

QUARTERLY FINANCIAL STATEMENTS - 30th June, 2017

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

Take note that the financial statements on a month-on-month basis are available on request.

Schedule I	
BALANCE SHEET	As at 30 June 2017
ASSETS	K'000
Bank and cash balances	11,857
Balances with banks and financial institutions abroad	-
Gross Loans and Advances	139,067
Allowance for Loans	(7,670)
Net investments in loans	131,397
Deposits/Money Market Instruments	0
Inter branch balances	-
Fixed assets	12,320
Other assets (including investments in subsidiaries)	9,983
Total Assets	165,557
LIABILITIES	
Deposits/Money Market Instruments	62,724
Balances due to banks and other financial institutions in Zambia	-
Other liabilities	18,990
Other borrowed funds - EDP*	-
Other borrowed funds - Other	50,842
Shareholder's equity	33,001
Total liabilities and shareholders' equity	165,557
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

Ben Banda
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 2017	Year to Date
	K'000	K'000
Interest income from:		
Loans	22,967	46,240
Others	426	906
Total interest income	23,394	47,146
Interest Expense:		
Deposits /Money Market Instruments	3,045	4,997
Paid to banks and financial institutions/others	3,393	8,261
Total interest expense	6,438	13,258
Net interest income	16,955	33,888
Provision for loan losses	2,201	4,939
Net interest income after provision for loan and lease losses	14,754	28,949
Non - interest income:		
Commissions, fees and service charges	5,381	10,924
Unrealised exchange gains (losses) arising from translation of foreign exchange transactions.	145	(1,023)
Other	823	1,423
Total non - interest income	6,349	11,325
Net interest and other income	21,103	40,274
Non - interest expenses		
Depreciation	1,193	2,462
Other	18,773	34,960
Total non - interest expenses	19,966	37,423
Profit (loss) before tax and extraordinary items	1,137	2,852
Taxation provision	-	-
Profit (loss) after tax and but before extraordinary items	1,137	2,852
Interim dividend paid	-	-
Net Profit (loss)	1,137	2,852

Schedule III	
STATEMENT OF CAPITAL POSITION	As at 30th June, 2017
	K'000
PRIMARY (TIER 1) CAPITAL	
(a) Paid-up common shares	25,827
(b) Eligible preferred shares	-
(c) Contributed surplus	(435)
(d) Retained earnings	6,350
(e) General reserves	1,258
(f) Statutory reserves	-
(g) Minority interests (common shareholders' equity)	-
(h) Sub -total	33,001
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)	33,001
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 (I(o) + III) (Regulatory capital)	33,001
V MINIMUM TOTAL CAPITAL REQUIREMENT:	22,484
(15% of total on and off balance sheet risk-weighted assets as established in the First schedule)	-
VI EXCESS (DEFICIENCY) (IV minus V)	10,517
RISK WEIGHTED ASSETS	149,482