

Lloyds Banking Group Pre-Q1 Consensus

Lloyds Banking Group
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Lloyds Banking Group consensus



LLOYDS BANKING GROUP CONSENSUS £m (unless stated)	Q1 2023 Actuals	Q4 2023 Actuals	FY 2023 Actuals	Q1 2024 Consensus	FY 2024 Consensus	FY 2025 Consensus	FY 2026 Consensus
Net interest income	3,535	3,317	13,765	3,256	12,955	13,396	14,033
Other income	1,257	1,286	5,123	1,339	5,467	5,754	6,007
Operating lease depreciation	(140)	(371)	(956)	(275)	(1,088)	(1,126)	(1,158)
Net income	4,652	4,232	17,932	4,320	17,334	18,024	18,882
Operating costs	(2,170)	(2,486)	(9,140)	(2,255)	(9,304)	(9,406)	(9,519)
Remediation	(19)	(541)	(675)	(58)	(834)	(448)	(286)
Total costs	(2,189)	(3,027)	(9,815)	(2,313)	(10,138)	(9,854)	(9,805)
Trading surplus	2,463	1,205	8,117	2,007	7,195	8,169	9,076
Impairment	(243)	541	(308)	(280)	(1,189)	(1,341)	(1,378)
Underlying profit	2,220	1,746	7,809	1,726	6,007	6,828	7,698
Restructuring costs	(12)	(85)	(154)	(16)	(65)	(64)	(64)
Volatility and other items	52	114	(152)	(49)	(178)	(159)	(149)
Statutory profit before tax	2,260	1,775	7,503	1,662	5,763	6,605	7,486
Taxation	(619)	(541)	(1,985)	(457)	(1,598)	(1,803)	(2,013)
Profit for the period	1,641	1,234	5,518	1,205	4,165	4,802	5,472

KEY METRICS

Average interest-earning banking assets (£bn)	454	453	453	451	452	459	468
Risk weighted assets (£bn)	211	219	219	220	222	228	233
Banking net interest margin	3.22%	2.98%	3.11%	2.93%	2.93%	2.99%	3.07%
Cost:income ratio	47.1%	71.5%	54.7%	52.4%	58.5%	54.7%	51.9%
Asset quality ratio	0.22%	(0.47)%	0.07%	0.25%	0.27%	0.30%	0.30%
Return on tangible equity	19.1%	13.9%	15.8%	14.3%	11.3%	12.8%	14.2%
CET1 ratio post dividends & buyback	14.1%	13.7%	13.7%	13.9%	13.5%	13.3%	13.3%
Ordinary dividend per share (p)	-	1.84	2.76	-	3.00	3.37	3.81
Excess capital distribution (£m)	-	2,000	2,000	-	1,914	2,225	2,482
Earnings/(loss) per share (p)	2.3	1.7	7.6	1.8	6.2	7.5	9.1
Tangible net assets per share (p)	49.6	50.8	50.8	51.7	54.3	59.7	66.8

Notes

- 14 models received in March; number of submissions vary by period and line
- Dividend accruals deducted from capital quarterly; buybacks deducted in Q4 of the year announced
- Analysts use economic assumptions which may differ between institutions and from those used by LBG

Definitions

- **Banking net interest margin** – banking net interest income as a percentage of average gross interest-earning banking assets
- **Cost:income ratio** – total costs as a percentage of net income
- **Asset quality ratio** – impairment as a percentage of average gross loans and advances to customers
- **Return on tangible equity** – profit attributable to ordinary shareholders, divided by average tangible net assets
- **Tangible net assets per share** – net assets excluding intangible assets divided by the number of ordinary shares in issue
- **Excess capital distribution** – the sum of the average forecasted special dividends and share buybacks. The majority of analysts model buybacks

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