

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 31st Mar 2016	Quarter Ended 30th June 2016
	ZMW'000	ZMW'000
ASSETS		
Notes and coins	89,223	58,423
Balances with Bank of Zambia	151,360	139,187
Balances with banks and other financial institutions in Zambia	24,638	16,500
Balances with banks and other financial institutions abroad	65,026	87,599
Investments in securities	62,690	63,658
Loans and advances (net of Capitalised interest on non - performing loans and allowances for loan losses)	459,979	452,424
Interbranch	2,590	2,731
Fixed assets	38,586	39,921
Other assets	79,680	81,110
Total Assets	973,772	941,553
LIABILITIES		
Deposits	819,544	756,470
Balances due to banks and other financial institution in Zambia	19,748	33,669
Balances due to banks and other financial institution abroad	-	30,006
Other liabilities	26,055	11,059
Shareholders' equity	108,425	110,149
Total liabilities and shareholders' equity	973,772	941,553
Off balance sheet items		
Contingent liabilities	59,400	28,800
	59,400	28,800

STATEMENT OF LIQUIDITY POSITION	30th Jun 2016
	ZMW'000
(i) DEPOSIT LIABILITIES AND BILLS PAYABLE	
1. Demand deposits	377,327
2. Savings deposits	68,961
3. Time deposits	310,182
4. Bills payable	383
Total liabilities to the public and bills payable	<u>756,853</u>
(ii) TOTAL DEPOSIT LIABILITIES AND BILLS PAYABLE AT THE END OF THE PREVIOUS QUARTER	819,936
(iii) LIQUID ASSETS	
1. Gold coins & bullion	
2. Notes & coins which are legal tender in Zambia	58,423
3. Balances at Bank of Zambia	
(a) Current account	2,034
(b) Statutory deposits account	137,153
(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)	58,965
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	4,587
8. Items in transit between banks, branches and head office of bank	11,500
Total Liquid assets	272,662
(iv) RATIOS	
1. Liquid assets (items 2, 3 (a), 3 (c) and 4 as a percentage of total deposit liabilities and bills payable)	15.78
2. Total liquid assets as a percentage of total deposit liabilities and bills payable	36.03
3. Total liquid assets as a percentage of total deposit liabilities and bills payable at the end of the previous quarter	19.04

INCOME STATEMENT	Quarter Ended 30th Jun 2016	Year to Date 30th Jun 2016
	ZMW'000	ZMW'000
Interest income from:		
Loans & overdrafts	30,844	57,145
Banks and financial institution	95	789
Securities	3,776	7,448
Other	-	-
Total interest income	34,715	65,382
Interest expense		
Deposits	18,257	36,466
Paid to banks and financial institution	2,371	5,159
Shareholders Loans	-	-
Other	65	143
Total interest expense	20,693	41,768
Net interest income	14,022	23,614
Provision for loan losses	(3,519)	(266)
Net interest income after provision for loan losses	10,503	23,348
Non interest and other income		
Commissions fees and service charge	10,077	17,583
Foreign exchange		
- Fees from foreign exchange transactions	110	216
- Realised trading gains (losses)	7,112	10,441
- Unrealised trading gains (losses) from forex holding	-	-
Dividend income	-	-
Other	662	1,325
Total non-interest income	17,961	29,565
Net interest and other income	28,464	52,913
Non-interest expense		
Depreciation	1,472	3,502
Other	24,339	49,896
Total non-interest expense	25,811	53,398
Income before taxes and extraordinary items	2,653	(485)
Taxation	929	(151)
Income after taxation	1,724	(334)
Extraordinary items	-	-
Income after Taxation and Extra-ordinary items	1,724	(334)
Net Income	1,724	(334)

STATEMENT OF CAPITAL POSITION	30th Jun 2016
	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	(44,725)
(e) General reserves	-
(f) Statutory reserves	5,000
(g) Minority interests (common shareholders' equity)	-
(h) Sub-total	105,915
LESS:	
(i) Goodwill and intangible assets	-
(j) Investments in unconsolidated subsidiaries and associates	-
(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)	-
OTHER ADJUSTMENTS:	
Provisions	
Assets of little or no realisable value	(106)
Other adjustments (specify)	
(n) Sub-total (B) - (Sub total A above + Other adjustments)	(106)
(o) Total primary capital (h-n)	105,809
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}	1,693
(f) Total secondary capital	1,693
III. ELIGIBLE SECONDARY CAPITAL	1,693
(the maximum amount of secondary capital is limited to 100% of primary capital)	
IV. ELIGIBLE TOTAL CAPITAL {I(o)+III} (Regulatory capital)	107,502
V. MINIMUM TOTAL CAPITAL REQUIREMENT:	104,000
(The higher of 104,000 or 10 % of total on and off balance sheet risk-weighted assets as established in the First schedule)	
VI. EXCESS (DEFICIENCY) (IV minus V)	3,502
RISK BASED ASSETS	590,626

Charles H. de B Carey
Chief Executive Officer

Louis Kabula
Chief Financial Officer