

QUARTERLY FINANCIAL STATEMENTS

Published in accordance with Section 61(3) of the Banking and Financial Services Act, 1994

Take note that the financial statements on a month on month basis are available on request at every branch of our bank

BALANCE SHEET	Quarter Ended	Quarter Ended
	30th Sept 2013	31st Dec 2013
	ZMW'000	ZMW'000
ASSETS		
Notes and coins	31,680	24,455
Balances with Bank of Zambia	45,158	37,361
Balances with banks and other financial institutions in Zambia	62,640	58,952
Balances with banks and other financial institutions abroad	32,598	58,033
Investments in securities	63,154	70,415
Loans and advances (net of Capitalised interest on non - performing loans and allowances for loan losses)	224,835	220,222
Interbranch	2,009	1,535
Fixed assets	32,995	35,459
Other assets	39,532	51,644
Total Assets	534,601	558,076
LIABILITIES		
Deposits	436,996	440,732
Balances due to banks and other financial institution abroad	10,000	-
Other liabilities	14,093	8,871
Shareholders' equity	73,512	108,474
Total liabilities and shareholders' equity	534,601	558,076
Off balance sheet items		
Contingent liabilities	1,679	7,544
	1,679	7,544

STATEMENT OF LIQUIDITY POSITION	31st Dec 2013
	ZMW'000
(i) DEPOSIT LIABILITIES AND BILLS PAYABLE	
1. Demand deposits	174,891
2. Savings deposits	58,859
3. Time deposits	206,981
4. Bills payable	126
Total liabilities to the public and bills payable	440,858
(ii) TOTAL DEPOSIT LIABILITIES AND BILLS PAYABLE AT THE END OF THE PREVIOUS QUARTER	437,089
(iii) LIQUID ASSETS	
1. Gold coins & bullion	
2. Notes & coins which are legal tender in Zambia	24,455
3. Balances at Bank of Zambia	
(a) Current account	1,131
(b) Statutory deposits account	36,230
(c) OMO deposits	-
(d) Other balances	-
4. Treasury bills issued by the Government of the republic of Zambia (including those held as collateral for the Clearing House)	60,838
5. Money at call with any other bank	-
6. Bills of exchange and promissory notes eligible for discount at Bank of Zambia	
7. Local registered securities which are issued or guaranteed by Government of the Republic of Zambia and which have a final maturity date of not more than six years (at book value) and such other securities as the Minister may have approved	9,471
8. Items in transit between banks, branches and head office of bank	7,452
Total Liquid assets	139,577
(iv) RATIOS	
1. Liquid assets (items 2, 3 (a), 3 (c) and 4 as a percentage of total deposit liabilities and bills payable)	19.60
2. Total liquid assets as a percentage of total deposit liabilities and bills payable	31.66
3. Total liquid assets as a percentage of total deposit liabilities and bills payable at the end of the previous quarter	33.87

INCOME STATEMENT	Quarter Ended	Year to Date
	31st Dec 2013	31st Dec 2013
	ZMW'000	ZMW'000
Interest income from:		
Loans & overdrafts	10,054	38,234
Banks and financial institution	1,397	1,919
Securities	2,174	7,380
Other	-	-
Total interest income	13,625	47,533
Interest expense		
Deposits	6,174	18,368
Paid to banks and financial institution	102	1,549
Shareholders Loans	-	-
Other	64	178
Total interest expense	6,339	20,095
Net interest income	7,286	27,438
Provision for loan losses	(5,384)	(12,256)
Net interest income after provision for loan losses	1,902	15,182
Non interest and other income		
Commissions fees and service charge	6,176	21,287
Foreign exchange		
- Fees from foreign exchange transactions	15	1,119
- Realised trading gains (losses)	1,384	3,757
- Unrealised trading gains (losses) from forex holding	508	1,635
Dividend income	-	-
Other	16	70
Total non-interest income	8,099	27,869
Net interest and other income	10,002	43,051
Non-interest expense		
Depreciation	1,595	5,430
Other	18,214	65,085
Total non-interest expense	19,809	70,515
Income before taxes and extraordinary items	(9,808)	(27,463)
Taxation (credit)	(3,430)	(9,598)
Income after taxation	(6,378)	(17,865)
Extraordinary items	-	-
Income after Taxation and Extra-ordinary items	(6,378)	(17,865)
Net Income/(Loss)	(6,378)	(17,865)

STATEMENT OF CAPITAL POSITION	31st Dec 2013
	ZMW'000
I. PRIMARY (Tier 1) CAPITAL	
(a) Paid-up common shares	95,915
(b) Eligible preferred shares*	-
(c) Contribution surplus	49,725
(d) Retained earnings	(46,400)
(e) General reserves	-
(f) Statutory reserves	5,000
(g) Minority interests (common shareholders' equity)	-
(h) Sub-total	104,240
LESS:	
(i) Goodwill and intangible assets	-
(j) Investments in unconsolidated subsidiaries and associates	(106)
(k) Lending of a capital nature to subsidiaries and associates	-
(l) Holding of other banks' or financial institutions' capital instruments	-
(m) Assets pledged to secure liabilities	-
Sub-total(A) (items i to m)	(106)
OTHER ADJUSTMENTS:	
Provisions	
Assets of little or no realisable value	(1,254)
Other adjustments (specify)	
(n) Sub-total (B) - (Sub total A above + Other adjustments)	(1,360)
(o) Total primary capital (h-n)	102,880
II. SECONDARY (Tier 2) CAPITAL	
(a) Eligible preferred share (Regulations 13 and 17)	-
(b) Eligible subordinated term debt {Regulation 17 (b)}	-
(c) Eligible loan stock/capital {Regulation 17 (b)}	-
(d) Revaluation reserves {Regulation 17 (a)}(maximum is 40% of revaluation res)	-
(e) Other {Regulation 17 (a) specify}	1,694
(f) Total secondary capital	1,694
III. ELIGIBLE SECONDARY CAPITAL	1,694
(the maximum amount of secondary capital is limited to 100% of primary capital)	
IV. ELIGIBLE TOTAL CAPITAL {I(o)+III} (Regulatory capital)	104,573
V. MINIMUM TOTAL CAPITAL REQUIREMENT:	27,741
(The higher of 12,000 or 10 % of total on and off balance sheet risk-weighted assets as established in the First schedule)	
VI. EXCESS (DEFICIENCY) (IV minus V)	76,832
RISK BASED ASSETS	277,560

Charles H. de B Carey
Managing Director

Louis Kabula
Chief Financial Officer