

QUARTERLY FINANCIAL STATEMENTS

(Published in accordance with section 61(3) of the Banking and Financial Services Act, 1994)

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

K'MILLIONS	
STATEMENT OF CAPITAL POSITION as at 31-Mar-09	
I. PRIMARY (Tier 1) CAPITAL	
(a) Paid-up common shares	2,964
(b) Eligible preferred shares	-
(c) Contribution surplus	2,528
(d) Retained earnings	37,229
(e) General reserves	-
(f) Statutory reserves	2,964
(g) Minority interests (common shareholder's equity)	-
(h) Sub Total	<u>45,685</u>
LESS:	
(i) Goodwill and 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 for loan losses	-
Assets of little or no realisable value	-
Other	-
(n) Sub-total (B)	-
(Sub-total A above + other adjustments)	-
(o) Total primary capital (h-n)	<u>45,685</u>
MINIMUM REQUIRED (Larger of K12 billion or 5% of risk based assets)	<u>14,728</u>
EXCESS (DEFICIENCY)	<u>30,957</u>
II. SECONDARY (Tier 2) CAPITAL	
(a) Eligible preferred shares	-
(b) Eligible subordinated term debt	11,638
(c) Eligible loan stock/capital	-
(d) Revaluation reserves (Max is 40% of Revaluation Reserves)	-
(e)	-
III ELIGIBLE SECONDARY CAPITAL (is limited to 100% of primary capital)	<u>11,638</u>
IV ELIGIBLE TOTAL CAPITAL (I (O) + (III) (Regulatory capital)	<u>57,323</u>
V MINIMUM TOTAL CAPITAL REQUIREMENT (10% of total on and off balance sheet risk weighted assets or K12, billion whichever is higher)	29,456
VI EXCESS (DEFICIENCY) (IV minus V)	<u>27,866</u>
RISK WEIGHTED ASSETS (on and off balance sheet)	<u>294,563</u>

K'MILLIONS		
INCOME STATEMENT		
	QUARTER ENDED 31 March, 2009	YEAR TO DATE
Interest income		
Loans & overdrafts	12,910	12,910
Banks and financial institutions	91	91
Securities	2,487	2,487
Other	401	401
Total interest income	<u>15,889</u>	<u>15,889</u>
Interest expense		
Deposits	3,643	3,643
Banks and financial institutions	424	424
Subordinated debt	794	794
Other	174	174
Total interest expense	<u>5,035</u>	<u>5,035</u>
Net interest income	<u>10,854</u>	<u>10,854</u>
Provision for loan losses	<u>2,621</u>	<u>2,621</u>
Net interest income after provision for loan losses	<u>8,233</u>	<u>8,233</u>
Non-interest income		
Commission, fees and service charges	3,427	3,427
Foreign Exchange:		
Fees from foreign exchange transactions	958	958
Realised trading gains(losses)	1,076	1,076
Unrealised trading gains (losses) from Foreign exchange holdings	207	207
Other	19	19
Total non-interest income	<u>5,687</u>	<u>5,687</u>
Non-interest expenses		
Depreciation	910	910
Other expenses	10,845	10,845
Total non-interest expense	<u>11,755</u>	<u>11,755</u>
Income before taxation and Extraordinary items	<u>2,165</u>	<u>2,165</u>
Taxation	<u>710</u>	<u>710</u>
Extraordinary items	-	-
Net income after taxation	<u>1,455</u>	<u>1,455</u>

K'MILLIONS	
STATEMENT OF LIQUIDITY POSITION as at 31-Mar-09	
(i) DEPOSIT LIABILITIES AND BILLS PAYABLE	
1. Demand deposits	198,000
2. Savings deposits	38,282
3. Time deposits	102,489
4. Bills payable	<u>3,125</u>
Total Deposit Liabilities and bills payable	<u>341,896</u>
(ii) LIABILITIES TO THE PUBLIC AT THE END OF THE PREVIOUS QUARTER	
	349,323
(iii) LIQUID ASSETS	
1. Gold coins & bullion	-
2. Notes & coins which are legal tender in Zambia	26,072
3. Balances at BOZ	
(a) Current Account	2,136
(b) Statutory deposits account (statutory reserves)	35,170
(c) OMO deposits	-
(d) Other balances	-
4. Treasury bills issued by GRZ (including those held as collateral for the clearing house)	38,797
5. Money at call with any other banks	-
6. Bills of exchange and promissory notes eligible for discount at BOZ	-
7. Local registered securities which are issued or guaranteed by GRZ and which have a final maturity date of not more than six years (at book value) and such any other securities as the Minister may have approved	22,906
8. Items in transit between banks, between branches of banks and head office of banks	1,020
Total Liquid Assets	<u>126,101</u>
(iv) RATIOS	
1. Liquid assets (items 2, 3(a), 3(c) and 4) as a percentage of total liabilities and bills payable	19.60%
2. Total liquid assets as a percentage of total deposit liabilities and bills payable	36.88%
3. Total liquid assets as a percentage of total deposit liabilities and bills payable at the end of the previous quarter	34.92%

K'MILLIONS		
BALANCE SHEET AT		
	31-Mar-09	31-Dec-08
ASSETS		
Notes and coins	26,072	21,971
Balances held with Bank of Zambia	41,161	36,959
Balances held with banks and other financial institutions in Zambia	-	-
Balances held with banks and other financial institutions abroad	34,470	32,128
Investments in Securities	57,848	62,284
Loans and advances (net of capitalised interest on non performing loans and allowances for loan losses)	273,821	264,885
Inter-branch	1,020	773
Fixed Assets	19,283	17,281
Other Assets	21,054	19,804
Total Assets	<u>474,729</u>	<u>456,085</u>
LIABILITIES		
Deposits	338,771	346,640
Balances due to Bank of Zambia-refinancing credit	2,347	2,318
Balances due to banks and other financial institutions in Zambia	26,000	4,500
Inter branch	-	-
Other liabilities	16,313	14,599
Other borrowed funds	45,613	43,718
Shareholders' equity	45,685	44,310
Total Liabilities	<u>474,729</u>	<u>456,085</u>
Off Balance sheet items		
Contingent liabilities	27,947	27,674
Commitments	-	-
Allowances for losses on acceptances and off balance sheet items Included in other liabilities	-	-



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