

FirstRand Namibia Ltd

FirstRand Namibia LTD (FNB NW) is a listed company on the Namibian Stock Exchange (NSX). FirstRand Namibia operates through a portfolio of integrated financial services businesses comprising FNB Namibia, RMB Namibia, WesBank, FNB Insurance, Ashburton Investments and Pointbreak Wealth, providing a set of transactional, lending, investment and insurance products and services.

Strategy

FirstRand Namibia commits to building a globally competitive Namibia; providing access to opportunities. To be a great Namibian financial services group and create a better world. To be the best employer in Namibia to the best people, who are passionate about stakeholder relations and innovative, client-centric value propositions delivered through efficient channels and processes in a sorted out and sustainable manner.

Products and Services

FNB Namibia offers financial services to individuals and businesses across our vast country whilst RMB Namibia offers the corporate and investment banking associated with a growing economy. WesBank is the vehicle and asset financing arm of the Group to individuals and businesses alike. Within FNB Insurance, short-term insurance and insurance brokerage services ensure assets are well covered, also providing options of life cover.

Opportunities

Attractive lending rates as the prime rate adjusted materially higher, along with better economic growth and an improved outlook.

Challenges

The high interest rate environment has resulted in repayment challenges and affordability constraints, while there is an anticipation of increased regulation for the industry – particularly around fees and charges - which poses headwinds for the industry as a whole.

Basic valuation

FNB Key Metrics	Year-End Jun				
	FY '22	FY '23	FY '24f	FY '25f	FY '26f
Net Interest Income (NAD'm)	2,203	2,696	2,973	3,251	3,446
Non-Interest income (NAD'm)	1,981	2,207	2,402	2,547	2,689
Profit after tax (NAD'm)	1,273	1,561	1,749	1,922	2,022
HEPS (NAD'c)	476	583	650	714	751
PE (x)	10.93	8.91	8.0	7.3	6.9
DPS (NAD'c)	473	578	458	503	529
DY (%)	9.09	11.11	8.8	9.7	10.2
NAV ps (c)	2,329	2,236	2328	2544	2771
PB (x)	2.23	2.33	2.2	2.0	1.9
ROE (%)	20.29	25.61	28.5	29.3	28.3

Source: FirstRand Namibia



Summary data

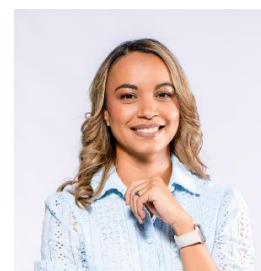
Share price (NAD)	49.25
12m hi/low (NAD)	52.00/33.03
Shares in issue (m)	268
Market cap (NAD'bn)	13.17
Market cap (USD'bn)	0.733
Ave daily traded (USD'm)	11,3867.78
Rolled forward PE	7.0
Target price (NAD)	50.21
One-year absolute return (%)	9.49

Source: FirstRand Namibia, Cirrus Capital
 All prices correct as of 14 Feb '24

FirstRand Group Representatives



Conrad Dempsey
Group Chief Executive Officer



Lizette Smit
Group Chief Financial Officer