

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
	31st December 2012	31st March 2013
	K'000	K'000
ASSETS		
Notes and coins	21,234	27,661
Balances with Bank of Zambia	37,209	28,638
Balances with banks and other financial institutions in Zambia	10,253	23,003
Balances with banks and other financial institutions abroad	17,179	6,053
Investments in securities	55,333	47,685
Loans and advances (net of Capitalised interest on non - performing loans and allowances for loan losses)	182,418	200,522
Interbranch	435	4,769
Fixed assets	30,946	30,932
Other assets	36,961	37,247
Total Assets	391,969	406,510
LIABILITIES		
Deposits	341,399	350,471
Balances due to Bank of Zambia	-	13,900
Balances due to banks and other financial institution abroad	-	-
Other liabilities	8,504	4,373
Other borrowed funds	-	-
Shareholders' equity	42,065	37,766
Total liabilities and shareholders' equity	391,969	406,510
Off balance sheet items		
Contingent liabilities	5,655	4,214
Commitments	5,655	4,214

STATEMENT OF LIQUIDITY POSITION	31st March 2013
	K'000
(i) DEPOSIT LIABILITIES AND BILLS PAYABLE	
1. Demand deposits	173,408
2. Savings deposits	62,076
3. Time deposits	114,986
4. Bills payable	120
Total liabilities to the public and bills payable	350,591
(ii) TOTAL DEPOSIT LIABILITIES AND BILLS PAYABLE AT THE END OF THE PREVIOUS QUARTER	341,408
(iii) LIQUID ASSETS	
1. Gold coins & bullion	-
2. Notes & coins which are legal tender in Zambia	27,661
3. Balances at Bank of Zambia	
(a) Current account	856
(b) Statutory deposits account	27,782
(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)	38,278
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	9,301
8. Items in transit between banks, branches and head office of bank	23,003
Total Liquid assets	126,881
(iv) RATIOS	
1. Liquid assets (items 2, 3 (a), 3 (c) and 4 as a percentage of total deposit liabilities and bills payable	19.05
2. Total liquid assets as a percentage of total deposit liabilities and bills payable	36.19
3. Total liquid assets as a percentage of total deposit liabilities and bills payable at the end of the previous quarter	34.98

INCOME STATEMENT	Quarter Ended	Year to Date
	31st March 2013	31st March 2013
	K'000	K'000
Interest income from:		
Loans & overdrafts	8,191	8,191
Banks and financial institution	159	159
Securities	1,442	1,442
Other	-	-
Total interest income	9,792	9,792
Interest expense		
Deposits	3,522	3,522
Paid to banks and financial institution	213	213
Shareholders Loans	-	-
Other	23	23
Total interest expense	3,758	3,758
Net interest income	6,034	6,034
Provision for loan losses	(421)	(421)
Net interest income after provision for loan losses	5,613	5,613
Non interest and other income		
Commissions fees and service charge	4,758	4,758
Foreign exchange		
- Fees from foreign exchange transactions	1,074	1,074
- Realised trading gains (losses)	-	-
- Unrealised trading gains (losses) from forex holding	523	523
Dividend income	-	-
Other	18	18
Total non-interest income	6,373	6,373
Net interest and other income	11,986	11,986
Non-interest expense		
Depreciation	1,227	1,227
Other	14,400	14,400
Total non-interest expense	15,627	15,627
Income before taxes and extraordinary items	(3,641)	(3,641)
Taxation (credit)	1,271	1,271
Income after taxation	(2,370)	(2,370)
Extraordinary items	-	-
Income after Taxation and Extra-ordinary items	(2,370)	(2,370)
Net Income/(Loss)	(2,370)	(2,370)

STATEMENT OF CAPITAL POSITION	31st March 2013
	K'000
I. PRIMARY (Tier 1) CAPITAL	
(a) Paid-up common shares	47,951
(b) Eligible preferred shares*	-
(c) Contribution surplus	12,519
(d) Retained earnings	(30,904)
(e) General reserves	-
(f) Statutory reserves	5,000
(g) Minority interests (common shareholders' equity)	-
(h) Sub-total	34,566
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	(1,447)
Other adjustments (specify)	
(n) Sub-total (B) - (Sub total A above + Other adjustments)	(1,553)
(o) Total primary capital (h-n)	33,013
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}	1,280
(f) Total secondary capital	1,280
III. ELIGIBLE SECONDARY CAPITAL	1,280
(the maximum amount of secondary capital is limited to 100% of primary capital)	
IV. ELIGIBLE TOTAL CAPITAL {I(o)+III} (Regulatory capital)	34,293
V. MINIMUM TOTAL CAPITAL REQUIREMENT:	19,812
(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)	14,482
RISK BASED ASSETS	198,115

Johan Minnaar
Managing Director

Louis Kabula
Chief Financial Officer