

# STATEMENT TO THE NIGERIAN STOCK EXCHANGE AND SHAREHOLDERS ON THE UNAUDITED RESULTS FOR THE PERIOD ENDED 30 JUNE 2023

The Board of Sterling Financial Holdings Company Plc presents the Group's unaudited results for the quarter ended 30 June 2023.

## STATEMENT OF FINANCIAL POSITION

In millions of Naira

### ASSETS

Cash and balances with Central Bank of Nigeria  
Due from banks  
Pledged financial assets  
Derivative financial assets  
Loans and advances to customers

### Investment securities:

- Debt instruments at fair value through profit or loss  
- Debt instruments at fair value through other comprehensive income  
- Equity instruments at fair value through other comprehensive income  
- Debt instruments at amortised cost

Investment in subsidiary

Other assets

Right-of-use asset

Investment property

Property, plant and equipment

Intangible assets

Deferred tax assets

Non-Current asset held for sale

### TOTAL ASSETS

### LIABILITIES

Deposits from banks

Deposits from customers

Current income tax liabilities

Other borrowed funds

Debt securities issued

Other liabilities

Lease liability

Provisions

### TOTAL LIABILITIES

### CAPITAL AND RESERVES

Ordinary share capital

Reserves

Attributable to equity holders

### TOTAL LIABILITIES AND EQUITY

	GROUP		COMPANY	
	JUNE 2023	DEC. 2022	JUNE 2023	DEC. 2022
Cash and balances with Central Bank of Nigeria	394,859	431,488	-	-
Due from banks	215,435	86,459	4,319	-
Pledged financial assets	11,090	23,098	-	-
Derivative financial assets	1,761	807	-	-
Loans and advances to customers	871,935	737,735	-	-
<b>Investment securities:</b>				
- Debt instruments at fair value through profit or loss	8,288	921	-	-
- Debt instruments at fair value through other comprehensive income	322,193	230,636	-	-
- Equity instruments at fair value through other comprehensive income	29,608	25,227	-	-
- Debt instruments at amortised cost	96,154	106,889	-	-
Investment in subsidiary	-	-	57,154	-
Other assets	292,846	171,911	10,000	-
Right-of-use asset	8,882	8,342	-	-
Investment property	4,833	5,584	-	-
Property, plant and equipment	21,444	17,913	-	-
Intangible assets	818	950	-	-
Deferred tax assets	7,005	7,005	-	-
	2,287,151	1,854,965	71,473	-
	3,027	3,027	-	-
<b>TOTAL ASSETS</b>	<b>2,290,178</b>	<b>1,857,992</b>	<b>71,473</b>	<b>-</b>
<b>LIABILITIES</b>				
Deposits from banks	107,857	37,178	-	-
Deposits from customers	1,513,451	1,327,805	-	-
Current income tax liabilities	1,627	1,607	-	-
Other borrowed funds	186,041	133,270	-	-
Debt securities issued	87,891	42,388	-	-
Other liabilities	222,534	159,962	-	-
Lease liability	295	295	-	-
Provisions	1,575	1,489	-	-
<b>TOTAL LIABILITIES</b>	<b>2,121,271</b>	<b>1,703,994</b>	<b>-</b>	<b>-</b>
<b>CAPITAL AND RESERVES</b>				
Ordinary share capital	14,395	14,395	14,395	-
Reserves	154,512	139,603	57,078	-
Attributable to equity holders	168,907	153,998	71,473	-
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>2,290,178</b>	<b>1,857,992</b>	<b>71,473</b>	<b>-</b>

## STATEMENT OF PROFIT OR LOSS

In millions of Naira

Gross earnings

Interest income

Interest expense

### Net interest income

Net fees and commission income

Net trading income

Other operating income

### Operating income

Credit loss expense on financial assets

### Net operating income after impairment

Personnel expenses

Other operating expenses

General and administrative expenses

Other property, plant and equipment cost

Depreciation and amortisation

### Total expenses

### Profit before income tax

Income tax expense

### Profit for the period

## STATEMENT OF OTHER COMPREHENSIVE INCOME

In millions of Naira

### Profit for the period

Items that will not be reclassified to profit or loss in subsequent periods:

- Fair value gains/losses on equity instruments at fair value through other comprehensive income

### Total items that will not be reclassified to profit or loss

Items that will be reclassified to profit or loss in subsequent periods:

Debt instruments measured at fair value through other comprehensive income:

- Net change in fair value during the period

- Changes in allowance for expected credit losses

### Net gains/(losses) on financial investments at fair value through other comprehensive income:

### Other comprehensive income/(loss) for the period, net of tax

### Total comprehensive income/(loss) for the period, net of tax

### Key Ratios

Earnings per share -basic (in kobo)

Earnings per share -diluted (in kobo)

NPL ratio

	GROUP		COMPANY	
	JUNE 2023	JUNE 2022	JUNE 2023	JUNE 2022
Gross earnings	99,060	78,381	14,319	-
Interest income	76,735	59,057	-	-
Interest expense	(31,605)	(25,355)	-	-
<b>Net interest income</b>	<b>45,130</b>	<b>33,702</b>	<b>-</b>	<b>-</b>
Net fees and commission income	11,607	10,501	-	-
Net trading income	7,860	3,881	-	-
Other operating income	2,858	4,942	14,319	-
<b>Operating income</b>	<b>67,455</b>	<b>53,026</b>	<b>14,319</b>	<b>-</b>
Credit loss expense on financial assets	(4,164)	(4,076)	-	-
<b>Net operating income after impairment</b>	<b>63,291</b>	<b>48,950</b>	<b>14,319</b>	<b>-</b>
Personnel expenses	(9,774)	(7,694)	-	-
Other operating expenses	(14,982)	(12,970)	-	-
General and administrative expenses	(16,725)	(12,139)	-	-
Other property, plant and equipment cost	(7,995)	(5,059)	-	-
Depreciation and amortisation	(2,357)	(2,469)	-	-
<b>Total expenses</b>	<b>(51,833)</b>	<b>(40,331)</b>	<b>-</b>	<b>-</b>
<b>Profit before income tax</b>	<b>11,458</b>	<b>8,619</b>	<b>14,319</b>	<b>-</b>
Income tax expense	(778)	(606)	-	-
<b>Profit for the period</b>	<b>10,680</b>	<b>8,013</b>	<b>14,319</b>	<b>-</b>
<b>JUNE 2023</b>	<b>10,680</b>	<b>8,013</b>	<b>14,319</b>	<b>-</b>
<b>JUNE 2022</b>	<b>8,013</b>	<b>8,013</b>	<b>-</b>	<b>-</b>
Items that will not be reclassified to profit or loss in subsequent periods:				
- Fair value gains/losses on equity instruments at fair value through other comprehensive income	3,108	856	-	-
<b>Total items that will not be reclassified to profit or loss</b>	<b>3,108</b>	<b>856</b>	<b>-</b>	<b>-</b>
Items that will be reclassified to profit or loss in subsequent periods:				
Debt instruments measured at fair value through other comprehensive income:				
- Net change in fair value during the period	1,121	1,906	-	-
- Changes in allowance for expected credit losses	-	(30)	-	-
<b>Net gains/(losses) on financial investments at fair value through other comprehensive income:</b>	<b>1,121</b>	<b>1,876</b>	<b>-</b>	<b>-</b>
<b>Other comprehensive income/(loss) for the period, net of tax</b>	<b>4,229</b>	<b>2,732</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income/(loss) for the period, net of tax</b>	<b>14,909</b>	<b>10,745</b>	<b>14,319</b>	<b>-</b>
<b>Key Ratios</b>				
Earnings per share -basic (in kobo)	37k	28k	50k	0k
Earnings per share -diluted (in kobo)	37k	28k	50k	0k
<b>JUNE 2023</b>	<b>37k</b>	<b>28k</b>	<b>50k</b>	<b>0k</b>
<b>DEC. 2022</b>	<b>28k</b>	<b>28k</b>	<b>50k</b>	<b>0k</b>
<b>NPL ratio</b>	<b>3.16%</b>	<b>3.88%</b>	<b>0.00%</b>	<b>0.00%</b>

BY ORDER OF THE BOARD



Dated: 28 July 2023  
Temitayo Adegoke  
Company Secretary  
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