilities. Use of available information and the application of judgement is inherent in the formation of estimates. Actual results in the future could differ

Absa Bank Botswana Limited

Condensed results of the audited consolidated financial statements For the year ended 31 December 2023

Correction of prior period errors

During the year, the Bank identified certain items stemming from prior years requiring correction, as detailed below. The errors have been corrected by restating each of the affected financial statement line items for prior periods.

- Certain fee and commission expenses have been reclassified as fee and commission income in accordance with the holding company's accounting policy to correct misalignment to the policy in prior years. This reclassification has had no impact on the net fee and commission income. It also had no impact on the profit after tax or any line item in the statement of financial position. The amount in question reclassified between fee and commission income and fee and commission expense amounts to P76,294 thousand.
- Upon reviewing identified prior years balances, the Bank has addressed the recoverability of these items by writing off the balances in the periods in which they relate to. Following this evaluation these balances were written off as irrecoverable. The net impact of these adjustments amounted to P3,242 thousand (A portion of the balance being P1,110 thousand relating to accrued interest write off and P3,479 thousand relating to foreign exchange debit balances accumulated on balance sheet and the (P1,347 thousand) retained earnings alignment). The balances also affected the balance sheet movements as below (2021: (P135 thousand) on loans and advances to banks, (P907 thousand) on loans and advances as impact on deferred tax asset stemming from the adjustments, P1,445 thousand tax refundable, P15,630 thousand on other to customers, (P19,089 thousand) on other receivables, (P7,732 thousand) payables and (P4,938 thousand) current tax payable, (P581 thousand) fair value reserve and (P36,528 thousand) retained earnings); (2022: (P1,109 thousand) loans and advances with customers, P1,027 thousand tax refundable, P17,563 thousand on other payables and (P13,202 thousand) thousand on retained income.
- The additional short term incentive provision relating to the 2022 financial year was approved after that reporting period, but prior to the authorisation of the related financial statements. Consequently, it should have been recognised in that financial year as an adjusting post balance sheet event. The total short term incentive amount that was regarded as a prior year adjusting event amounted to P14,087 thousand with an impact of P3,099 thousand to deferred tax.
- As previously disclosed in the June 2023 interim results, the primary reserve balance of P150,000 thousand is included as part of cash and cash equivalents since it represents readily available funds utilised by the Bank in its day-to-day operations. This followed the IFRIC Agenda decision on Demand Deposits with Restrictions on Use arising from a Contract with a Third Party and should have been applied as a change in accounting policy for the year ended 31 December 2022. This restatement had no impact on the profit after tax or any line item in the statement of financial position.
- Purchase of trading portfolio assets (P617,500 thousand) and Proceeds from disposal of trading portfolio assets (625,134 thousand) were previously classified under net cash used in investing activities. These have now been classified under Net cash generated from operating activities. Movement in loans and advances to customers (P1,109 thousand) in-line with restatement note (B) above. Additionally interest on lease liabilities (P5,495 thousand) previously classified under financing activities is now classified under operating activities, therefore balance also affected interest paid line. Loans and advances to banks also moved as a result (P 135 thousand).The above indicated ultimately affected the cash flows from investing activities total and cash flow from financing activities.

Statement of Comprehensive Income

Group - 2022

	Previously reported P '000	Adjustment P '000	Restated P '000
Fee and commission income (A)	590,272	(76,294)	513,978
Fee and commission expense (A)	(140,061)	76,294	(63,767)
Staff costs (C)	(471,887)	(14,087)	(485,974)
Administration and general expenses (B) & (C)	(332,492)	(3,242)	(335,734)
Profit before tax	880,022	(17,329)	862,693
Taxation (B) & (C)	(207,942)	4,128	(203,814)
Profit for the year	672,080	(13,201)	658,879
Profit before tax	672,080	(13,201)	658,879
Weighted average number of shares	852,161	-	852,161
Earnings per share (thebe)	78.87	(1.55)	77.32

Company - 2022

	Previously reported P '000	Adjustment P '000	Restated P '000
Fee and commission income (A)	539,896	(76,294)	463,602
Fee and commission expense (A)	(138,542)	76,294	(62,248)
Staff costs (C)	(471,887)	(14,087)	(485,974)
Administration and general expenses (B) & (C)	(330,060)	(3,242)	(333,302)
Profit before tax	862,120	(17,329)	844,791
Taxation (B) & (C)	(205,942)	4,128	(201,814)
Profit for the year	656,178	(13,201)	642,977

Statement of Cash Flows (continued)

Company - 2022

	Previously reported P '000	Adjustment P '000	Restated P '000
Cash flows from operating activities (subtotal)	69,628	(147,996)	(78,368)
Cash used in operations (D) & (E)	(380,769)	(1,244)	(382,013)
Net increase in loans and advances to customers (E)	(1,467,287)	1,109	(1,466,178)
Interest paid (E)	(432,465)	(5,495)	(437,960)
Decrease in statutory reserve with central bank (D)	150,000	(150,000)	-
Purchase of trading portfolio assets (E)	-	(617,500)	(617,500)
Proceeds from disposal of trading portfolio assets (E)	-	625,134	625,134
Cash flows from investing activities (subtotal)	(38,184)	(7,634)	(45,818)
Purchase of trading portfolio assets (E)	(617,500)	617,500	-
Proceeds from disposal of trading portfolio assets (E)	625,134	(625,134)	-
Cash flows from financing activities (subtotal)	(130,027)	5,495	(124,532)
Interest payment of lease liabilities (E)	(5,495)	5,495	-
Net increase/decrease in cash and cash equivalents	(98,583)	(150,135)	(248,718)
Cash and cash equivalents at beginning of period (D)	4,445,272	150,000	4,595,272
Cash and cash equivalents at end of period (B)	4,346,611	(135)	4,346,476

Statement of Financial Position

Group - 2022

	Previously reported P '000	Adjustment P '000	Restated P '000
Loans and advances to banks (B)	1,519,259	(135)	1,519,124
Loans and advances to customers (B)	16,347,768	(2,016)	16,345,752
Other receivables (B)	204,333	(19,089)	185,244
Deferred tax assets (B) & (C)	101,033	3,099	104,132
Taxation refundable (B) & (C)	13,873	1,027	14,900
Other payables (B) & (C)	389,592	33,193	422,785
Fair value reserve (B)	(26,774)	(580)	(27,354)
Retained income (B) & (C)	2,775,132	(49,730)	2,725,402

Company - 2022

	Previously reported P '000	Adjustment P '000	Restated P '000
Loans and advances to banks (B)	1,519,259	(135)	1,519,124
Loans and advances to customers (B)	16,347,768	(2,016)	16,345,752
Other receivables (B)	199,964	(19,089)	180,875
Deferred tax assets (B) & (C)	99,229	3,099	102,328
Taxation refundable (B) & (C)	9,999	1,027	11,026
Other payables (B) & (C)	385,327	33,194	418,521
Fair value reserve (B)	(26,774)	(580)	(27,354)
Retained income (B) & (C)	2,708,383	(49,729)	2,658,654

Statement of Cash Flows

Group - 2022

	Previously reported P '000	Adjustment P '000	Restated P '000
Cash flows from operating activities (subtotal)	69,628	(147,996)	(78,368)
Cash used in operations (D) & (E)	(365,886)	(1,244)	(367,130)
Net increase in loans and advances to customers (E)	(1,467,287)	1,109	(1,466,178)
Interest paid (E)	(432,465)	(5,495)	(437,960)
Decrease in statutory reserve with central bank (D)	150,000	(150,000)	-
Purchase of trading portfolio assets (E)	-	(617,500)	(617,500)
Proceeds from disposal of trading portfolio assets (E)	-	625,134	625,134
Cash flows from investing activities (subtotal)	(38,184)	(7,634)	(45,818)
Purchase of trading portfolio assets (E)	(617,500)	617,500	-
Proceeds from disposal of trading portfolio assets (E)	625,134	(625,134)	-
Cash flows from financing activities (subtotal)	(130,027)	5,495	(124,532)
Interest payment of lease liabilities (E)	(5,495)	5,495	-
Net increase/decrease in cash and cash equivalents	(98,583)	(150,135)	(248,718)
Cash and cash equivalents at beginning of period (D)	4,445,272	150,000	4,595,272
Cash and cash equivalents at end of period (B)	4,346,611	(135)	4,346,476

Ratios

Group

	2022 Previously restated	2022 Restated
Profitability ratios:		
Cost to income ratio	52%	53%
Return on Equity (ROE)	23.16%	23.29%
Return on Assets (ROA)	2.96%	2.90%
Headline earnings	455,805	445,938
Capital Adequacy ratio:		
Capital Adequacy Ratio	21.95%	21.68%

Your story matters

