

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 June 2013	30th Sept 2013
	K'MILLION	K'MILLION
ASSETS		
Notes and coins	21,096	31,680
Balances with Bank of Zambia	34,223	45,158
Balances with banks and other financial institutions in Zambia	21,473	62,640
Balances with banks and other financial institutions abroad	9,596	32,598
Investments in securities	58,386	63,154
Loans and advances (net of Capitalised interest on non - performing loans and allowances for loan losses)	225,752	224,835
Interbranch	1,008	2,009
Fixed assets	30,838	32,995
Other assets	46,412	39,532
Total Assets	448,783	534,601
LIABILITIES		
Deposits	345,099	436,996
Balances due to banks and other financial institution abroad	18,000	10,000
Other liabilities	7,692	14,093
Shareholders' equity	77,991	73,512
Total liabilities and shareholders' equity	448,783	534,601
Off balance sheet items		
Contingent liabilities	1,678	1,679
	1,678	1,679

STATEMENT OF LIQUIDITY POSITION	30th Sept 2013
	K'MILLION
(i) DEPOSIT LIABILITIES AND BILLS PAYABLE	
1. Demand deposits	175,901
2. Savings deposits	59,544
3. Time deposits	201,551
4. Bills payable	93
Total liabilities to the public and bills payable	437,089
(ii) TOTAL DEPOSIT LIABILITIES AND BILLS PAYABLE AT THE END OF THE PREVIOUS QUARTER	345,263
(iii) LIQUID ASSETS	
1. Gold coins & bullion	
2. Notes & coins which are legal tender in Zambia	31,680
3. Balances at Bank of Zambia	
(a) Current account	15,542
(b) Statutory deposits account	29,616
(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)	50,423
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	12,625
8. Items in transit between banks, branches and head office of bank	8,140
Total Liquid assets	148,025
(iv) RATIOS	
1. Liquid assets (items 2, 3 (a), 3 (c) and 4 as a percentage of total deposit liabilities and bills payable)	22.34
2. Total liquid assets as a percentage of total deposit liabilities and bills payable	33.87
3. Total liquid assets as a percentage of total deposit liabilities and bills payable at the end of the previous quarter	34.34

INCOME STATEMENT	Quarter Ended	Year to Date
	30th Sept 2013	30th Sept 2013
	K'MILLION	K'MILLION
Interest income from:		
Loans & overdrafts	9,975	28,181
Banks and financial institution	297	521
Securities	2,086	5,206
Other	-	-
Total interest income	12,358	33,908
Interest expense		
Deposits	4,568	12,194
Paid to banks and financial institution	484	1,447
Shareholders Loans	-	-
Other	38	115
Total interest expense	5,089	13,755
Net interest income	7,268	20,152
Provision for loan losses	(4,315)	(6,872)
Net interest income after provision for loan losses	2,953	13,280
Non interest and other income		
Commissions fees and service charge	5,087	15,111
Foreign exchange		
- Fees from foreign exchange transactions	15	1,104
- Realised trading gains (losses)	1,141	2,373
- Unrealised trading gains (losses) from forex holding	312	1,128
Dividend income	-	-
Other	18	54
Total non-interest income	6,573	19,770
Net interest and other income	9,526	33,050
Non-interest expense		
Depreciation	1,341	3,835
Other	16,660	46,871
Total non-interest expense	18,001	50,705
Income before taxes and extraordinary items	(8,475)	(17,656)
Taxation (credit)	(2,962)	(6,168)
Income after taxation	(5,513)	(11,487)
Extraordinary items	-	-
Income after Taxation and Extra-ordinary items	(5,513)	(11,487)
Net Income/(Loss)	(5,513)	(11,487)

STATEMENT OF CAPITAL POSITION	30th Sept 2013
	K'MILLION
I. PRIMARY (Tier 1) CAPITAL	
(a) Paid-up common shares	91,781
(b) Eligible preferred shares*	-
(c) Contribution surplus	12,519
(d) Retained earnings	(40,022)
(e) General reserves	-
(f) Statutory reserves	5,000
(g) Minority interests (common shareholders' equity)	-
(h) Sub-total	69,278
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	(1,442)
Other adjustments (specify)	
(n) Sub-total (B) - (Sub total A above + Other adjustments)	(1,548)
(o) Total primary capital (h-n)	67,730
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)	69,424
V. MINIMUM TOTAL CAPITAL REQUIREMENT:	23,803
(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)	45,621
RISK BASED ASSETS	238,029

Charles H. de B Carey
Managing Director

Louis Kabula
Chief Financial Officer