

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 2018	Quarter Ended 30th June 2018
	ZMW'000	ZMW'000
ASSETS		
Notes and coins	59,364	46,849
Balances with Bank of Zambia	67,153	78,926
Balances with banks and other financial institutions in Zambia	32,212	76,095
Balances with banks and other financial institutions abroad	36,920	49,940
Investments in securities	182,876	168,789
Loans and advances (net of Capitalised interest on non - performing loans and allowances for loan losses)	592,796	606,365
Interbranch	2,975	4,561
Fixed assets	53,301	52,260
Other assets	95,779	88,955
Total Assets	1,123,376	1,172,740
LIABILITIES		
Deposits	849,560	884,793
Balances due to banks and other financial institution in Zambia	-	19,930
Balances due to banks and other financial institution abroad	108,800	129,545
Other liabilities	22,998	15,280
Shareholders' equity	142,018	123,192
Total liabilities and shareholders' equity	1,123,376	1,172,740
Off balance sheet items		
Contingent liabilities	12,986	33,548
	12,986	33,548

STATEMENT OF LIQUIDITY POSITION	30th June 2018
	ZMW'000
(i) DEPOSIT LIABILITIES AND BILLS PAYABLE	
1. Demand deposits	351,986
2. Savings deposits	83,644
3. Time deposits	449,164
4. Bills payable	50
Total liabilities to the public and bills payable	884,844
(ii) TOTAL DEPOSIT LIABILITIES AND BILLS PAYABLE AT THE END OF THE PREVIOUS QUARTER	849,657
(iii) LIQUID ASSETS	
1. Gold coins & bullion	
2. Notes & coins which are legal tender in Zambia	46,849
3. Balances at Bank of Zambia	
(a) Current account	36,926
(b) Statutory deposits account	42,000
(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)	153,592
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	15,091
8. Items in transit between banks, branches and head office of bank	21,094
Total Liquid assets	315,552
(iv) RATIOS	
1. Liquid assets (items 2, 3 (a), 3 (c) and 4 as a percentage of total deposit liabilities and bills payable)	26.83
2. Total liquid assets as a percentage of total deposit liabilities and bills payable	35.66
3. Total liquid assets as a percentage of total deposit liabilities and bills payable at the end of the previous quarter	38.43

INCOME STATEMENT	Quarter Ended 30th June 2018	Year to Date 30th June 2018
	ZMW'000	ZMW'000
Interest income from:		
Loans & overdrafts	25,420	50,296
Banks and financial institution	774	1,067
Securities	6,885	13,720
Other	-	-
Total interest income	33,079	65,083
Interest expense		
Deposits	15,863	30,102
Paid to banks and financial institution	2,271	4,821
Shareholders Loans/Surbordinated debt	1,247	2,480
Other	132	269
Total interest expense	19,513	37,672
Net interest income	13,566	27,411
Provision for loan losses	(6,732)	(14,871)
Net interest income after provision for loan losses	6,834	12,540
Non interest and other income		
Commissions fees and service charge	10,135	18,291
Foreign exchange		
- Fees from foreign exchange transactions	2	3
- Realised trading gains (losses)	3,424	6,346
- Unrealised trading gains (losses) from forex holding	397	(1,194)
Dividend income	-	-
Other	154	307
Total non-interest income	14,112	23,753
Net interest and other income	20,946	36,293
Non-interest expense		
Depreciation	2,512	4,100
Other	46,736	80,401
Total non-interest expense	49,248	84,501
Income before taxes and extraordinary items	(28,302)	(48,208)
Taxation	(9,477)	(16,437)
Income after taxation	(18,825)	(31,771)
Extraordinary items	-	-
Income after Taxation and Extra-ordinary items	(18,825)	(31,771)
Net Income	(18,825)	(31,771)

STATEMENT OF CAPITAL POSITION	30th June 2018
	ZMW'000
I. PRIMARY (Tier 1) CAPITAL	
(a) Paid-up common shares	95,915
(b) Eligible preferred shares	50,006
(c) Contribution surplus	49,725
(d) Retained earnings	(85,722)
(e) General reserves	-
(f) Statutory reserves	5,000
(g) Minority interests (common shareholders' equity)	-
(h) Sub-total	114,924
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)	114,818
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}	3,307
(f) Total secondary capital	3,307
III. ELIGIBLE SECONDARY CAPITAL	3,307
(the maximum amount of secondary capital is limited to 100% of primary capital)	
IV. ELIGIBLE TOTAL CAPITAL {I(o)+III} (Regulatory capital)	118,125
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)	14,125
RISK BASED ASSETS	738,658

Petrus J van der Walt
Interim Chief Executive Officer

Nyambe Nyambe
Interim Chief Financial Officer