

Annual Financial Statements

Published in accordance with the sections 92(1), (2) and (3) of the Banking and Financial Services Act no. 7 of 2017

Take note that the financial statements on a month-on-month basis are available on request at every branch of our bank

Statement of Financial Position as of December 31, 2023

All amounts are: Zambian Kwacha '000

	2023	2022
Assets		
Cash and cash equivalents	125,005	56,298
Loans and advances to banks	116,575	113,942
Financial assets at fair value	0	0
Loans and advances to customers	450,206	353,331
Investment in securities	26,805	20,624
Fixed assets	106,536	61,019
Deferred tax	9,652	3,748
Other assets	24,600	33,912
Total Assets	859,379	642,874
Liabilities		
Deposits	555,047	413,733
Loans from banks and other financial institutions	64,513	50,426
Provisions	3,654	1,201
Other financial liabilities	19,389	16,246
Other non-financial liabilities	74,314	33,098
	716,917	514,704
Capital	192,484	192,484
Capital reserve	(1,862)	(1,862)
Reserves	(48,160)	(62,452)
	142,462	128,170
Total Liabilities and Capital	859,379	642,874

Statement of Comprehensive Income for the Year Ending December 31, 2023

All amounts are: Zambian Kwacha '000

	2023	2022
Interest income	269,792	221,706
Interest expense	(56,817)	(51,044)
Net interest income before loan impairment	212,975	170,662
Impairment charge for loan losses	(11,612)	(10,052)
Net interest income	201,363	160,610
Net fee and commission income	14,996	13,247
Foreign exchange income	(5,045)	2,995
Financial instruments at fair value	0	0
Net other operating income	4,495	6,320
Non-interest income	14,446	22,562
Net operating income	215,809	183,172
Operating expenses	(199,486)	(161,849)
Profit before tax	16,323	21,323
Income tax charge	(2,031)	(4,346)
Profit for the period	14,292	16,977
Other comprehensive income	0	0
Total comprehensive income	14,292	16,977

Statement of Cash Flows for the Year Ending December 31, 2023

All amounts are: Zambian Kwacha '000

	2023	2022
Net cash (outflows) / inflows from operating activities	47,606	36,249
Effects of changes in foreign exchange rates	5,786	1,963
Net cash outflows from investing activities	(31,060)	(38,829)
Net cash inflows from financing activities	(10,935)	(6,198)
Increase in cash and cash equivalents	11,397	(6,814)
Cash and cash equivalents at beginning of the year	131,483	138,297
Cash and cash equivalents at end of the year	142,880	131,483

Statement of Capital Position as of December 31, 2023

All amounts are: Zambian Kwacha '000

I PRIMARY (Tier 1) CAPITAL	
(a) Paid - up common shares	192,484
(b) Eligible preferred shares	0
(c) Contribution surplus	0
(d) Retained earnings	(48,160)
(e) Capital reserves	(1,862)
(f) Statutory Reserves	0
(g) Minority interests (common shareholders' equity)	0
(h) Sub - Total	142,462
LESS:	
(i) Goodwill and intangible assets	0
(j) Investments in unconsolidated subsidiaries and associates	0
(k) Lending of a capital nature to subsidiaries and associates	0
(l) Holding of other banks' or financial institutions' capital instruments	0
(m) Assets pledged to secure liabilities	0
(n) Sub - Total (A) (items i to m)	0
Other Adjustments:	
Provisions for loan losses	0
Assets of little or no realizable value	0
Other Adjustments	0
(n) Sub - total (B)	0
(Sub - total A above + Other Adjustments)	0
(o) Total primary capital(h - n)	142,462
Minimum Required	104,000
(Larger of K104 million or 5% of risk based assets)	
Excess(Deficiency)	38,462
II SECONDARY (Tier 2) CAPITAL	
(a) Eligible preferred share reserves	0
(b) Eligible subordinated term debt	0
(c) Eligible loan stock/capital	0
(d) Revaluation reserves (Max. is 40% of rr)	0
(e) Other	0
(f) Total Secondary capital (items (a) to (e))	0
III ELIGIBLE SECONDARY CAPITAL	
(is limited to 100% of primary capital)	
IV ELIGIBLE TOTAL CAPITAL (I(o) + (III))	142,462
(Regulatory Capital)	
V MINIMUM TOTAL CAPITAL REQUIREMENT:	104,000
(10% of on and off balance sheet risk - weighted assets or K104 Million whichever is higher)	
VI EXCESS(DEFICIENCY)	38,462
(IV minus V)	
Risk weighted assets	563,179

Maximo Mulenga
Chief Executive Officer

Christopher Aongola
Chief Financial Officer