

LLOYDS
BANKING GROUP



Q3 2021 CONSENSUS

4 October 2021

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Lloyds Banking Group Consensus



LLOYDS BANKING GROUP CONSENSUS £m (unless stated)	Q3 2020 Actual	H1 2021 Actual	Q3 2021 Consensus	H2 2021 Consensus	FY 2021 Consensus	FY 2022 Consensus	FY 2023 Consensus
Net interest income	2,618	5,418	2,754	5,543	10,961	11,067	11,209
Other income	988	2,417	1,180	2,346	4,763	4,889	5,039
Operating lease depreciation	(208)	(271)	(159)	(303)	(574)	(685)	(708)
Net income	3,398	7,564	3,776	7,586	15,150	15,271	15,540
Operating costs	(1,858)	(3,730)	(1,857)	(3,884)	(7,614)	(7,583)	(7,566)
Remediation	(77)	(425)	(103)	(208)	(633)	(429)	(313)
Total costs	(1,935)	(4,155)	(1,960)	(4,092)	(8,247)	(8,013)	(7,879)
Trading surplus	1,463	3,409	1,816	3,494	6,903	7,258	7,661
Impairment	(301)	656	(253)	(440)	216	(1,048)	(1,368)
Underlying profit	1,162	4,065	1,562	3,055	7,120	6,210	6,292
Restructuring costs	(155)	(255)	(168)	(371)	(626)	(458)	(345)
Volatility and other items	29	95	(45)	(186)	(91)	(272)	(237)
Payment protection insurance provision	-	-	-	-	-	-	-
Statutory profit before tax	1,036	3,905	1,349	2,498	6,403	5,481	5,710
Taxation	(348)	(40)	(377)	(729)	(769)	(1,338)	(1,366)
Profit for the period	688	3,865	973	1,769	5,634	4,143	4,344

KEY METRICS

Average interest-earning banking assets (£bn)	436	441	444	446	443	451	458
Risk weighted assets (£bn)	205	201	202	199	199	212	216
Banking net interest margin	2.42%	2.50%	2.49%	2.49%	2.51%	2.49%	2.49%
Cost:income ratio	56.9%	54.9%	51.9%	53.9%	54.4%	52.5%	50.7%
Asset quality ratio	0.27%	(0.30)%	0.21%	0.18%	-0.04%	0.20%	0.26%
Return on tangible equity	6.0%	19.2%	10.4%	9.5%	13.4%	9.0%	9.0%
CET1 ratio post dividends & buyback	15.2%	16.7%	16.3%	16.1%	16.1%	14.7%	13.9%
Ordinary dividend per share (p)	-	0.67	-	1.32	1.99	2.30	2.53
Excess capital distribution (£m)	-	-	-	935	935	1,044	1,002
Earnings/(loss) per share (p)	0.8	5.1	1.5	2.2	7.3	5.0	5.5
Tangible net assets per share (p)	52.2	55.6	55.6	56.0	56.0	58.2	60.1

Notes

All analyst models received in Q3 2021.

Data based on 20 submitted models. The number of submissions varies by period and line.

Definitions

Banking net interest margin – banking net interest income on customer and product balances in the banking businesses (on an annualised basis) as a percentage of average gross banking interest-earning assets for the period.

Cost:income ratio – total costs divided by net income.

Asset quality ratio – the impairment charge for the period (on an annualised basis) in respect of loans and advances to customers after releases and write-backs, expressed as a percentage of average gross loans and advances to customers for the period.

Return on tangible equity – statutory profit after tax adjusted to deduct profit attributable to non-controlling interests and other equity holders, divided by average tangible net assets.

Excess capital distribution – the sum of the average forecasted special dividends and share buybacks. The majority of analysts forecast buybacks.

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