



# Afreximbank

## Full Year 2024 Results Presentation

**Delivering Growth, Resilience and Impact**

**8 April 2025**

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# Overview

# Systemic pan-African trade finance institution

## Robust balance sheet growth

- US\$40 billion total assets + contingencies.
- +60% over 2021 position.



## Strong access to capital

- US\$5.3bn equity investment under GCI II
- US\$5 billion in additional liability funding since 2021.



## Solid asset quality

- Well-managed credit risk.
- Cost of risk below 1.7%.
- NPL ratio of 2.33%.



## High operating efficiency

- Cost-to-income ratio was 18% in 2024.
- Net interest spread of 4.1%.



## Improved credit rating

- Triple-A “AAA” rating from China Credit Rating Co.
- Upgrade from Fitch & GCR to “BBB” and “A”



Total equity investment under GCI II amounted to US\$5.3 billion, of which US\$2.1 billion was paid-in, equivalent to a gross amount of US\$2.6 billion when adjusted for discounts.



# Market leadership across strategy pillars, sectors and products



## Intra-African trade penetration

- Intra-African trade represents 32% of the total Bank portfolio
- Expansion into the Caribbean Community under the Global Africa strategy
- Creating access to the underserved markets through the CANEX and Diaspora strategy
- US\$17.5B worth of deals disbursed in 2024



## Export development projects and initiatives

- US\$4.7 billion financing (funded & unfunded) to manufactured exports and services
- Partnership with Arise IIP strengthened with US\$450 million facility to support development of industrial parks, special economic zones in Africa
- Provided skills development and market access to over 3,100 SMEs



## Trade finance leadership and response to crises

- Support to African sovereigns and businesses to mitigate the impact of crises
- Under PATIMFA and UKAFPA, the Bank disbursed US\$5 bn in 2024, with US\$10.7 bn outstanding in 2024
- 50% of loans committed through financial institutions
- 256 African banks under the AFTRAF program with US\$5.5 billion in trade limits



## Financial sustainability

- Libya and Somalia are participating member states, now 54 in total
- Solid income profile with gross income of US\$3.3 billion and net income of US\$974 mn
- US\$725 million paid as dividends in 3 yrs. 55-70% of dividends reinvested, year-to-year
- Strong capital adequacy of 24%, with CARPROOF to cushion capital risks



## Global Banking and Markets Awards

**1** Sovereign, Supra & Agency Treasury & Funding Team of the Year

**2** Syndicated Loan Deal of the Year

**3** Infrastructure Finance Deal of the Year

**4** **Bonds, Loans & ESG Capital Markets Awards:**  
Financial Institutions Bond Deal of the Year

Driving Africa's transformation through resilience, trade, and inclusive growth

# The strategic initiatives of the Group are bearing fruit



- Deployed **US\$415 million** in direct equity investments in industrial platforms, financial inclusion, agribusiness, and healthcare
- Net income grew by **60% to US\$34.6 million**.
- Expanded member states to **21**
- Financial assets to **US\$570 million**.
- **Key investments** in industrial platforms, financial inclusion, agribusiness, and healthcare.



- Scaled operations across energy, mining, construction, and manufacturing sectors
- Issued 70 policies covering US\$3.54 billion in assets, generating US\$11.6 million in premiums.
- Expanded reach from 7 to 17 countries by the end of 2024.
- Secured 97% of written premiums through partnerships with Pan-African reinsurers, enhancing regional retention.



- Expanded to 16 countries and 144 commercial banks.
- Transaction volume surged by +900%.
- Launched PAPSS African Currency Marketplace (PACM), handling 12 currencies in its pilot phase.
- PAPSS card set to also launch.

## Other Group's strategic Initiatives

- **MANSA:** Grew platform users by 73%, onboarded 11,239 new verified entities (total 26,561) with 12 Central Banks signing the MANSA Verified Charter, and launched Africa Entity Identifier (AEI).
- **Africa Energy Bank (AEB):** In partnership with the African Petroleum Producers' Organization (APPO), with US\$5 billion initial share capital set to operationalize in 2025.
- **Africa Trade and Distribution Company Limited (ATDC):** In partnership with Arise IIP and AfCFTA to expand small holder and SMEs access to markets.
- **Concessional Finance Window:** Launched by the Bank's shareholders and expected to commence end of Q2 2025.

# Strategy scorecard | 5-year target vs. mid-term status

S/N	Objective or target	2026 (expected)	2024 (actual)	Status after 3 years
1	Intra-African trade financing to total bank loans	36%	32%	An increase from 21% in 2021
2	Percentage of Africa's manufactured exports financed by the Bank	4%	3.62%	To be attained before 2026
3	Share of trade finance needs met by the Bank	15% per annum	16.9%	Outperforming expectations
4	Number of African SMEs supported by the Bank	250,000	256,228	Surpassed two years ahead
5	Mobilise new paid-in equity under the GCI II	\$2.6 billion	\$2.6 billion	99.2% achieved in 3 years
6	Maintain strong asset quality (NPL ratio)	Maximum of 4%	2.33%	Outperforming expectations
7	Obtain one notch credit rating upgrade	+1	+2	Upgrades from Fitch and GCR

# Summarised full-year 2024 Group financial performance

Metric	FY2024 Value	Change vs. FY2023
Gross Income	US\$3.3 billion	▲ +23% (vs. US\$2.6 billion)
Net Income	US\$973.5 million	▲ +29% (vs. US\$756.1 million)
Total Assets + Contingents	US\$40.1 billion	▲ +7.55% (vs. US\$37.3 billion)
Net Loans & Advances	US\$29.0 million	▲ +8.54% (vs. US\$26.7 billion)
NPL Ratio	2.33%	▲ (Improved from 2.47%)
Liquidity Ratio	13%	▼ (vs. 17%)
Cost-to-Income Ratio	18%	▲ (vs. 19%)



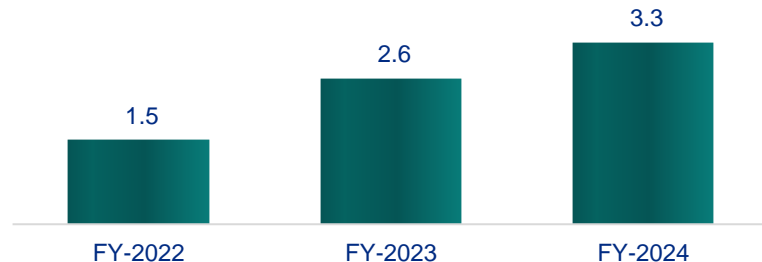


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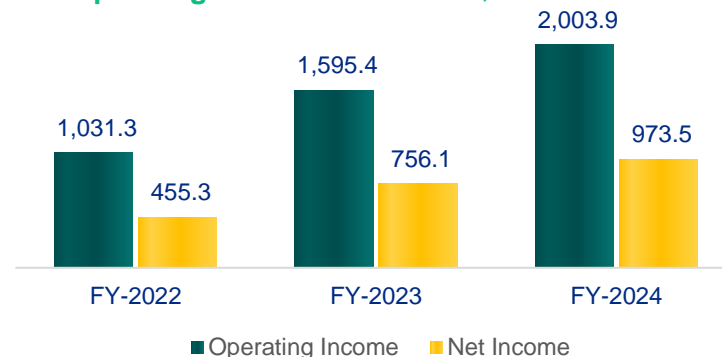
# Review of Results

# Consistent and resilient Group earnings growth

Gross income, \$billion

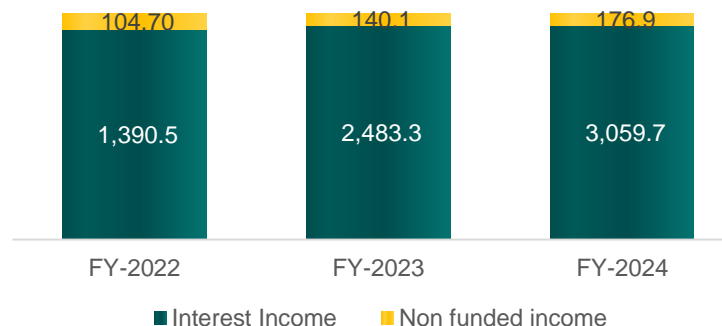


Operating and Net Income US\$ million



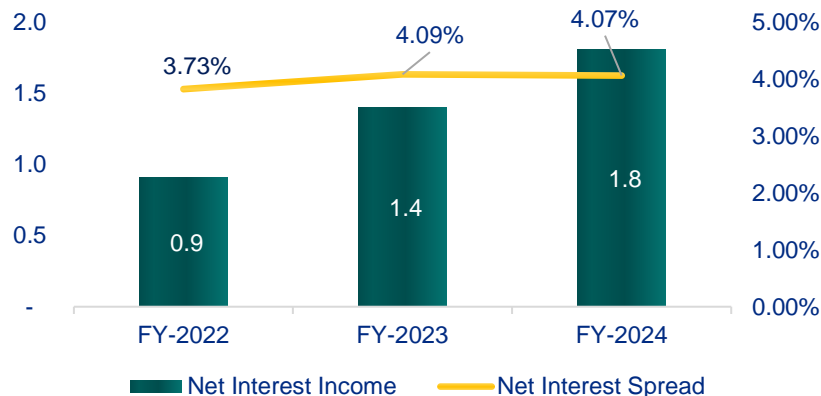
- Gross Income increased by 23% to US\$3.3 billion in FY'2024 (FY'2023: US\$2.6 billion);
- The solid growth was largely driven by:
  - ✓ Year-on-year growth in gross Loans and advances from US\$28.1 billion at FY'2023 to US\$30.8 billion at FY'2024; and
  - ✓ Higher benchmark interest rates in the market during the year.
- Fees and commission income grew by 26 percent from US\$140.1 million in FY'2023 to US\$176.9 million in FY'2024. This performance was largely driven by increased advisory mandates and average volumes of Letters of Credit and Guarantees
- Resultantly, operating income closed FY'2024 at US\$2.0 billion (FY-2023: US\$1.6 billion), representing a 20.76% growth.
- Net Income grew by 29 percent from US\$756.1 million in FY'2023 to US\$973.5 million in FY'2024. This resulted from higher net interest income, effective management of credit risk and optimal control of operating expenses.

Distribution of income, US\$ million



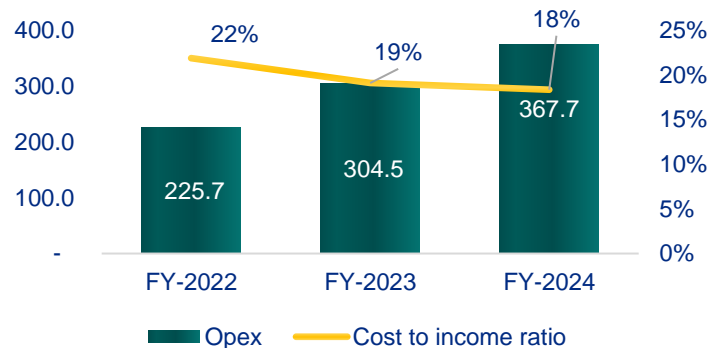
# Optimized Group performance and efficiency levels

Net Interest Income (\$) and  
Net Interest Spread (%)



- Net Interest Income (NII) increased to US\$1.8 billion for FY'2024, representing a 25.4% increase compared to FY'2023 amount of US\$1.4 billion.
- Interest rate spread was stable at 4.07% for FY'2024 compared to 4.09% for FY'2023.
- The reported Interest rate spread reflected the Bank's sustained management of the pricing of loans and effective management of borrowing costs.

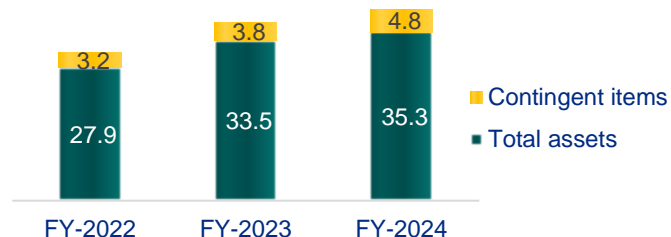
Opex & cost-to-income ratio, %



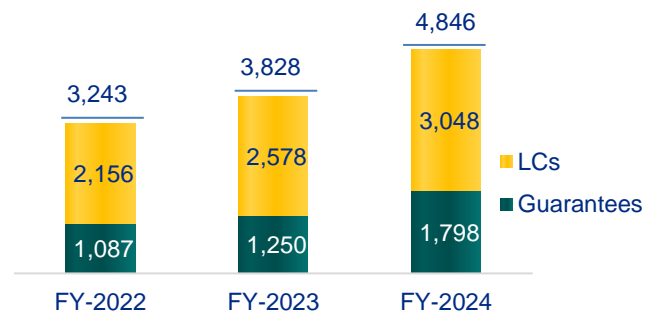
- Total Group operating expenses increased by 20.74% to US\$367.7 million for FY'2024 compared to US\$304.5 million for FY'2023. Total Operating expenses increased due to:
  - ✓ expanded business activities,
  - ✓ the implementation of strategic initiatives,
  - ✓ the need for additional staffing to support growth, and
  - ✓ inflationary pressures.
- The Cost to Income ratio of the Group, which was well within the internal strategic upper limit of 30 percent, stood at 18% at FY'2024, (FY'2023: 19%).

# Sustainable Group financial position

## Total on b/sheet & Cont., US\$ billion

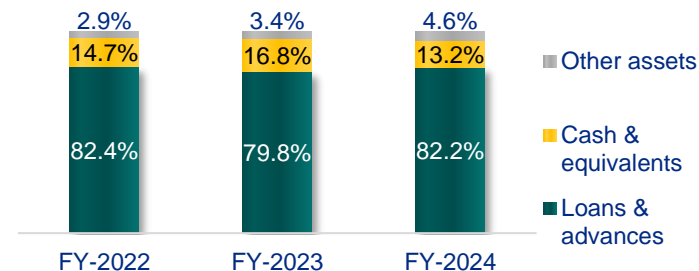


## Contingent instruments, US\$ million



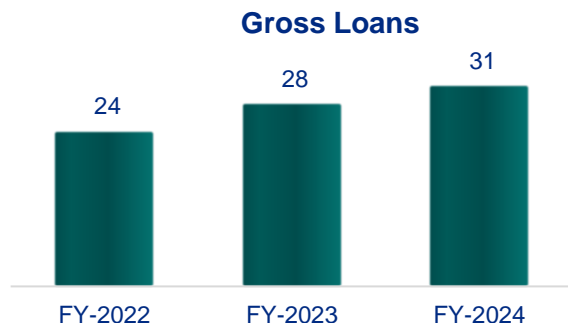
- The Group's total assets and contingencies grew by 7.55% to reach US\$40.1 billion as at FY'2024, compared to US\$37.3 billion as at FY'2023.
- Total assets on the Group's balance sheet were US\$35.3 billion at FY'2024, up from US\$33.5 billion at FY'2023.
- Loans and advances to customers closed FY'2024 at US\$29.0 billion (FY'2023: US\$26.7 billion) and constituted 82% of the Group's total assets as at FY'2024 (FY'2023: 80%). This growth was on account of additional disbursements made during 2024 as the Bank continued to support the continent through various product offerings.
- Cash and cash equivalents' balances closed FY'2024 at US\$4.6 billion (FY'2023: US\$5.6 billion). Resultantly, the liquid assets to total assets ratio was 13% as of FY'2024 (FY'2023: 17%) and remained relatively high and within the Bank's strategic levels.
- Group's contingencies, which primarily comprised Letters of Credit and Guarantees, amounted to US\$4.8 billion (FY'2023: US\$3.8 billion). The increase is attributable to the Bank's strategy to expand non-funded business.

## Asset mix, US\$ billion



# Analysis of Bank's loans and advances (1/2)

Gross Loan book, US\$ billion



Gross Loan split by sector, %

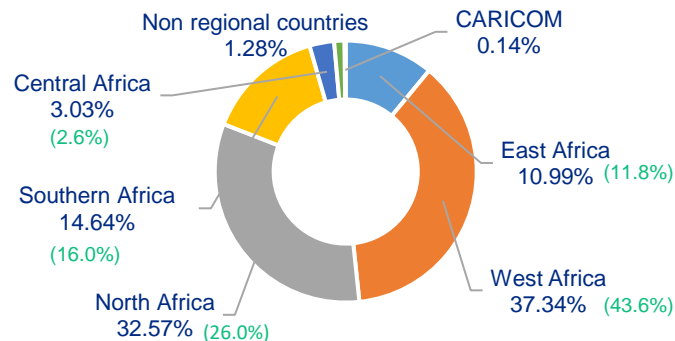
Sector	Dec. 2024	Dec. 2023
Financial Services	47.95%	49.28%
Oil and Gas	19.48%	18.55%
Manufacturing	6.06%	4.33%
Power	3.21%	4.65%
Government	8.31%	8.57%
Construction	3.88%	4.61%
Health & Med Servs	1.54%	2.49%
Telecoms	1.86%	1.86%
Others	7.71%	5.66%
	100%	100%

- Gross loans and advances rose to US\$30.8 billion in FY 2024, up from US\$28.1 billion in FY 2023, with growth observed across all sectors.
- In line with the structure of the Bank's financing model, which relies on lending through financial intermediaries, exposure to financial services represented 47.95% of the loan book at FY-2024 (FY-2023: 49.28%). An increase in direct financing to large corporations contributed to the decline.
- Exposure to Oil and gas increased slightly from 18.55% at FY'2023 to 19.48% at FY'2024.
- The Bank increased its exposure to the Manufacturing sector to 6.06% at FY'2024, up from 4.33% at FY'2023, as it strengthened its strategic pillar of Industrialization.
- Exposure to Governments decreased slightly to 8.31% in FY-2024 (FY-2023: 8.57%) as the portfolio was diversified.
- In addition, the increase in the Others category was on account of increased disbursements to the Agriculture and Agro-processing sectors, as the Bank provides its anchor support to ensure food security across the continent and increased intra-African trade.

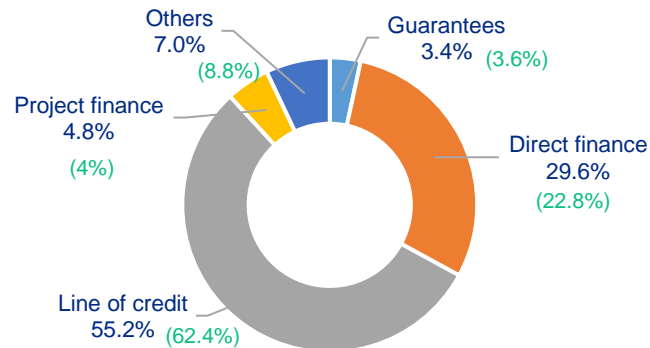


## Analysis of Bank's loans and advances (2/2)

Loan split by geography, % (prior year in text box)



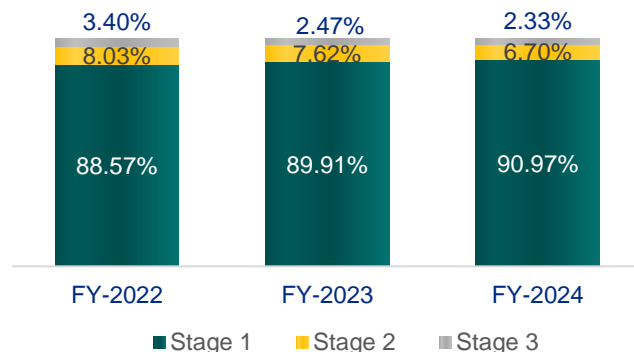
Loan split by programme, % (prior year in text box)



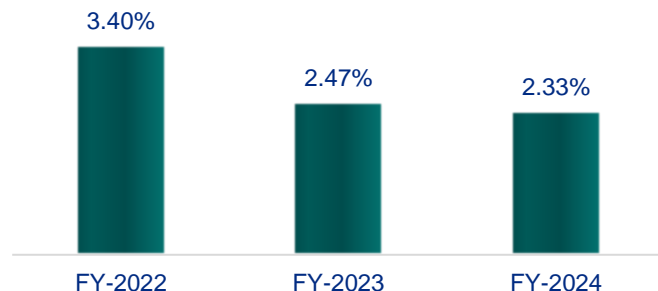
- The geographical distribution of the gross loans largely mirrors the trading patterns of Africa and, as a result:
  - ✓ The West African region attracted more financing support from the Bank as it accounted for 37.34% of loans (FY'2023: 43.6%).
  - ✓ North Africa attracted 32.57% (FY'2023: 26.0%).
  - ✓ Southern Africa accounted for 14.64% (FY'2023: 16%) of the total exposure.
  - ✓ The Bank has exposures to East Africa, 10.99% (FY'2023: 11.8%), and Central Africa, 3.03% (FY'2023: 2.6%).
  - ✓ Exposure to non-regional countries accounted for 1.28%, and the Bank's exposure in CARICOM gained momentum at 0.14%.
- Lines of credit and Direct financing continued to be the Bank's main financing programmes, representing 84.8% of facilities at FY-2024 (FY-2023: 85.2%).
- Project-related finance accounted for 4.8% (FY'2023: 4.4%).

# High quality financial asset portfolio for the Bank

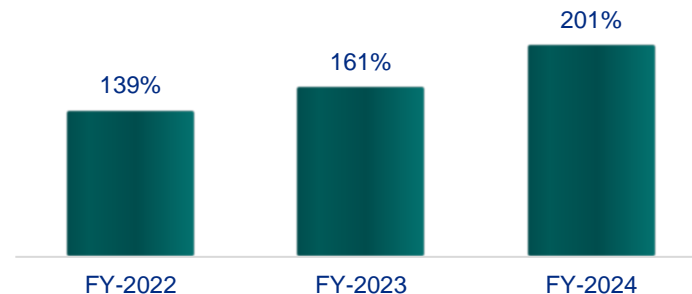
Loan staging trend, %



NPL trend, %



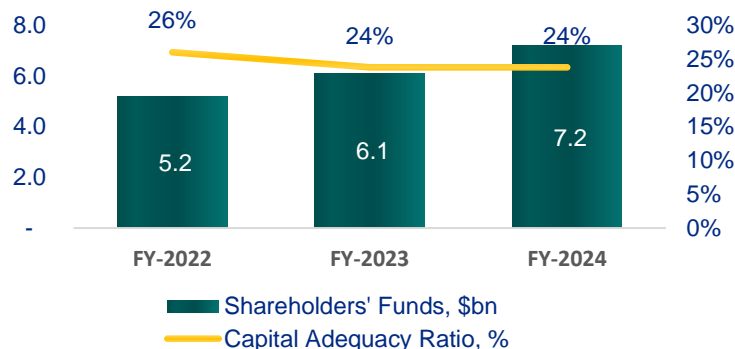
NPL coverage ratio, %



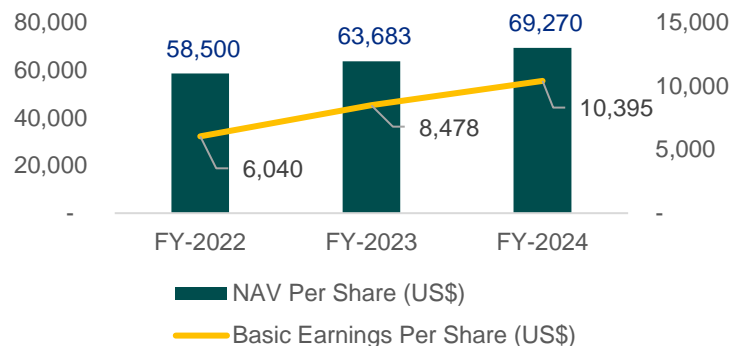
- Asset quality remained satisfactory as the total facilities classified under IFRS 9 as Stage 1 and Stage 2 accounted for 97.67% (FY'2023: 97.53%) of the total Loans and advances as of FY'2024.
- This positive outcome is directly attributed to the favourable impact of the Bank's Structured Trade Finance-based lending, robust risk management strategies, effective preferred creditor treatment by participating states and deep understanding of African markets and their needs.
- The NPL coverage ratio of 201% at FY-2024 (FY-2023: 161%) was above the minimum strategic threshold of 100%, indicating that the outstanding NPL exposures were adequately covered by the expected credit losses and the net value of collaterals.

# Driving sustainable value for shareholders

## Equity position (US\$bn)

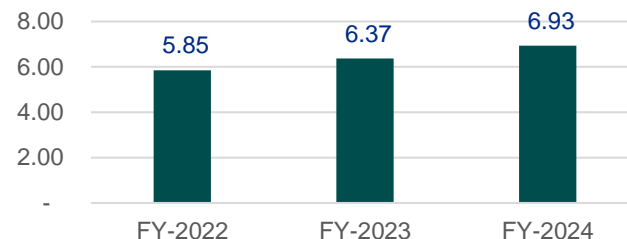


## NAV per share (US\$)



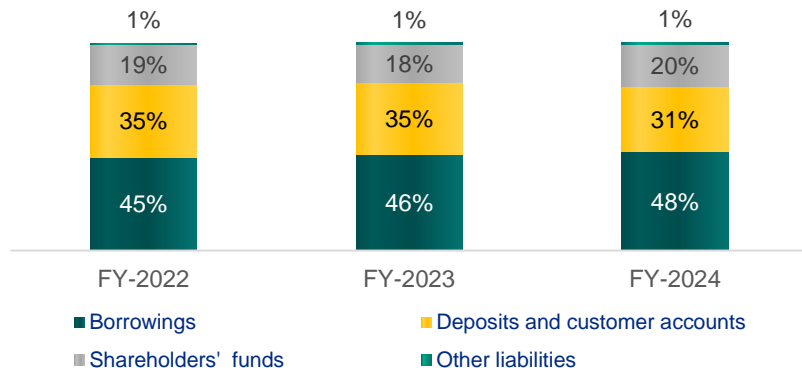
- The Group's Shareholders' funds, which closely align with those of the Bank, recorded a growth of 17 percent in 2024, reaching US\$7.2 billion (FY 2023: US\$6.1 billion). The growth was mainly attributable to:
  - ✓ successful capital raising efforts under the GCI(II) programme, which secured fresh equity contributions totaling US\$412.8 million during the year; and
  - ✓ US\$973.8 million internally generated net earnings for the year.
- FY'2023 dividends of US\$314.5 million were appropriated following the Shareholders' approval in June 2024 (including the US\$50 million for the Concessionary Financing window).
- The Capital Adequacy Ratio was 24% at FY'2024 (FY'2023: 24%) and is above the Bank's long-term Capital Management Strategic and Policy targets of 20%.
- The Group achieved a return on average equity (ROAE) and return on average assets (ROAA) of 15% (FY'2023: 13%) and 2.96% (FY'2023: 2.56%), respectively.
- The Group's net asset value per share of US\$69,270 at FY'2024 improved from US\$63,683 for FY'2023 on account of higher profits retained. NAV per depository receipt also increased to US\$6.93 at FY'2024 from US\$6.37 at FY-2023.

## NAV per depository receipt (US\$)



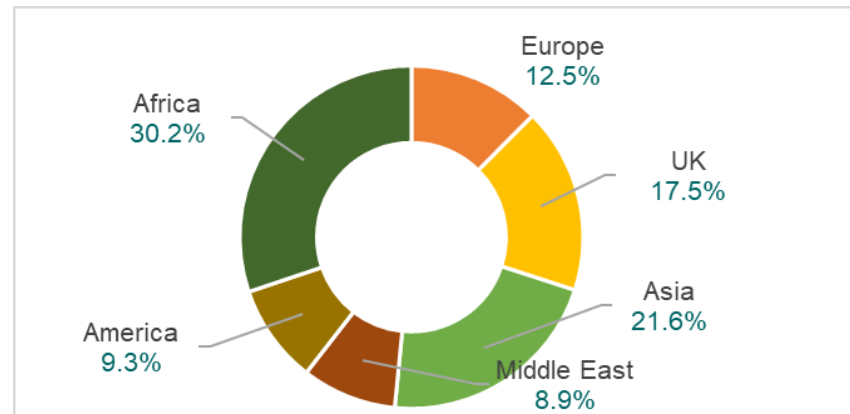
# Bank's Balanced funding mix

## Total Funding Mix (%)



- The Group Total liabilities position stood at US\$28.1 billion at FY'2024, representing an increase of 2.68% compared to the FY'2023 level of US\$27.3 billion.
- Total borrowings (Due to Banks and Debt Securities in issue) accounted for 48% of the Total Funding mix of the Group, (FY-2023: 46%).
- At FY'2024, Deposits and customer accounts accounted for 31% of the Total Funding mix of the Group (FY'2023: 35%).
- Total Shareholders' funds were 20% of the Total Funding mix of the Group, (FY'2023: 18%).
- The Bank's funding structure comprised a mixture of debt and equity. Growth in loan assets was funded by new equity and debt funding mobilization exercises as well as liquidity from loan repayments.

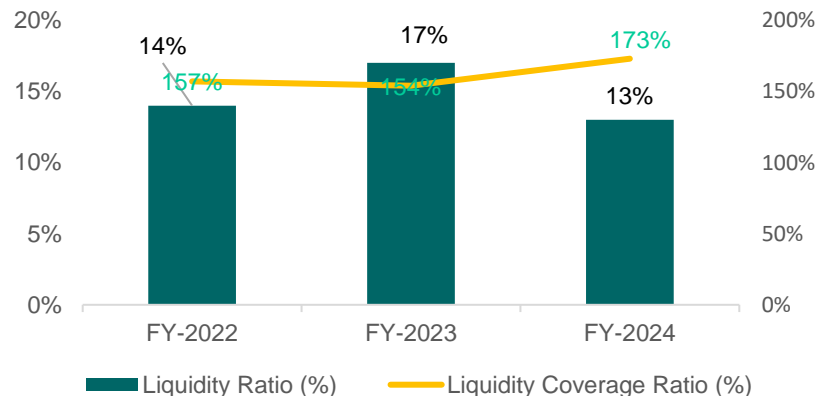
## FY'2024 Geographical Distribution



- The debt funding was well diversified, comprising Customer deposits, loans from financial institutions and bond issuances (Customer accounts and deposits base comprises Debt service reserve accounts (DSR) and Central Bank term deposits).
- Funding sources were mainly in US Dollars and Euro currencies. Typically, any funds raised in a currency other than US Dollars were matched with assets in the same currency or swapped into US Dollars.
- The Bank continued to enjoy deep market access and diverse liquidity sources. Main geographical sources included Africa, Asia (China and Japan), the United Kingdom, Mainland Europe and the Middle East.
- The Bank made use of derivative instruments to manage its exposures to interest rates, foreign currency and credit risks.

# Robust liquidity position

- Despite the challenges in global financing conditions, the Bank was able to achieve its funding objectives, culminating in a sound liquidity position.
- The Bank's Liquidity Policy requires the asset portfolio duration to either be shorter or match the liabilities duration. This enables the Bank to accumulate asset cash flows, which, in turn, are used to fund maturing obligations.
- The Bank closed FY'2024 with a solid liquidity position, holding US\$4.6 billion in cash and cash equivalents. The liquidity ratio stood at 13% (FY'2023: 17%).
- Liquidity coverage ratio remained strong at 173% (FY'2023: 154%), which was above the minimum threshold of 100%.
- The Bank's Treasury assets held with "AA-AAA" rated institutions stood at 45% as of 31 December 2024, which was above the minimum threshold of 40%.



Treasury Headroom (US\$M)	FY'2022	FY'2023	FY'2024
Committed Facilities	1,189	1,701	553
Uncommitted Facilities	1,558	1,057	1,525
<b>Untapped Headroom</b>	<b>2,747</b>	<b>2,758</b>	<b>2,078</b>
Cash and Cash Equivalents	4,099	5,622	4,649
<b>Total Treasury Headroom</b>	<b>6,846</b>	<b>8,380</b>	<b>6,727</b>

## Headroom & Alternative Liquidity Sources

### Undrawn lines

As at FY'2024, the Bank had approximately US\$2.1 billion undrawn lines available. These were availed by banks, ECAs and DFIs. Of these lines, approximately US\$553 million were committed, while US\$1.5 billion were uncommitted.

### Callable capital

Afreximbank's callable capital amounted to US\$4.3 billion as at FY'2024 compared to US\$3.7 billion as at FY'2023. The Bank maintains the callable capital as an additional buffer in case of need. US\$1.7 billion of the callable capital was credit-enhanced as part of the Bank's capital management initiatives.

### Assets sales

Syndications and asset sales are an integral part of the Bank's liquidity management strategy.





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## **Outlook for 2025**

# Guidance for full-year 2025

Total assets + contingent items	US\$45 billion – US\$50 billion
Net loan amount	US\$30 billion – US\$36 billion
NPL ratio	No more than 4%
Cost to income ratio	17% – 30%
Return on average equity	10% – 12%
Dividend payout ratio	30% – 35%
Capital adequacy ratio	Above 20%

# Steadfast leadership through change

- Over the past few years, Africa and indeed the world have weathered a series of social, health, economic, and political challenges. Yet, the continent has demonstrated remarkable resilience. Throughout this period, the Bank has played a pivotal role, providing critical interventions that supported Africa's resilience in the face of uncertainty.
- As you may know, this marks my final year as President of the Bank. I take this opportunity to express my sincere gratitude for the unwavering support that my team and I have received over the years. Together, we achieved historic milestones, including the first-ever listing by an African multilateral institution, underpinned by your trust and commitment to our capital-raising efforts.
- We have cultivated a strong and dedicated workforce, anchored by an experienced executive management team. This continuity of leadership, paired with the Bank's robust organizational structure, has enabled seamless succession across all levels in the past.
- The process of appointing the next President is already underway. New leadership will be announced following shareholder approval at the upcoming Annual General Meeting in June 2025.
- Importantly, the Bank's mandate and strategy continue without interruption. The Bank remains committed to executing the current strategic plan, delivering on a wide array of initiatives, and addressing the continent's pressing challenges. With adequate capital buffers in place, the Bank's ability to drive growth and transformation remains strong.
- As we transition into a new chapter, the Bank and the team I will leave behind will continue to rely on your steadfast support in our shared mission to transform Africa's trade and economic landscape.

**Together, we will continue to drive Africa's trade transformation.**



# Thank you

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