



Absa Bank Limited

Registration number: 1986/004794/06, Incorporated in the Republic of South Africa
 JSE share code: ABSP, ISIN: ZAE000079810
 Bond Issuer Code: BIABS, ETN Issuer Code: ABSN1 and Hybrid Issuer Code: ABSH
 ("Absa Bank" or the "Company" or "Bank")

Summary consolidated results

for the reporting period ended 31 December 2022 and preference share dividend declaration

We are an African bank ...

We are inspired by the people we serve and determined to be a globally respected organisation of which Africa can be proud. As a financial services provider, we play an integral role in the economic life of individuals, businesses, and nations. To this end, we offer a universal set of products and services across retail, business, wealth as well as corporate and investment banking.

We are listed on the Johannesburg Stock Exchange (JSE) and have representative offices in Namibia, Nigeria and the United States, as well as securities entities in the United Kingdom, along with technology support in the Czech Republic.

We help create, grow and protect wealth through partnerships in economic development, while playing a shaping role in Africa's growth and sustainability.

... with material scale

4 countries	621 outlets*	5 364 ATMs	25 870 employees	2.3 million digitally active customers	92 026 point-of-sale devices
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* Outlets include branches and sales centres.

Empowering Africa's tomorrow, together ...one story at a time

At Absa, we want our Purpose to be at the heart of everything we do – guiding our strategy, brand, culture and behaviour. Over the past year, we have been on an immersive and inclusive journey to define our purpose statement, grounded in what the world needs, what we have to offer, and what will make us proud as an organisation. In 2023, we will embed it in everything we do.

Normalised financial results as a consequence of Barclays PLC Separation

A normalised view of the 2022 annual results is provided which adjusts for the consequences of the separation from Barclays PLC. This view better reflects the Bank's underlying performance. International Financial Reporting Standards (IFRS) compliant financial results will continue to be presented as required by the Companies Act and the JSE Limited (JSE) Listings Requirements and include a reconciliation between the normalised and IFRS views.

Performance overview for the period ended 31 December 2022

Total income					
2022	Increased 9.5%	2021	2022	Increased 9.5%	2021
R64 074m	IFRS	R58 492m	R64 016m	Normalised	R58 468m

Headline earnings per ordinary share					
2022	Increased 8.6%	2021	2022	Increased 8.1%	2021
2 598.7 cents	IFRS	2 392.6 cents	2 737.9 cents	Normalised	2 532.9 cents

Basic earnings per share					
2022	Increased 7%	2021	2022	Increased 6.2%	2021
2 523.8 cents	IFRS	2 358.5 cents	2 662.9 cents	Normalised	2 507 cents

Net asset value per ordinary share					
2022	Increased 1%	2021	2022	Increased 1.7%	2021
20 300 cents	IFRS	20 100 cents	19 526 cents	Normalised	19 191 cents

Return on equity					
2022	Increased 9.6%	2021	2022	Decreased 7.2%	2021
13.7%	IFRS	12.5%	14.9%	Normalised	13.9%

Performance overview for the period ended 31 December 2022 continued

Cost-to-income ratio

2022	Decreased 3.8%	2021	2022	Decreased 3.2%	2021
57.9%	IFRS	60.2%	56.6%	Normalised	58.5%

Net interest margin

2022	Increased 2.2%	2021	2022	Increased 1.9%	2021
3.68%	IFRS	3.60%	3.67%	Normalised	3.60%

Dividend per preference share

2022	Increased 40.7%	2021
3 509.58904 cents	IFRS	2 494.10959 cents

Loans and deposits growth		Risk profile	Liquidity coverage ratio	Sound capital
Gross loans and advances (Increased 10.6%)	Deposits (Increased 4.3%)	Stage 3 loans ratio to gross loans and advances	129% (2021: 124.5%)	Common Equity Tier 1 ratio
R1 066bn (2021: R964.2bn)	R1 016bn (2021: R974.1bn)	4.92% (2021: 5.14%)		12.5% (2021: 12.4%)

Short-form statement

This short-form announcement is the responsibility of the directors of Absa Bank Limited. It is only a summary of the information in the full announcement. Any investment decisions by stakeholders should be based on consideration of the full announcement published on <https://www.absa.africa/absafrica/investor-relations/financial-results/> and on the following JSE links:

<https://senspdf.jse.co.za/documents/2023/jse/issb/ABSH/Bank-FYE22.pdf> and

<https://senspdf.jse.co.za/documents/2023/jse/issb/BIABS/Bank-FYE22.pdf>

While this announcement is not audited, the consolidated annual financial statements from which the results are derived, were audited by PwC and KPMG, who expressed an unmodified opinion thereon. The full audit opinion, including any key audit matters, is available at the following link <https://www.absa.africa/absafrica/investor-relations/annual-reports/> as part of the Bank's full annual financial statements which have been released on 13 March 2023. The annual financial statements and auditors' report thereon are available for inspection at the Company's registered office.

The full year end report is available on the Company's website, copies of the full announcement may also be requested at the Company's registered office and the offices of the lead independent sponsor, at no charge, during office hours on normal business days.

Registered office

7th Floor, Absa Towers West, 15 Troye Street, Johannesburg, 2001

Board of directors

Bank independent non-executive directors

S Moloko (Chairman), N Mjoli-Mncube (Lead Independent Director)
A Darko⁽¹⁾, F Okomo-Okello⁽²⁾, R Keanly, R van Wyk
T Abdool-Samad

Bank executive directors

A Rautenbach (Chief Executive Officer)
J Quinn (Financial Director)

⁽¹⁾ British ⁽²⁾ Kenyan ⁽³⁾ Ghanaian

Declaration of a final preference share dividend number 34

The Absa Bank preference shares have an effective coupon rate of 70% of Absa Bank's prevailing prime overdraft lending rate (prime rate). Absa Bank's current prime rate is 10.75%.

Notice is hereby given that preference dividend number 34, equal to 70% of the average prime rate for 1 September 2022 to 28 February 2023. The dividend is payable on Monday, 24 April 2023, to shareholders of the Absa Bank preference shares recorded in the register of members of the Company at the close of business on Friday, 21 April 2023.

The Board of Absa Bank confirm that the Bank will satisfy the solvency and liquidity test immediately after completion of the dividend distribution and for the next 12 months.

Based on the average prime rate, the preference dividend payable for the period 1 September 2022 to 28 February 2023 would indicatively be 3 509.58904 cents per Absa Bank preference share.

The dividend will be subject to dividends withholding tax at a rate of 20%. In accordance with paragraphs 11.17(a)(i) to (ix) and 11.17(c) of the JSE Listings Requirements, the following additional information is disclosed:

- > The dividend has been declared out of income reserves.
- > The local dividend tax rate is twenty per cent (20%).
- > The gross local dividend amount is 3 509.58904 cents per preference share for shareholders exempt from the dividend tax.
- > The net local dividend for shareholders subject to withholding tax at a rate of 20% amounts to 2 807.67123 cents per preference share.
- > Absa Bank currently has 4 944 839 preference shares in issue.
- > Absa Bank's income tax reference number is 9575117719.

In compliance with the requirements of Strate, the electronic settlement and custody system used by the JSE Limited, the following salient dates for the payment of the dividend are applicable:

Last day to trade cum dividend	Tuesday, 18 April 2023
Shares commence trading ex-dividend	Wednesday, 19 April 2023
Record date	Friday, 21 April 2023
Payment date	Monday, 24 April 2023

Share certificates may not be dematerialised or rematerialised between Wednesday, 19 April 2023 and Friday, 21 April 2023, both dates inclusive. On Monday, 24 April 2023, the dividend will be electronically transferred to the bank accounts of shareholders.

On behalf of the Board

N Drutman

Company Secretary

Johannesburg
13 March 2023

Absa Bank is a company domiciled in South Africa. Its registered office is 7th Floor, Absa Towers West, 15 Troye Street, Johannesburg, 2001.

Sponsors

Lead independent sponsor

J. P. Morgan Equities South Africa Proprietary Limited

Joint sponsor

Absa Bank (Corporate and Investment Bank)

