

QUARTERLY FINANCIAL STATEMENTS - 30th June, 2016

Published in accordance with the section 61(3) of the Banking and Financial Services Act.

Schedule I	
BALANCE SHEET	As at 30th June 2016
ASSETS	K'000
Bank and cash balances	7,105
Balances with banks and financial institutions abroad	-
Gross Advances	133,660
Allowances for loan losses	(8,250)
Net investments in loans	125,410
Deposits/Money Market Instruments	5,000
Inter branch balances	-
Fixed assets	13,474
Other assets (including investments in subsidiaries)	20,703
Total Assets	171,692
LIABILITIES	
Deposits/Money Market Instruments	36,934
Balances due to banks and other financial institutions in Zambia	-
Other liabilities	23,141
Other borrowed funds - EDP*	-
Other borrowed funds -Other	80,337
Shareholder's equity	31,280
Total liabilities and shareholders' equity	171,692
Off balance sheet items	(0)

*Enterprise Development Project (EDP) is a multipurpose Credit facility providing financing through licensed Participating Financial Institutions (PFI) to provide enterprises in the form of medium and long -term credit for investment as well as short -term credit lines for the production of exports.



Douglas Kamwendo
CHIEF EXECUTIVE OFFICER



Daliso Daka
Ag CHIEF FINANCIAL OFFICER

The above information is unaudited but is in agreement with the Financial Statements submitted to Bank of Zambia.

Schedule II		
INCOME STATEMENT (UNAUDITED)	<for quarter ended> 30th June 2016	Year to Date
	K'000	K'000
Interest income from:		
Loans	20,929	38,258
Others	195	1,719
Total interest income	21,124	39,977
Interest Expense:		
Deposits /Money Market Instruments	1,072	1,946
Paid to banks and financial institutions / others	5,410	10,579
Total interest expense	6,482	12,435
Net interest income	14,642	27,542
Provision for loan losses	3,561	6,751
Net interest income after provision for loan and lease losses	11,081	20,791
Non - interest income:		
Commissions, fees and service charges	6,660	13,849
Unrealised exchange gains (losses) arising from translation of foreign exchange transactions.	355	(724)
Other	3,656	6,600
Total non - interest income	10,671	19,725
Net interest and other income	21,752	40,516
Non - interest expenses		
Depreciation	1,149	2,199
Other	17,221	32,560
Total non - interest expenses	18,370	34,759
Profit (loss) before tax and extraordinary items	3,382	5,757
Taxation provision	(1,943)	(2,774)
Profit (loss) after tax and but before extraordinary items	1,439	2,983
Interim dividend paid		
Net Profit (loss)	1,439	2,983

Schedule III	
STATEMENT OF CAPITAL POSITION	As at 30th June 2016
	K'000
PRIMARY (TIER 1) CAPITAL	
(a) Paid-up common shares	25,827
(b) Eligible preferred shares	-
(c) Contributed surplus	(435)
(d) Retained earnings	4,629
(e) General reserves	1,258
(f) Statutory reserves	-
(g) Minority interests (common shareholders' equity)	-
(h) Sub -total	31,280
LESS:	
(i) Goodwill and other 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	-
Other adjustments (specify)	-
(n) Sub-total (B) - (Sub - total A above + Other adjustments)	-
(o) Total primary capital (h - n)	31,280
II SECONDARY (TIER 2) CAPITAL	
(a) Eligible preferred shares (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 reserves	-
(e) Other (Regulation 17(c). Specify	-
(f) Total secondary capital	-
III ELIGIBLE SECONDARY CAPITAL	
(the maximum amount of secondary capital is limited to 100% of primary capital)	
IV ELIGIBLE TOTAL CAPITAL((o) + III) (Regulatory capital)	31,280
V MINIMUM TOTAL CAPITAL REQUIREMENT:	22,760
(15% of total on and off balance sheet risk-weighted assets as established in the First schedule)	
VI EXCESS (DEFICIENCY) (IV minus V)	8,520
RISK WEIGHTED ASSETS	151,733