

QUARTERLY FINANCIAL STATEMENTS

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

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

K'MILLIONS		K'MILLIONS				K'MILLIONS		K'MILLIONS		
STATEMENT OF CAPITAL POSITION as at 30-Sep-08		INCOME STATEMENT				STATEMENT OF LIABILITIES as at 30-Sep-08		BALANCE SHEET AT 30-Sep-08 30-Jun-08		
I. PRIMARY (Tier 1) CAPITAL		QUARTER ENDED 30 June 2008		QUARTER ENDED 30 Sep 2008		YEAR TO DATE		ASSETS		
(a) Paid-up common shares	2,964	Loans & overdrafts	11,293	13,002	34,784	(i) DEPOSIT LIABILITIES AND BILLS PAYABLE	Notes and coins	18,802	20,021	
(b) Eligible preferred shares	-	Banks and financial institutions	650	338	2,108	1. Demand deposits	Balances held with Bank of Zambia	38,542	47,957	
(c) Contribution surplus	2,528	Securities	2,614	2,386	7,260	2. Savings deposits	Balances held with banks and other financial institutions in Zambia	4,474	5,753	
(d) Retained earnings	31,867	Other	321	288	1,105	3. Time deposits	Balances held with banks and other financial institutions abroad	13,588	31,112	
(e) General reserves	-	Total interest income	14,878	16,014	45,257	4. Bills payable	Investments in Securities	63,928	89,089	
(f) Statutory reserves	2,964	Interest expense				Total Liabilities to the Public	Loans and advances (net of capitalised interest on non performing loans and allowances for loan losses)	250,618	212,818	
(g) Minority interests (common shareholder's equity)	-	Deposits	(3,167)	(3,875)	(10,559)	(ii) TOTAL LIABILITIES TO THE PUBLIC AT THE END OF THE PREVIOUS QUARTER	Inter-branch	3,655	505	
(h) Sub Total	40,323	Banks and financial institutions	(289)	(317)	(786)	356,557	Fixed Assets	14,423	12,633	
LESS:		Subordinated debt	(1,099)	(1,060)	(3,307)	(iii) LIQUID ASSETS	Other Assets	29,359	27,940	
(i) Goodwill and intangible assets	-	Other	(114)	(26)	(189)	1. Gold coins & bullion	Total Assets	437,389	447,828	
(j) Investments in unconsolidated subsidiaries and Associates	-	Total interest expense	(4,669)	(5,278)	(14,841)	2. Notes & coins which are legal tender in Zambia	LIABILITIES			
(k) Lending of a capital nature to subsidiaries and Associates	-	Net interest income	10,209	10,735	30,416	3. Balances at BOZ	Deposits	319,346	352,022	
(l) Holding of other banks' or financial Institutions capital instruments	-	Provision for loan losses	(736)	(1,648)	(3,674)	(a) Current Account	Balances due to Bank of Zambia-refinancing credit	2,153	2,646	
(m) Assets pledged to secure liabilities	-	Net interest income after provision for loan losses	9,473	9,087	26,742	(b) Statutory deposits account (statutory reserves)	Balances due to banks and other financial institutions in Zambia	20,024	5,703	
Sub-total (A) (items i to m)	-	Non-interest income				(c) OMO deposits	Inter branch	-	-	
OTHER ADJUSTMENTS		Commission, fees and service charges	2,824	3,500	9,012	(d) Other balances	Other liabilities	18,611	18,734	
Provisions for loan losses	-	Foreign Exchange:				4. Treasury bills issued by GRZ (including those held as collateral for the clearing house)	Other borrowed funds	36,932	31,588	
Assets of little or no realisable value	-	Fees from foreign exchange transactions	184	357	542	5. Money at call with any other banks	Shareholders' equity	40,323	37,135	
Other	-	Realised trading gains(losses)	3,402	3,572	9,752	6. Bills of exchange and promissory notes eligible for discount at BOZ	Total Liabilities	437,389	447,828	
(n) Sub-total (B)	-	Unrealised trading gains (losses) from Foreign exchange holdings	(2,005)	(589)	(3,282)	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	Off Balance sheet items			
(Sub-total A above + other adjustments)	-	Dividend income	-	-	-	8. Items in transit between banks, between branches of banks and head office of banks	Contingent liabilities	28,736	25,126	
(o) Total primary capital (h-n)	40,323	Other	86	-	103	Total Liquid Assets	Commitments	-	-	
MINIMUM REQUIRED		Total non-interest income	4,491	6,840	16,127	(iv) RATIOS	Allowances for losses on acceptances and off balance sheet items included in other liabilities	-	-	
(Larger of K12 billion or 5% of risk based assets)	14,490	Non-interest expenses				1. Liquid assets (items 2, 3(a), 3(c) and 4) as a percentage of total liabilities and bills payable				
EXCESS (DEFICIENCY)	25,833	Depreciation	(472)	(381)	(1,392)	2. Total liquid assets as a percentage of total deposit liabilities and bills payable				
II. SECONDARY (Tier 2) CAPITAL		Other expenses	(7,746)	(11,326)	(27,760)	3. Total liquid assets as a percentage of total deposit liabilities and bills payable at the end of the previous quarter				
(a) Eligible preferred shares	-	Total non-interest expense	(8,218)	(11,707)	(29,152)					
(b) Eligible subordinated term debt	13,742	Income before taxation and Extraordinary items	5,746	4,221	13,717					
(c) Eligible loan stock/capital	5,190	Taxation	(2,183)	(852)	(4,446)					
(d) Revaluation reserves (Max is 40% of Revaluation Reserves)	-	Extraordinary items	-	-	-					
(e)	-	Net income after taxation	3,563	3,369	9,271					
III ELIGIBLE SECONDARY CAPITAL										
(is limited to 100% of primary capital)	18,932									
IV ELIGIBLE TOTAL CAPITAL (I (O) + (III))	59,255									
(Regulatory capital)										
V MINIMUM TOTAL CAPITAL REQUIREMENT										
(10% of total on and off balance sheet risk weighted assets or K12, billion whichever is higher)	28,981									
VI EXCESS (DEFICIENCY)										
(IV minus V)	30,274									
RISK WEIGHTED ASSETS (on and off balance sheet)	289,808									



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