



LAND AND AGRICULTURAL DEVELOPMENT BANK OF SOUTH AFRICA

PERFORMANCE IN RESPECT OF FINANCIAL COVENANTS FOR THE MEASUREMENT PERIOD ENDING 30 SEPTEMBER 2024

Financial Covenant	Undertaking	Actual
1. Net Debt/Net Loan Ratio	<i>No greater than 50%</i>	22.41%
2. Leverage Ratio	<i>No greater than 110%</i>	100.81%
3. Cost to Income Ratio	<i>No greater than 125%</i>	38.07%
4. NPL Ratio	<i>No greater than 56%</i>	55.95%
5. Credit Loss Ratio	<i>No greater than 4%</i>	2.23%
6. ECL Coverage Ratio	<i>No greater than 26%</i>	25.93%

**1. Net Debt/Net Loan Ratio: 22.41%**

	R'000	Sep-24
Net Loans & Advances		12 294 217
Funding Liabilities		10 927 228
Cash & Cash Equivalents		8 172 136

**2. Leverage Ratio: 100.81%**

	R'000	Sep-24
Funding Liabilities		10 927 228
Equity		10 839 833

**3. Cost to Income Ratio: 38.07%**

	R'000	Sep-24
Operating expenses		( 396 277)
Net interest income		1 017 906
Non-interest income / (expense)		22 891

**4. NPL Ratio: 55.95%**

	R'000	Sep-24
Stage 1		5 837 142
Stage 2		1 474 686
Stage 3		9 285 474
Gross loans and advances		16 597 302

**5. Credit Loss Ratio: 2.23%**

	R'000	Sep-24
Suspended interest (charged)/released		( 154 209)
Net impairment (charge) / recoveries		( 37 211)
Average Gross loan book		17 100 734
Number of days		183

**6. ECL Coverage Ratio: 25.93%**

	R'000	Sep-24
Gross loans and advances		16 597 302
Expected Credit Loss (ECL)		( 4 303 085)

*Signed for and on behalf of*

**Land and Agricultural Development Bank of South Africa**

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Name: Khensani Mukhari  
 Capacity: Chief Financial Officer  
*Who warrants authority*

# Abridged Statement of Financial Position September 2024



	Sep-24 Actual Rm	Mar-24 Actual Rm	Var Rm	Var %	Mar-23 Actual Rm
Cash and cash equivalents	8 172	12 601	(4 429)	(35,1%)	15 355
Net loans and advances	12 294	13 332	(1 038)	(7,8%)	14 765
Other*	1 839	1 798	40	2,2%	1 868
<b>Total Assets</b>	<b>22 305</b>	<b>27 732</b>	<b>(5 427)</b>	<b>(19,6%)</b>	<b>31 988</b>
Distributable Reserves	10 840	4 554	6 286	-138,0%	3 908
Liabilities	11 465	23 178	(11 713)	50,5%	28 080
Funding liabilities	10 927	16 567	(5 640)	34,0%	22 496
Other Liabilities	538	6 610	-6 072	92%	5 585
<b>Total equity and liabilities</b>	<b>22 305</b>	<b>27 732</b>	<b>(5 427)</b>	<b>19,6%</b>	<b>31 988</b>

- The decrease in Net Loans and advances is driven by client settlements, collections and an increase in ECL due to higher number of days in arrears of the NPL book which has resulted in higher LGD's.
- The Bank's Funding liabilities decreased following capital and interest payments

- Other Assets include: Trade and other receivables, Investments, PPE, Investment property, Right of use- Leases, Non-Current Assets Held for Sale
- Other liabilities include: Trade payables, lease provisions, post retirement obligations and provisions

# Abridged Statement of P&L and OCI September 2024



	Sep-24	Mar-24			Mar-23
	YTD	FY	Var	Var	FY
	Actual	Actual			Actual
	Rm	Rm	Rm	%	Rm
<b>Net interest income</b>	<b>1 018</b>	<b>705</b>	<b>313</b>	<b>44,4%</b>	<b>607</b>
Interest income	1 921	2 581	(660)	(25,6%)	2 757
Interest expense	(903)	(1 876)	973	51,9%	(2 150)
<b>Net impairment release /(charges)</b>	<b>(6)</b>	<b>(114)</b>	<b>108</b>	<b>(+100%)</b>	<b>368</b>
Non interest Income /(expense)	23	61	(38)	+100%	11
<b>Operating income from banking activities</b>	<b>1 035</b>	<b>652</b>	<b>383</b>	<b>58,8%</b>	<b>986</b>
Operating expenses	(396)	(585)	189	32,3%	(499)
Other	14	(7)	21	293,0%	(5)
<b>Net Operating Income</b>	<b>653</b>	<b>60</b>	<b>593</b>	<b>(+100%)</b>	<b>482</b>
Other Comprehensive Income	22	89	(66)	+100%	(9)
<b>Total YTD Comprehensive Income</b>	<b>675</b>	<b>148</b>	<b>527</b>	<b>(+100%)</b>	<b>473</b>

  

YTD ECL (charge)/ Release Composition	Sep-24	Mar-24			Mar-23
	YTD	FY	Var	Var	FY
	Actual	Actual			Actual
	Rm	Rm	Rm	%	Rm
<b>Net impairment (charge) / recoveries</b>	<b>(6)</b>	<b>(114)</b>	<b>108</b>	<b>(95,0%)</b>	<b>368</b>
Impairment (charges) / releases	(13)	254	(267)	+100%	1 362
Impairment (charge) / releases relating to bad debt written	(2)	(152)	150	+100%	50
Bad debts written off	(6)	(245)	239	+100%	(1 084)
Bad debts recovered	15	29	(14)	47,1%	41

- Recognition of R717m interest earned on the funds in escrow that were released on conclusion of LS5 leading to an increase in net interest income. This has resulted in a lower cost to income ratio



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