

QUARTERLY FINANCIAL STATEMENTS – 31st December, 2017

Published in accordance with the section 61(3) of 1:1048576 Banking and Financial Services Act

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

BALANCE SHEET	as at 31 December 2017	Schedule I
ASSETS		K'000
Bank and cash balances	8,158	
Balances with banks and financial institutions abroad	-	
Gross Loans and Advances	156,434	
Allowance for Loans	(8,842)	
Net investments in loans	147,592	
Deposits/Money Market Instruments	-	
Inter branch balances	-	
Fixed assets	11,731	
Other assets (including investments in subsidiaries)	18,181	
Total Assets	185,663	
LIABILITIES		
Deposits/Money Market Instruments	79,993	
Balances due to banks and other financial institutions in Zambia	-	
Other liabilities	22,828	
Other borrowed funds- EDP*	-	
Other borrowed funds- Other	48,313	
Shareholder's equity	34,530	
Total liabilities and shareholders' equity	185,663	
Off balance sheet items	(0)	

*Enterprise Development Project (EDP) is a multipurpose Credit facility providing financing through licenced 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.

INCOME STATEMENT (UNAUDITED)	for quarter ended 31 December 2017		Year to Date	
	K'000	K'000	K'000	K'000
Interest income from:				
Loans	23,762		92,338	
Others	384		2,741	
Total interest income	24,146		95,080	
Interest Expense:				
Deposits /Money Market Instruments	2,992		10,905	
Paid to banks and financial institutions/others	2,306		13,394	
Total interest expense	5,298		24,298	
Net interest income	18,848		70,782	
Provision for loan losses	2,811		11,162	
Net interest income after provision for loan and lease losses	16,037		59,620	
Non - interest income:				
Commissions, fees and service charges	5,373		22,168	
Unrealised exchange gains (losses) arising from translation of foreign exchange transactions.	37		(951)	
Other	369		1,579	
Total non - interest income	5,779		22,796	
Net interest and other income	21,817		82,416	
Non - interest expenses				
Depreciation	1,515		6,660	
Other	18,361		71,852	
Total non - interest expenses	19,876		78,512	
Profit (loss) before tax and extraordinary items	1,941		3,903	
Taxation provision	-		478	
Profit (loss) after tax and but before extraordinary items	1,941		4,381	
Interim dividend paid	-		-	
Net Profit (loss)	1,941		4,381	

STATEMENT OF CAPITAL POSITION	As at 31 December, 2017	Schedule III
		K'000
I PRIMARY (TIER 1) CAPITAL		
(a) Paid-up common shares	25,827	
(b) Eligible preferred shares	-	
(c) Contributed surplus	(435)	
(d) Retained earnings	7,879	
(e) General reserves	1,258	
(f) Statutory reserves	-	
(g) Minority interests (common shareholders' equity)	-	
(h) Sub-total	34,530	
LESS:		
(i) Goodwill and other intangible assets	(6,412)	
(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)	(6,412)	
OTHER ADJUSTMENTS:		
Provisions	-	
Assets of little or no realisable value	-	
Other adjustments (specify)	(6,412)	
(n) Sub-total (B) - (Sub - total A above + Other adjustments)	-	
(o) Total primary capital (h - n)	28,118	
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)	28,118	
V MINIMUM TOTAL CAPITAL REQUIREMENT:	24,929	
(15% of total on and off balance sheet risk-weighted assets as established in the First schedule)		
VI EXCESS (DEFICIENCY) (IV minus V)	3,189	
RISK WEIGHTED ASSETS	166,192	