



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 2025

	Bank			Group			Bank		
	March 2024	December 2024	March 2025	March 2024	December 2024	March 2025	March 2024	December 2024	March 2025
	Shs '000 Unaudited	Shs '000 Audited	Shs '000 Unaudited	Shs '000 Unaudited	Shs '000 Audited	Shs '000 Unaudited	Shs '000 Unaudited	Shs '000 Audited	Shs '000 Unaudited
I Statement of financial position									
A Assets									
1 Cash balances (both local and foreign)	7,534,115	7,900,546	6,423,543	7,534,115	7,900,546	6,423,543	38,822,046	42,470,812	44,032,626
2 Balances due from Central Bank of Kenya	16,816,547	16,515,605	22,094,998	16,816,547	16,515,605	22,094,998	6,128,131	7,212,340	7,750,552
3 Kenya Government and other securities held for dealing purposes	17,123,550	33,469,771	38,161,312	17,123,550	33,469,771	38,161,312	32,693,915	35,258,472	36,282,074
4 Financial assets at fair value through profit and loss	-	-	-	-	-	-	18,060,133	20,813,274	20,972,768
5 Investment securities:	-	-	-	-	-	-	14,633,782	14,445,198	15,309,306
a) Held to maturity:	-	-	-	-	-	-	10,705,598	11,105,254	12,081,099
a. Kenya Government securities	1,018,705	1,048,921	1,005,557	1,018,705	1,048,921	1,005,557	3,928,184	3,339,944	3,228,207
b. Other securities	-	-	-	-	-	-	-	-	-
b) Fair value through other comprehensive income (FVOCI)	67,252,130	95,359,991	104,364,361	67,589,141	96,068,301	104,882,155	-	-	-
a. Kenya Government securities	67,252,130	95,359,991	104,364,361	67,589,141	96,068,301	104,882,155	-	-	-
b. Other securities	-	-	-	-	-	-	-	-	-
6 Deposits and balances due from local banking institutions	1,850,268	2,649,555	417,795	1,850,268	2,649,555	417,795	164,390,625	116,245,213	110,091,026
7 Deposits and balances due from banking institutions abroad	6,882,995	5,419,593	8,807,404	6,882,995	5,419,593	8,807,404	63,394,389	72,330,858	75,272,506
8 Tax recoverable	-	598,158	-	-	814,045	-	1,000,000	1,000,000	1,000,000
9 Loans and advances to customers (net)	326,839,332	309,097,555	308,376,107	326,839,332	309,097,555	308,376,107	62,394,389	71,330,858	74,272,506
10 Balances due from banking institutions in the group	24,512,836	7,215,882	8,128,278	24,512,836	7,215,882	8,128,278	16,523,153	15,578,833	13,414,308
11 Investment in associates	-	-	-	-	-	-	-	-	-
12 Investment in subsidiary companies	462,751	462,751	462,751	-	-	-	e) Total capital	79,917,542	87,909,691
13 Investment in joint ventures	-	-	-	-	-	-	445,703,424	424,834,723	434,853,704
14 Investment properties	-	-	-	-	-	-	18.0%	19.9%	20.5%
15 Property and equipment	3,206,475	2,927,933	2,795,037	3,209,003	2,931,012	2,797,914	8.0%	8.0%	8.0%
16 Prepaid operating rental leases	30,792	29,993	29,746	30,792	29,993	29,746	f) Total risk weighted assets	10,516,407	10,403,358
17 Intangible assets	821,444	1,109,126	1,214,977	862,622	1,208,829	1,307,773	14.2%	17.0%	17.3%
18 Deferred tax	8,481,661	7,521,127	7,182,088	8,574,238	7,603,892	7,257,860	10.5%	10.5%	10.5%
19 Retirement benefit asset	-	-	-	-	-	-	g) Core capital/total deposit liabilities	3.7%	6.5%
20 Other assets	15,284,079	14,802,274	10,657,731	14,831,864	14,502,758	10,506,540	18.0%	19.9%	20.4%
21 Total assets	498,117,680	506,128,781	520,121,685	497,676,008	506,476,258	520,196,982	14.5%	14.5%	14.5%
B Liabilities									
22 Balances due to Central Bank of Kenya	2,500,000	-	-	2,500,000	-	-	h) Minimum statutory ratio	10.0%	11.9%
23 Customers' deposits	359,455,862	371,874,155	376,634,095	354,961,690	367,114,721	371,187,528	14.2%	17.0%	17.3%
24 Deposits and balances due to banking institutions (local)	8,009,159	6,781,160	10,235,754	8,009,159	6,781,160	10,235,754	20.0%	20.0%	20.0%
25 Deposits and balances due to banking institutions (foreign)	539,610	263,992	817,373	539,610	263,992	817,373	i) Excess/(deficiency)	3.4%	6.2%
26 Other money market deposits	-	-	-	-	-	-	10.5%	10.5%	10.5%
27 Borrowed funds	3,921,904	3,505,293	3,372,512	3,921,904	3,505,293	3,372,512	j) Core capital/total risk weighted assets	3.7%	6.5%
28 Balances due to banking institutions in the group	28,101,529	22,279,389	19,159,736	28,101,529	22,279,389	19,159,736	17.9%	20.7%	20.4%
29 Tax payable	2,962,408	-	1,936,661	2,854,837	-	1,882,585	14.5%	14.5%	14.5%
30 Dividends payable	-	-	-	-	-	-	k) Minimum statutory ratio	3.4%	6.2%
31 Deferred tax liability	-	-	-	-	-	-	10.5%	10.5%	10.5%
32 Retirement benefit liability	7,536	88,000	96,978	7,536	88,000	96,978	l) Excess/(deficiency)	13.5%	22.5%
33 Other liabilities	21,711,484	21,159,951	20,857,182	21,756,351	21,239,497	20,898,743	17.9%	20.7%	20.4%
34 Total liabilities	427,209,492	425,951,940	433,110,291	422,652,616	421,272,052	427,651,209	14.5%	14.5%	14.5%
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	m) Total capital/total risk weighted assets	17.9%	20.7%
36 Share premium/(discount)	-	-	-	-	-	-	8.0%	8.0%	8.0%
37 Revaluation reserves	(4,878,151)	(1,163,609)	(54,380)	(4,926,949)	(1,181,240)	(69,117)	n) Minimum statutory ratio	10.0%	11.9%
38 Retained earnings/(accumulated losses)	65,421,577	69,876,946	75,387,448	69,585,579	74,921,942	80,936,564	14.2%	17.0%	17.3%
39 Statutory loan loss reserve	-	-	150,919	-	-	150,919	10.5%	10.5%	10.5%
40 Other reserves	316,420	328,855	392,758	316,420	328,855	392,758	o) Excess/(deficiency)	3.4%	6.2%
41 Proposed dividends	7,332,574	8,418,881	8,418,881	7,332,574	8,418,881	8,418,881	14.5%	14.5%	14.5%
42 Capital grants	-	-	-	-	-	-	p) Liquidity ratio	33.5%	42.5%
43 Total shareholders' funds	70,908,188	80,176,841	87,011,394	75,023,392	85,204,206	92,545,773	20.0%	20.0%	20.0%
44 Minority interest	-	-	-	-	-	-	q) Excess/(deficiency)	13.5%	22.5%
45 Total liabilities and total shareholders funds	498,117,680	506,128,781	520,121,685	497,676,008	506,476,258	520,196,982	20.0%	20.0%	20.0%
II Statement of comprehensive income									
1.0 Interest income							Message from the Directors:		
1.1 Loans and advances to customers	13,474,112	53,374,238	11,487,448	13,474,112	53,374,238	11,487,448	The Absa Bank Kenya PLC Board of Directors presents the Bank's financial performance for the quarter ended 31 March 2025. We continue to implement our forward-looking five-year strategic plan, anchored on our core purpose: Empowering Africa's tomorrow, together, one story at a time.		
1.2 Government securities	2,188,535	9,327,534	3,180,076	2,199,708	9,400,552	3,196,152	While the operating environment remains complex, we reported a 4% growth in profit after tax to Kshs. 6.2 billion, supporting a return on equity of 27%. Revenue closed the quarter at Kshs. 15.8 billion, reflecting a 4% decline year-on-year. This was primarily due to lower interest rates, partially offset by an improved cost of funds. Net interest income declined marginally, while non-interest income dropped by 11%, mainly impacted by reduced foreign exchange revenue as rates stabilised.		
1.3 Deposits and placements with banking institutions	574,220	1,951,781	369,328	574,220	1,951,781	369,328	We continued to diversify our revenue streams, with all our subsidiaries delivering double-digit growth in non-funded income.		
1.4 Other interest income	-	-	-	-	-	-	The growth in profitability highlights the effectiveness of our strategy in navigating across business cycles and reinforces our commitment to providing tailored financial solutions that serve the evolving needs of individuals, enterprises, and communities.		
1.5 Total interest income	16,236,867	64,653,553	15,036,852	16,248,040	64,726,571	15,052,928	Customer deposits rose by 5% to Kshs. 371 billion, while customer assets declined by 6% to Kshs. 308 billion, impacted by prevailing macroeconomic conditions. Total assets increased by 5% to Kshs. 520 billion. A key focus during the period was empowering small enterprises and women-led businesses by providing essential non-financial solutions to help them overcome ongoing challenges.		
2.0 Interest expenses							During the quarter, we provided members our Business Club with international exposure to best practices through a benchmarking trip to Estonia, Finland and the USA. We also delivered specialised training for women entrepreneurs on export market strategies. Additionally, we revamped our Prestige proposition to strengthen our value to the affluent segment.		
2.1 Customer deposits	4,360,516	18,508,137	3,541,068	4,248,256	17,957,806	3,378,594	For the period under review, our customer-focused transformational investments, with prudent cost control, resulted in a 1% reduction in total costs to Kshs. 5.5 billion. Impairment charges improved by 39% to Kshs. 1.5 billion compared to the same period last year, reflecting our continued commitment to sound risk management. The Bank maintained strong portfolio quality, underpinned by a sufficient coverage ratio to manage and minimise potential future credit losses.		
2.2 Deposits and placements with banking institutions	547,586	284,857	361,131	547,586	284,857	361,131	These results underscore our commitment to financial discipline and our broader ambition to foster growth and stability within the communities we serve.		
2.3 Other interest expenses	66,389	256,134	57,6						