



Lloyds Banking Group Pre-Q3 Consensus

Lloyds Banking Group
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IMPORTANT: The consensus information set out in this document is subject to the disclaimer contained in the final slide.

Lloyds Banking Group consensus



LLOYDS BANKING GROUP CONSENSUS £m (unless stated)	Q1 2024 Actuals	Q2 2024 Actuals	Q3 2024 Consensus	Q3 2024 YTD Consensus	FY 2024 Consensus	FY 2025 Consensus	FY 2026 Consensus
Net interest income*	3,184	3,154	3,205	9,543	12,815	13,363	14,136
Other income	1,340	1,394	1,386	4,120	5,522	5,848	6,125
Operating lease depreciation	(283)	(396)	(303)	(982)	(1,285)	(1,285)	(1,341)
Net income	4,241	4,152	4,288	12,681	17,053	17,926	18,920
Operating costs	(2,402)	(2,298)	(2,286)	(6,986)	(9,403)	(9,515)	(9,642)
Remediation	(25)	(70)	(64)	(159)	(511)	(707)	(279)
Total costs	(2,427)	(2,368)	(2,350)	(7,145)	(9,914)	(10,222)	(9,921)
Trading surplus	1,814	1,784	1,938	5,536	7,138	7,704	8,999
Impairment	(57)	(44)	(271)	(372)	(663)	(1,244)	(1,323)
Underlying profit	1,757	1,740	1,667	5,164	6,476	6,460	7,676
Restructuring costs	(12)	(3)	(16)	(31)	(66)	(70)	(69)
Volatility and other items	(117)	(41)	(30)	(188)	(225)	(144)	(140)
Statutory profit before tax	1,628	1,696	1,622	4,946	6,185	6,246	7,468
Taxation	(413)	(467)	(433)	(1,313)	(1,676)	(1,756)	(2,014)
Profit for the period	1,215	1,229	1,189	3,633	4,509	4,490	5,454
Profit attributable to ordinary shareholders	1,069	1,076	1,039	3,184	3,924	3,885	4,873
<i>* Of which non-banking NII</i>	<i>(105)</i>	<i>(124)</i>	<i>(125)</i>	<i>(354)</i>	<i>(475)</i>	<i>(488)</i>	<i>(480)</i>
KEY METRICS							
Average interest-earning banking assets (£bn)	449	449	452	450	451	460	470
Risk weighted assets (£bn)	223	222	223	223	223	228	235
Banking net interest margin	2.95%	2.93%	2.93%	2.94%	2.95%	3.01%	3.11%
Cost:income ratio	57.2%	57.0%	55.1%	56.3%	58.1%	57.0%	52.4%
Asset quality ratio	0.06%	0.05%	0.22%	0.11%	0.14%	0.27%	0.28%
Return on tangible equity	13.3%	13.6%	13.5%	13.5%	12.3%	12.1%	14.5%
CET1 ratio post dividends & buyback	13.9%	14.1%	14.4%	14.4%	13.5%	13.3%	13.2%
Tangible net assets per share (p)	51.2	49.6	50.8	50.8	52.4	56.7	62.5
Total dividend per share (p)	-	1.06	-	1.06	3.09	3.32	3.69
Share buyback (£m)	-	-	-	-	1,943	1,893	2,426
Earnings/(loss) per share (p)	1.7	1.7	1.7	5.1	6.3	6.6	8.7

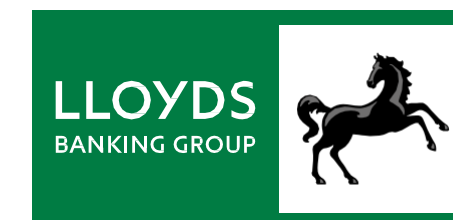
Notes

- 15 models incorporated into consensus; 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
- FY 24-26 remediation charge:
 - A number of analysts have included additional Motor Finance charges; these vary in quantum and timing

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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