



Earnings Update: Access Holdings Plc. (Ticker: ACCESSCORP)

Impressive Result on the Back of FX Revaluation Gains

THINGS WE LIKE ABOUT THE RESULT

- Net Fee and Commission Income increased substantially by 42.57% year-on-year (y/y) from ₦145.7 trillion in FY-2022 to ₦207.8 trillion in FY-2023.
- Net Interest Income appreciated by 93.35% year-on-year (y/y) to ₦695.4 trillion in FY-2023 from ₦359.6 trillion in FY-2022.
- The growth in Other Operating Income by 23.41%y/y to ₦33.1 trillion in FY-2023 from the ₦26.8 trillion recorded in FY-2022.
- Profit Before Tax and Profit for the Period increased significantly by 334.76% and 306.91% respectively.
- Fair Value and Foreign Exchange Gain grew significantly by 87.44%y/y from ₦335.5 trillion in FY-2022 to ₦628.9 trillion in FY-2023.
- The surge in Derivative Financial Assets by 444.48%.

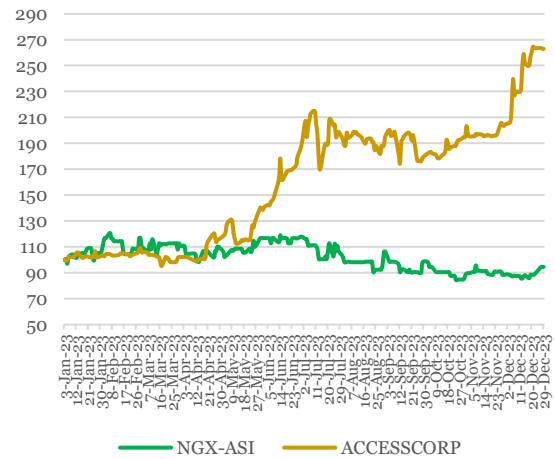
THINGS WE DID NOT LIKE ABOUT THE RESULT

- Over 104.98% growth in Interest Expense.
- Other operating expenses advanced by 36.43%.

Fiscal Year End: December

TICKER	ACCESSCORP
Price (₦) at 26 Mar 2024	23.10
Shares Outstanding	35,545,225,620.00
52 Weeks High (₦)	30.70
52 Weeks Low (₦)	8.65
Market Cap	821,094.71m
Price-to-Book	0.56
EPS – P/E	10.11 - 2.28
RSI 14	53.47
MACD	-0.06
Proposed Dividend	₦1.80k
Rating	Buy

Rebased Price Performance of ACCESSCORP and NGX-ASI in 2023



Kindly click [here](#) for the full financial statement.

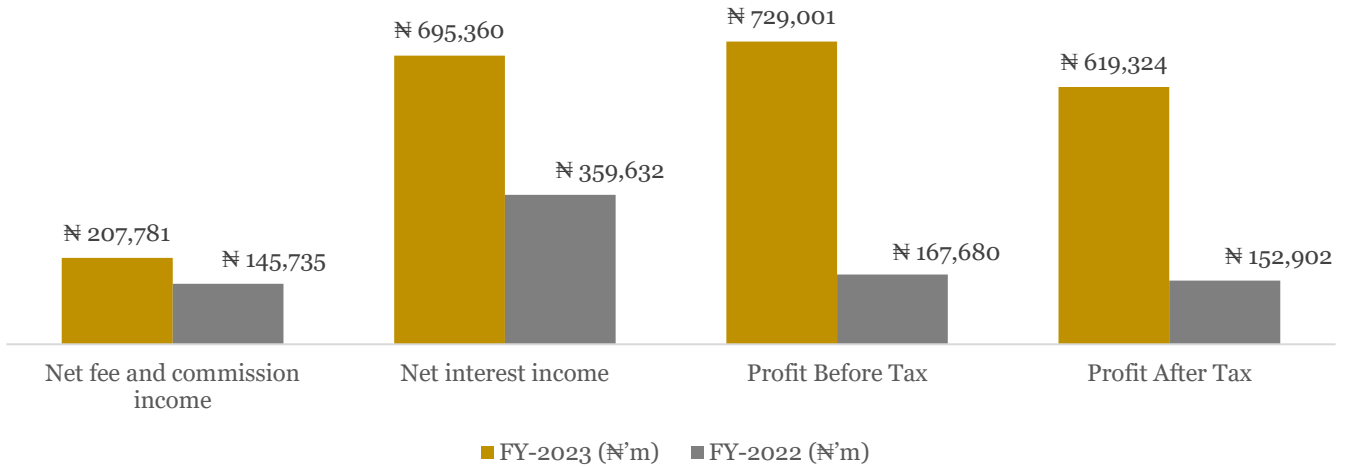
Source: investing.com, Parthian Securities Research



INCOME STATEMENT	FY-2023 (₹m)	FY-2022 (₹m)	Change (%)
Interest income calculated using effective interest rate	1,564,281	769,960	103.16%
Interest income on financial assets at	90,067	57,506	56.62%
Interest expense	(958,988)	(467,834)	104.98%
Net interest income/(expenses)	695,360	359,632	93.35%
Net impairment charge on financial assets	(139,528)	(197,790)	-29.46%
Net interest income/(expenses) after impairment charges	555,832	161,842	243.44%
Fee and commission income	277,472	197,586	40.43%
Fee and commission expense	(69,691)	(51,851)	34.41%
Net fee and commission income	207,781	145,735	42.57%
Fair value and foreign exchange gain/(loss)	628,931	335,546	87.44%
Other operating income	33,074	26,800	23.41%
Loss on disposal of subsidiaries	-	(397)	0.00%
Personnel expenses	(167,903)	(116,621)	43.97%
Depreciation	(45,159)	(30,584)	47.66%
Amortization	(18,804)	(13,839)	35.88%
Other operating expenses	(465,665)	(341,315)	36.43%
Share of profit of investment in associate	914	513	78.17%
Profit before tax	729,001	167,680	334.76%
Income tax expenses	(109,677)	(14,778)	642.16%
Profit for the year for continuing Operations	619,324	152,902	305.05%
Loss from Discontinued operations	-	(700)	0.00%
Profit for the year	619,324	152,202	306.91%
STATEMENT OF FINANCIAL POSITION	Dec-2023 (₹m)	Dec-2022 (₹m)	Change (%)
Cash and balances with banks	3,059,186	1,969,783	55.31%
Investment under management	51,218	39,502	29.66%
Non pledged trading assets	209,208	102,690	103.73%
Derivative financial assets	2,191,511	402,497	444.48%
Loans and advances to banks	880,535	455,710	93.22%
Loans and advances to customers	8,037,723	5,100,807	57.58%
Pledged assets	1,211,643	1,265,279	-4.24%
Investment securities	5,342,157	2,761,070	93.48%
Investment properties	437	217	101.38%
Restricted deposit and other assets	4,977,550	2,424,597	105.29%
Statutory reserve investment	4,156	3,515	18.24%
Pension protection fund investment	1,264	651	94.16%
Property and equipment	424,702	298,351	42.35%
Intangible assets	170,724	109,087	56.50%
Deferred tax assets	42,976	15,095	184.70%
Total assets	26,688,831	14,998,402	77.94%
Total equity	2,185,634	1,231,391	77.49%
Total liabilities	24,503,197	13,767,010	77.98%
Total Liabilities and Equity	26,688,831	14,998,402	77.94%
STATEMENT OF CASHFLOW	FY-2023 (₹m)	FY-2022 (₹m)	Change (%)
Net cash used in operating activities	1,876,026	935,636	100.51%
Net cash used in investing activities	(843,179)	(625,271)	34.85%
Net cash used in financing activities	30,017	41,167	-27.08%



Key Financial Data



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