

# QUARTERLY FINANCIAL STATEMENTS - 31st December, 2014

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

Schedule I	
BALANCE SHEET	as at 30th September, 2014
<b>ASSETS</b>	<b>K'000</b>
Bank and cash balances	4,997
Balances with banks and financial institutions abroad	-
Gross Loans and Advances	105,306
Allowances for loan losses	(3,197)
Net investments in loans	99,565
Deposits/Money Market Instruments	9,060
Inter branch balances	-
Fixed assets	13,200
Other assets (including investments in subsidiaries)	8,072
<b>Total Assets</b>	<b>134,894</b>
<b>LIABILITIES</b>	
Deposits/Money Market Instruments	21,816
Balances due to banks and other financial institutions in Zambia	-
Other liabilities	15,159
Other borrowed funds - EDP*	-
Other borrowed funds -Other	73,236
Shareholder's equity	24,683
<b>Total liabilities and shareholders' equity</b>	<b>134,894</b>
<b>Off balance sheet items</b>	(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.



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CHIEF EXECUTIVE 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 September 2014	Year to Date
	K'000	K'000
Interest income from:		
Loans	12,312	42,967
Others	98	436
<b>Total interest income</b>	<b>12,410</b>	<b>43,403</b>
Interest Expense:		
Deposits /Money Market Instruments	266	1,008
Paid to banks and financial institutions / others	3,731	15,187
<b>Total interest expense</b>	<b>3,997</b>	<b>16,195</b>
<b>Net interest income</b>	<b>8,414</b>	<b>27,208</b>
Provision for loan losses	1,073	1,685
<b>Net interest income after provision for loan and lease losses</b>	<b>7,341</b>	<b>25,523</b>
Non - interest income:		
Commissions, fees and service charges	5,926	27,178
Unrealised exchange gains (losses) arising from translation of foreign exchange transactions.	86	736
Other	1,308	2,547
<b>Total non - interest income</b>	<b>7,319</b>	<b>30,460</b>
<b>Net interest and other income</b>	<b>14,660</b>	<b>55,984</b>
Non - interest expenses		
Depreciation	465	1,640
Other	15,153	55,138
<b>Total non - interest expenses</b>	<b>15,618</b>	<b>56,778</b>
<b>Profit (loss) before tax and extraordinary items</b>	<b>(959)</b>	<b>(795)</b>
Taxation provision		(126)
<b>Profit (loss) after tax and but before extraordinary items</b>	<b>(959)</b>	<b>(921)</b>
Interim dividend paid		
<b>Net Profit (loss)</b>	<b>(959)</b>	<b>(921)</b>

Schedule III	
STATEMENT OF CAPITAL POSITION	As at 30th September, 2014
	<b>K'000</b>
<b>PRIMARY (TIER 1 ) CAPITAL</b>	
(a) Paid-up common shares	25,827
(b) Eligible preferred shares	
(c) Contributed surplus	
(d) Retained earnings	(2,365)
(e) General reserves	1,220
(f) Statutory reserves	
(g) Minority interests (common shareholders' equity)	-
<b>(h) Sub -total</b>	<b>24,683</b>
<b>LESS:</b>	
(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)	-
<b>OTHER ADJUSTMENTS:</b>	
Provisions	-
Assets of little or no realisable value	-
Other adjustments (specify)	-
(n) Sub-total (B) - (Sub - total A above + Other adjustments)	-
<b>(o) Total primary capital (h - n)</b>	<b>24,683</b>
<b>II SECONDARY (TIER 2 ) CAPITAL</b>	
(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	-
<b>III ELIGIBLE SECONDARY CAPITAL</b>	
(the maximum amount of secondary capital is limited to 100% of primary capital)	
<b>IV ELIGIBLE TOTAL CAPITAL(I(o) + III) (Regulatory capital)</b>	<b>24,683</b>
<b>V MINIMUM TOTAL CAPITAL REQUIREMENT:</b>	<b>19,428</b>
(15% of total on and off balance sheet risk-weighted assets as established in the First schedule)	
<b>VI EXCESS (DEFICIENCY) (IV minus V )</b>	<b>5,254</b>
<b>RISK WEIGHTED ASSETS</b>	<b>129,522</b>