



**Stanbic IBTC Holdings PLC (“Stanbic IBTC”)  
Audited Group interim results for the period ended 30 June 2021**

Stanbic IBTC rewards 100 kobo to its shareholders in interim dividend.

LAGOS, NIGERIA – 6 September 2021 – Stanbic IBTC, a member of Standard Bank Group, has announced its six months audited results for the period ended 30 June 2021.

Commenting on the results, Dr Demola Sogunle, Chief Executive Stanbic IBTC, said:

*“The private sector activities improved during the first half of 2021 following the easing of restrictions in the later part of last year. The Stanbic IBTC Purchasing Managers’ Index remained above the 50.0 mark throughout the period, indicating expansion in business activities. We also saw interest rates improve significantly in the second quarter, which drove activities in the fixed income market. That said, headline inflation remained high, constraining consumer purchasing power.*

*The improvement in business activities positively impacted our performance in the second quarter. This improvement meant that we optimized opportunities to support our customers through lending. We empowered over 130,000 customers through our digital lending, with N40bn loans disbursed. We recorded an improvement in the quality of COVID-19 restructured loans, as we saw majority of the affected customers make good on their loan repayment commitments. The increase in customer loans coupled with the uptick in yields translated into the 10% quarter-on-quarter (QoQ) growth in interest income. On the flipside, the uptick in interest rates caused interest expense to rise by 20% QoQ. In the end, net interest income increased by 7% QoQ while non-interest revenue moderated slightly QoQ. Our loan recovery efforts yielded further impairment write-back in the second quarter.*

*Our Corporate and Investment Banking business recorded improved business activities in the second quarter relative to the first quarter of 2021 while both the Personal and Business Banking and Wealth’s profitability moderated QoQ due to increased expenses associated with accelerated activities during the period as against muted activities in prior year. AMCON charges grew by 32% year-on-year.*

*We remain focused on long term value creation for our stakeholders, so we launched the Stanbic IBTC Infrastructure Fund under our asset management business. The Fund is a close-ended unit trust scheme that is designed for institutional investors such as Pension Fund Administrators, insurance companies, asset managers and high-net-worth individuals. In addition to that, we added a new feature – OnePass, to our Super App. This feature allows our customers access our variety of financial services with one single password, in line with our passion to enhance convenience for our customers.*

*We declared 100 kobo interim dividend in line with our commitment to rewarding our shareholders. We also continued to invest in the communities that we serve in the form of donations, grants, and Corporate Social Investments during H1 2021. This included donation towards the renovation of damaged police stations, grants for the refurbishment of some businesses that were impacted by the #ENDSARS Unrest;*



donations toward other causes such as the Lagos MSME Recovery Fund and the Abuja Disabled Peoples Home, amongst others. We remain committed to supporting our stakeholders and the wider communities.

We recognize that the domestic economic environment remains challenging given that the country is currently facing a third wave of the pandemic. As a responsible institution, we are observing the relevant safety protocols to protect our employees, clients, and communities at large. We have activated the third level of our business continuity plans as part of our immediate response measures.

Over the rest of the year, we are focused on serving the needs of our customers in an innovative manner as well as creating and implementing strategic initiatives that would further enhance long term value creation for our shareholders”.

## Financial highlights

### Financial position

- Total assets decreased by 2% to ₦2.427 trillion (December 2020: ₦2.486 trillion)
- Gross loans & advances up 21% to ₦790.6 billion (December 2020: ₦655.3 billion)
- Non-performing loans decreased by 4% to ₦25.5 billion (December 2020: ₦26.5 billion)
- Non-performing loan to total loan ratio of 3.2% (December 2020: 4.0%)
- Customer deposits increased by 17% to ₦958.4 billion (December 2020: ₦819.9 billion)
- Deposit mix deteriorated to 73.4% (December 2020: 82.8%) of current-and-savings-accounts deposits to total deposits

### Income statement

- Gross earnings of ₦93.6 billion, representing 26% decrease (H1 2020: ₦126.6 billion)
- Net interest income of ₦32.9 billion, down 12% (H1 2020: ₦37.5 billion)
- Non-interest revenue of ₦45.9 billion, down 34% (H1 2020: ₦69.8 billion)
- Total operating income of ₦78.8 billion, down 27% (H1 2020: ₦107.3 billion)
- Profit before tax of ₦24.7 billion, down 53% (H1 2020: ₦52.4 billion)
- Profit after tax of ₦22.5 billion, down 50% (H1 2020: ₦45.2 billion)
- Cost to income ratio of 70.3% (H1 2020: 45.2%)
- Return on average equity (annualised) 12.1%
- Return on average assets (annualised) 1.8%



## **Capital and liquidity**

The Group maintained adequate level of capital during the period. The Group's total capital adequacy ratio closed at 22.5% (Bank: 17.1%) which is significantly higher than the 10% minimum regulatory requirement.

The Group maintained a strong and diversified funding base during the first half of 2021. The Group's liquidity ratio was above the regulatory minimum requirement of 30%, which indicates the Group's sound position to continue meeting its liquidity obligations in a timely manner.

If you have any query, please do not hesitate to contact the undersigned on the numbers listed below:

### **FOR FURTHER INFORMATION:**

#### **Stanbic IBTC Holdings PLC**

Idris Toriola (Head, Investor Relations and Strategy)

+234 1 422 8501

Kunle Adedeji (Group Chief Financial Officer)

+234 1 422 8767

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## About Stanbic IBTC Holdings PLC

Stanbic IBTC Holdings is a member of Standard Bank Group. Standard Bank Group is Africa's largest banking group ranked by assets and has been in business for over 158 years.

With a controlling stake of 67.02% in Stanbic IBTC Holdings PLC, Standard Bank Group employs over 50,000 people (including Liberty) worldwide; operates in 20 African countries including South Africa and has operations in five key financial centres outside Africa, including London, Sao Paulo, Dubai, New York and Beijing.

Stanbic IBTC Holdings' strategy is to position itself as the leading end-to-end financial services solutions provider in Nigeria. The Group offers expert services in three business areas - Corporate and Investment Banking; Personal and Business Banking and Wealth Management.

With a team of experienced and customer-focused staff, Stanbic IBTC offers services which include specialised finance, trade finance, stockbroking, trusteeship, global markets, custodial services, foreign exchange, asset and pension management, insurance brokerage, life insurance, lending, savings and investment products.

More information can be found at <https://www.stanbicibtc.com/>