

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 2016	30th Sept 2016
	ZMW'000	ZMW'000
ASSETS		
Notes and coins	58,423	56,937
Balances with Bank of Zambia	139,187	129,989
Balances with banks and other financial institutions in Zambia	16,500	11,528
Balances with banks and other financial institutions abroad	87,599	75,551
Investments in securities	63,658	64,522
Loans and advances (net of Capitalised interest on non - performing loans and allowances for loan losses)	452,424	433,217
Interbranch	2,731	2,960
Fixed assets	39,921	41,144
Other assets	81,110	87,274
Total Assets	941,553	903,122
LIABILITIES		
Deposits	756,470	716,762
Balances due to banks and other financial institution in Zambia	33,669	26,119
Balances due to banks and other financial institution abroad	30,006	30,010
Other liabilities	11,059	20,024
Shareholders' equity	110,149	110,207
Total liabilities and shareholders' equity	941,553	903,122
Off balance sheet items		
Contingent liabilities	28,800	47,068
	28,800	47,068

STATEMENT OF LIQUIDITY POSITION	30th Sept 2016
	ZMW'000
(i) DEPOSIT LIABILITIES AND BILLS PAYABLE	
1. Demand deposits	361,256
2. Savings deposits	65,845
3. Time deposits	289,660
4. Bills payable	811
Total liabilities to the public and bills payable	<u>717,572</u>
(ii) TOTAL DEPOSIT LIABILITIES AND BILLS PAYABLE AT THE END OF THE PREVIOUS QUARTER	756,853
(iii) LIQUID ASSETS	
1. Gold coins & bullion	
2. Notes & coins which are legal tender in Zambia	56,937
3. Balances at Bank of Zambia	
(a) Current account	2,043
(b) Statutory deposits account	127,945
(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)	59,830
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	4,586
8. Items in transit between banks, branches and head office of bank	11,528
Total Liquid assets	262,869
(iv) RATIOS	
1. Liquid assets (items 2, 3 (a), 3 (c) and 4 as a percentage of total deposit liabilities and bills payable)	16.56
2. Total liquid assets as a percentage of total deposit liabilities and bills payable	36.63
3. Total liquid assets as a percentage of total deposit liabilities and bills payable at the end of the previous quarter	36.03

INCOME STATEMENT	Quarter Ended	Year to Date
	30th Sept 2016	30th Sept 2016
	ZMW'000	ZMW'000
Interest income from:		
Loans & overdrafts	28,507	85,652
Banks and financial institution	72	861
Securities	3,974	11,421
Other	-	-
Total interest income	32,553	97,934
Interest expense		
Deposits	16,333	52,799
Paid to banks and financial institution	2,194	7,353
Shareholders Loans	-	-
Other	62	205
Total interest expense	18,589	60,357
Net interest income	13,964	37,577
Provision for loan losses	(1,167)	(1,433)
Net interest income after provision for loan losses	12,797	36,144
Non interest and other income		
Commissions fees and service charge	8,607	26,189
Foreign exchange		
- Fees from foreign exchange transactions	45	261
- Realised trading gains (losses)	5,505	15,946
- Unrealised trading gains (losses) from forex holding	-	-
Dividend income	-	-
Other	662	1,987
Total non-interest income	14,819	44,383
Net interest and other income	27,616	80,527
Non-interest expense		
Depreciation	2,053	5,556
Other	25,472	75,367
Total non-interest expense	27,525	80,923
Income before taxes and extraordinary items	91	(396)
Taxation	33	(120)
Income after taxation	58	(276)
Extraordinary items	-	-
Income after Taxation and Extra-ordinary items	58	(276)
Net Income	58	(276)

STATEMENT OF CAPITAL POSITION	30th Sept 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	(44,667)
(e) General reserves	-
(f) Statutory reserves	5,000
(g) Minority interests (common shareholders' equity)	-
(h) Sub-total	105,973
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)	105,867
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)	107,560
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)	3,560
RISK BASED ASSETS	595,244

Charles H. de B Carey
Chief Executive Officer

Louis Kabula
Chief Financial Officer