



FBC Holdings Limited

 **FBC Bank Limited**
(Registered Commercial Bank)

 **FBC Building Society**
(Registered Building Society)

 **FBC Reinsurance Limited**

 **FBC Securities (Private) Limited**
(Registered Stockbroker) - Member of the Zimbabwe Stock Exchange

 **MicroPlan**
Financial Services (Pvt) Limited
(A registered microfinance institution)

 **FBC Insurance Company Limited**

 **Crown Bank**
(Registered Commercial Bank)

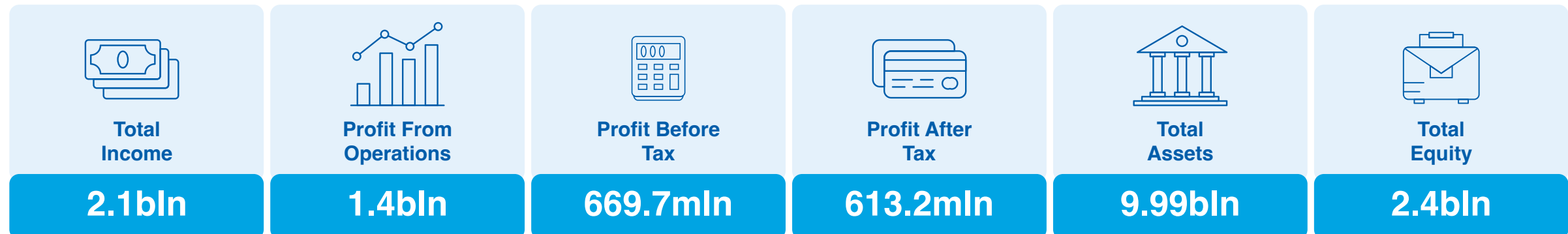
 **XARANI**

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GROUP CHAIRMAN'S STATEMENT

I am pleased to present to you the half-year financial performance of our Group for the period ending June 30, 2024.

KEY FINANCIAL HIGHLIGHTS (ZWG)



The Group achieved a profit before tax of ZWG669.7 million on an operational profit of ZWG1.4 billion, weighed down by a monetary loss of ZWG774 million. The monetary loss reflects the impact of the hyperinflationary environment on the Group's net financial assets, which subsisted during the year's first quarter.

Total income of ZWG2.1 billion was recorded for the period, with core revenue streams of net interest income and insurance services experiencing growth and increased contribution. Other income, which comprises net foreign currency trading and dealing income, net gains from financial assets, and fair value gains on investment property, experienced a significant decline compared to the same period last year. This was largely due to the local currency's stability, the ZWG, following its introduction in the second quarter of the year on 5 April 2024. There was general stability in the Group hedging asset prices in the second quarter of the year, and this weighed down our total income compared to the same period last year.

Operating costs for the period under review were ZWG659 million driven by the mixed macroeconomic conditions during the first half of the year. Inflationary trends were experienced during the first quarter. However, there was relative stability in the second quarter of the year, which improved our cost management.

The Group's balance sheet strengthened, with total assets reaching ZWG9.99 billion, buoyed by the acquisition of FBC Crown Bank Limited, formerly Standard Chartered Bank Zimbabwe. The Group's assets and liabilities are largely denominated in foreign currency, enhancing financial stability and value preservation. Shareholder funds increased by 31% to ZWG2.4 billion from ZWG1.8 billion as of 31 December 2023, reflecting the Group's improved financial performance and capital position.

The Operating Environment

The half year ended 30 June 2024 was characterised by unstable macroeconomic conditions. There was instability during the first quarter, but improvements were noted during the second quarter following interventions by the authorities. The Reserve Bank of Zimbabwe (RBZ) put in place a raft of policy measures to stabilize macroeconomic environment with particular focus on exchange rates and inflation. Key amongst the measures, was the introduction of the structured currency Zimbabwe Gold (ZWG). Following the implementation of these measures, exchange rates stabilised, and inflation levels significantly reduced.

It is worth noting however, that the economy still faces challenges, in particular, erratic power supplies and the El Nino induced drought. This has led to a significant reduction in GDP growth estimates from an initial projection of 3.5% to 2%. On the other hand, authorities continue to follow strict monetary and fiscal policies to stabilize the economy. It is expected that these measures will be maintained until the end of the year. The Group in response, continues to explore opportunities to grow the business, whilst at the same time putting in place hedging strategies to preserve value.

Banking Cluster

The banking sector has remained stable, safe and sound according to the Reserve Bank of Zimbabwe. The industry is going through transformation and innovation which has resulted in the deepening of product and service offering. Demand for financial services remains strong, even though liquidity challenges have impacted the ability of the banking sector to support economic growth through credit creation. Various banking institutions are seeking alternative funding options regionally and globally, to augment financial resources sourced locally.

The Group's strategic thrust is liquidity mobilization to support balance sheet growth and to meet customers' funding requirements. We, however, remain cautious in our lending practices due to the high inherent credit risk. Our loan portfolios are performing well and are in line with our expectations and regulatory thresholds. The Group is also focusing on Information Technology investments, in line with our digitalization thrust and the need to provide seamless customer experience. Going forward, the innovation and access to new markets, will be core to our strategy.

Insurance Cluster

The insurance sector is experiencing significant changes due to technological advancements, evolving stakeholder expectations, and a shifting regulatory and competitor landscape. These factors are driving innovation and adaptability within the sector. This has seen an increase in product offerings such as micro-insurance, which suits our country's per capita income levels.

Our insurance subsidiaries are trading profitably, despite the challenging operating environment and we expect this trend to continue during the second half of the year. Our operations in Botswana are in line with expectations and we anticipate significant returns from this investment. The focus for the Group is micro-insurance and diaspora insurance products, in addition to the traditional core insurance products, as we aim to expand our market reach and promote financial inclusion.

Real Estate Sector

In line with our diversified business model, the Group also generates income from investment activities in addition to the banking and insurance revenues. The real estate sector is projected to remain on a firm positive trajectory, given the stable and solid investment returns relative to other investment options. The commercial office market is however, experiencing subdued activity in the CBD, as businesses increasingly favour office locations outside the Central Business District to minimize operational costs. Small and medium-sized enterprises (SMEs) have become the main drivers of demand for CBD office space. Demand remains firm for high to medium density houses. Through our Building Society, we are focusing on this segment given the strong demand. Our project pipeline is across several cities and towns, which include Zvishavane, Marondera, Hwange, Masvingo and Harare.

Stock market performance

The Zimbabwe Stock Exchange (ZSE) recorded a strong performance, with its benchmark All-Share Index closing at 131.25 on June 30, 2024. This marked a significant 31.25% increase from its rebase on April 5, 2024. As a result, the market capitalization rose by 31% to ZWG39 billion (US\$2.8 billion) by the end of June.

At the same time, the US dollar-denominated Victoria Falls Stock Exchange (VFEX) also experienced a modest increase, with its All-Share Index and market capitalization rising by 2.29% and 3.32% respectively, during the same period.

FBCH Share Price Performance

The share price of FBC Holdings Limited increased by 14%, ending the period at ZWG 220 cents, up from ZWG 192.86 cents on 5 April 2024. A total of 1,284,500 shares were traded at a volume-weighted average price of ZWG 299.48 cents.

Digital Transformation and Innovation Thrust

Our markets are rapidly transforming while customer expectations continue to evolve. This requires the Group to transform and adapt its operations to meet customers' expectations and deliver value to our shareholders. The Group has increased its investments in technology-related solutions, to achieve operational efficiency and improve customer service. Emerging trends in cloud computing and AI have become topical and the Group is putting in place policies and procedures to guide business with respect to the same. Whilst our strategic thrust is to improve customer service and operational efficiency through automation and adoption of relevant technologies, the risk of cyber threats is increasing and thus requires robust risk management systems and processes. The Group has also made significant investments to improving our technology environment and ensure the safety of the business.

Climate Risk, Finance and Sustainability

Climate change presents a significant threat to the global economy, and Zimbabwe is particularly vulnerable to its devastating long-term impacts. To mitigate these risks and foster resilience, a concerted effort is underway involving the government, public institutions, regulatory bodies, and non-governmental organizations. The Reserve Bank of Zimbabwe (RBZ) has issued the Climate Risk Management Guideline, bolstering the banking sector's capacity to withstand climate shocks.

FBC Bank Limited is at the forefront of this initiative, actively collaborating with public and private partners to develop innovative financial solutions and align with the Sustainable Development Goals. By implementing the Sustainability Standards and Certification Initiative, guided by the RBZ, we are embedding sustainability into our core operations. This commitment not only fulfills our corporate social responsibility but also creates long-term value for our stakeholders.

Capitalization

FBC Holdings targets to maintain a solid financial position and ensure business units are adequately capitalized to underwrite business in line with our growth targets. The Group is currently undertaking a capital rationalization exercise in line with the Group's Capital Allocation Framework, following the acquisition of Standard Chartered Bank Zimbabwe. Our strategy focuses on efficient capital allocation, in line with the risk-return profile of each business and ensuring compliance with minimum regulatory capital requirements.

Standard Chartered Bank Zimbabwe Acquisition and Integration

FBC Holdings completed the acquisition of Standard Chartered Zimbabwe on May 18, 2024, further consolidating our market share in the banking sector and the business has since been integrated into FBC Holdings. Standard Chartered Bank Zimbabwe Limited was successfully renamed to FBC Crown Bank Limited trading as Crown Bank on the 17th of August 2024 after obtaining regulatory approvals. The focus is now on driving business growth, in line with the Group's market segmentation. We are confident that this acquisition will generate substantial value for our shareholders in the years to come.

Regulatory Developments and Compliance

The regulatory environment continues to evolve as evidenced by several statutory instruments and regulatory guidelines issued during the first half of the year. The Group has a robust Legal and Compliance framework to guide the organization with respect to matters of legal and compliance. The Group remains committed to complying with all applicable laws, regulations, standards and international best practices and will continue to direct the necessary human, financial and technological resources to support this objective.

Dividend

I am delighted to announce that the company has proposed an interim dividend of 0.25 US cents per share. This dividend will be paid out on or about 7 October 2024. The Group is committed to provide shareholders with a fair return on their investment, while also retaining resources to support future growth opportunities.

Outlook

Notwithstanding the projected slowdown in economic growth for the year 2024 on account of the drought and tight liquidity conditions, the Group expects to continue trading profitably across its business segments. The Group is focusing on resource mobilization, market share growth, hedging and capital rationalization among other key strategic issues.

Appreciation

I would like to extend my sincere gratitude to all our stakeholders for their unwavering support which has enabled us to continue to trade profitably, despite the challenging macroeconomic environment. I further extend my appreciation to the Board, SBU Boards, Management and staff whose dedication to duty has made us achieve the commendable set of results.



Herbert Nkala
Group Chairman

17 September 2024

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2024

	Note	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Interest income calculated using the effective interest method	17	435 474 980	427 848 750
Interest and related expense	18	(59 755 753)	(172 691 750)
Net interest and related income		375 719 227	255 157 000
Fee and commission income	19	207 651 147	231 800 116
Fee and commission expense		(2 951 549)	(2 753 650)
Net fee and commission income		204 699 598	229 046 466
Insurance revenue	21	182 211 488	158 141 473
Insurance service expenses	25	(143 166 829)	(196 921 443)
Net (expenses)/revenue from reinsurance contracts	14.1	(15 687 231)	5 216 422
Insurance service result		23 357 428	(33 563 548)
Revenue		603 776 253	450 639 918
Net foreign currency trading and dealing income		1 116 335 450	2 072 117 530
Net gains from financial assets at fair value through profit or loss		212 829 126	383 072 249
Other operating income	22	178 482 152	528 719 744
Other income		1 507 646 728	2 983 909 523
Total income		2 111 422 981	3 434 549 441
Impairment allowance		(8 739 090)	(306 572 229)
Other operating expenses	25	(658 898 460)	(1 450 484 243)
Profit from operations		1 443 785 431	1 677 492 969
Monetary (loss)/gain		(774 082 488)	37 858 792
Profit before income tax		669 702 943	1 715 351 761
Income tax expense	26	(56 466 219)	(243 415 122)
Profit for the period		613 236 724	1 471 936 639
Other comprehensive income			
Items that may be subsequently reclassified to profit or loss			
Foreign operations- foreign currency translation differences tax		21 815 125	21 203 840
		-	-
		21 815 125	21 203 840
Items that will not be reclassified to profit or loss			
(Loss)/gain on property revaluation		(79 529 876)	254 713 792
Tax		60 731 382	(37 786 864)
(Loss)/gain on equity instruments at fair value through other comprehensive income		(13 337 101)	490 566
Tax		2 718 631	(7 358)
		(29 416 964)	217 410 136
Total comprehensive income for the period		605 634 885	1 710 550 615
Profit attributable to :			
Equity holders of the parent		611 665 768	1 471 003 532
Non-controlling interests		1 570 956	933 107
Total		613 236 724	1 471 936 639
Total comprehensive income attributable to :			
Equity holders of the parent		604 514 093	1 708 370 885
Non-controlling interests		1 120 792	2 179 730
Total		605 634 885	1 710 550 615
Earnings per share (ZWG cents)			
Basic earnings per share	29.1	100.18	240.89
Diluted earnings per share	29.2	100.18	240.89
Headline earnings per share	29.3	100.01	240.88

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2024

	Note	Unreviewed 30-Jun-24 ZWG	Audited 31-Dec-23 Restated* ZWG
ASSETS			
Balances with banks and cash	4	2 166 582 212	2 096 897 906
Financial assets at amortised cost	5.3	38 987 045	248 033 528
Loans and advances to customers	5.1	4 457 781 983	4 154 580 082
Trade and other receivables	5.2	11 288 943	1 921 415
Insurance contract assets		60 052 062	52 058 476
Reinsurance contract assets		68 785 443	52 083 388
Bonds and debentures	6	123 340 266	-
Financial assets at fair value through profit or loss	7	363 517 189	319 384 267
Financial assets at fair value through other comprehensive income		8 442 902	3 154 645
Inventory	8	29 820 335	13 794 186
Prepayments and other assets	9	782 801 575	430 248 831
Current income tax asset		5 637 907	3 200 622
Deferred tax asset		12 314 042	2 218 622
Investment property	12	1 279 792 489	852 857 174
Intangible assets	10	5 412 792	5 847 379
Property and equipment	11	566 391 412	626 901 810
Right of use asset		6 405 655	9 831 702
Total assets		9 987 354 252	8 873 014 033
EQUITY AND LIABILITIES			
Liabilities			
Deposits from customers	13	4 057 289 179	2 660 393 865
Deposits from other banks	13	540 075 534	286 818 250
Borrowings	13	1 638 147 126	1 874 315 742
Insurance contract liabilities	14	177 323 351	191 592 147
Reinsurance contract liabilities	14	1 369 770	24 173 099
Trade and other payables	15	991 816 642	1 641 853 638
Current income tax liabilities		44 305 343	19 937 738
Deferred tax liabilities		121 012 158	319 820 808
Lease liability		2 541 962	8 655 645
Total liabilities		7 573 881 065	7 027 560 932
Equity			
Capital and reserves attributable to equity holders of the parent entity			
Share capital and share premium	16	37 782 320	37 782 320
Other reserves		559 958 744	570 184 340
Retained profits		1 812 547 097	1 235 422 207
		2 410 288 161	1 843 388 867
Non controlling interest in equity		3 185 026	2 064 234
Total equity		2 413 473 187	1 845 453 101
Total equity and liabilities		9 987 354 252	8 873 014 033

CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2024

	Note	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Cash flow from operating activities			
Profit before income tax		669 702 943	1 715 351 761
Adjustments for:			
Depreciation on property and equipment	25	18 755 351	9 897 834
Amortisation	25	671 842	439 087
Credit impairment losses		8 739 090	306 572 229
(Profit)/loss from disposal of property and equipment	22	(1 080 657)	(68 711)
Net unrealised exchange gains and losses		(2 621 276 038)	(2 060 322 016)
Fair value adjustment on investment property	22	(121 545 560)	(501 942 633)
Fair value adjustment on financial assets at fair value through profit or loss		(212 829 126)	(383 072 249)
Net interest income		(375 719 227)	(255 157 000)
Interest on lease liability		(5 634 547)	6 552 720
Depreciation on right of use assets		3 426 047	(2 279 083)
Net Cash used before changes in operating assets and liabilities		(2 636 789 922)	(1 164 028 061)
Decrease/(increase) in financial assets at amortised cost		432 684 561	(156 046 761)
Decrease in loans and advances		913 257 133	797 933 118
(Increase)/decrease in trade and other receivables		(9 345 992)	161 786 535
Increase in bonds and debentures		(123 340 266)	(13 393 462)
Decrease in financial assets at fair value through profit or loss		244 304 500	34 546 398
Decrease/(increase) in Insurance contract assets		30 463 432	(55 188 312)
Decrease/(increase) in reinsurance contract assets		1 427 452	(8 552 429)
Increase in inventory		(17 910 276)	(10 376 173)
Decrease in prepayments and other assets		216 913 837	515 167 780
Increase in investment property		(154 606 453)	(11 877 093)
Increase/(decrease) in deposits from other banks and customers	1	1 131 161 530	(589 336 019)
(Decrease)/increase in insurance liabilities		(75 213 100)	61 709 376
Increase/(decrease) in trade and other payables		43 012 897	(75 571 462)
(Decrease)/increase in reinsurance contract liabilities		(22 803 329)	35 484 773
		(26 783 996)	(477 741 792)
Interest received		435 474 980	427 848 750
Income tax expense paid		(179 989 957)	(24 070 354)
Interest paid		(59 755 753)	(172 691 750)
Net cash generated/(used) from operating activities		168 945 274	(246 655 146)
Cash flows from investing activities			
Proceeds from disposal of financial assets at fair value through other comprehensive income		-	2 147 710
Purchase of financial assets at fair value through other comprehensive income		(18 625 358)	-
Purchase of property and equipment	11	(160 141 845)	(20 787 705)
Purchase of intangible assets	10	(239 527)	(1 180 099)
Proceeds from sale of property and equipment		2 207 552	507 500
Purchase of subsidiary		(213 303 129)	-
Net cash used in investing activities		(390 102 307)	(19 312 594)
Net cash flows before financing activities		(221 157 033)	(265 967 740)
Cash flows from financing activities			
Proceeds from borrowings		138 343 117	235 929 835
Repayment of borrowings		(720 786 900)	-
Dividend paid to company's shareholders		(37 614 799)	(20 574 231)
Purchase of treasury shares		-	(237 600)
Net cash (used)/generated in financing activities		(620 058 582)	215 118 004
Net increase in cash and cash equivalents		(841 215 615)	(50 849 736)
Exchange gains and losses on cash and cash equivalents		910 899 921	2 123 355 715
Cash and cash equivalents at beginning of the period		2 096 897 906	1 052 826 830
Cash and cash equivalents at the end of period	4.1	2 166 582 212	3 125 332 809



* This is due to the currency conversion (refer note 3.3 & 3.4)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2024

	Share capital ZWG	Share premium ZWG	Retained profits ZWG	Translation reserve ZWG	Treasury shares ZWG	Non distributable reserve ZWG	Revaluation reserve ZWG	Financial assets at fair value reserve ZWG	Changes in ownership ZWG	Total ZWG	Non controlling Interest ZWG	Total equity ZWG
Unreviewed												
Half year ended 30 June 2024												
Balance at 1 January 2024	18 017	37 764 303	1 235 422 206	15 028 580	(65 732 597)	176 340 183	426 736 112	13 332 126	4 479 937	1 843 388 867	2 064 234	1 845 453 101
Profit for the period	-	-	611 665 768	-	-	-	-	-	-	611 665 768	1 570 956	613 236 724
Other comprehensive income												
Gain on revaluation of property and equipment, net of tax	-	-	-	-	-	-	(18 348 330)	-	-	(18 348 330)	(450 164)	(18 798 494)
Net transfer to regulatory reserves	-	-	3 073 922	-	-	-	(3 073 922)	-	-	-	-	-
Foreign operations – foreign translation differences	-	-	-	21 815 125	-	-	-	-	-	21 815 125	-	21 815 125
Gain on financial assets through OCI	-	-	-	-	-	-	-	(10 618 470)	-	(10 618 470)	-	(10 618 470)
Total other comprehensive income	-	-	3 073 922	21 815 125	-	-	(21 422 252)	(10 618 470)	-	(7 151 675)	(450 164)	(7 601 839)
Total comprehensive income	-	-	614 739 690	21 815 125	-	-	(21 422 252)	(10 618 470)	-	604 514 093	1 120 792	605 634 885
Transaction with owners												
Dividend paid	-	-	(37 614 799)	-	-	-	-	-	-	(37 614 799)	-	(37 614 799)
Shareholders' equity at 30 June 2024	18 017	37 764 303	1 812 547 097	36 843 705	(65 732 597)	176 340 183	405 313 860	2 713 656	4 479 937	2 410 288 161	3 185 026	2 413 473 187
Reviewed												
Restated*												
Half year ended 30 June 2023												
Balance at 1 January 2023, as previously reported	18 017	37 764 303	475 239 590	6 902 408	(65 494 997)	176 340 183	143 249 964	10 079 378	4 479 937	788 578 783	1 367 703	789 946 486
Changes on initial application of IFRS 17	-	-	21 085 349	-	-	-	-	-	-	21 085 349	484 547	21 569 896
Restated balance at 1 January 2023	18 017	37 764 303	496 324 939	6 902 408	(65 494 997)	176 340 183	143 249 964	10 079 378	4 479 937	809 664 132	1 852 250	811 516 382
Profit for the period	-	-	1 471 003 532	-	-	-	-	-	-	1 471 003 532	933 107	1 471 936 639
Other comprehensive income												
Gain on revaluation of property and equipment net of tax	-	-	-	-	-	-	215 680 306	-	-	215 680 306	1 246 623	216 926 929
Foreign operations – foreign translation differences	-	-	-	21 203 840	-	-	-	-	-	21 203 840	-	21 203 840
Gain on financial assets through OCI	-	-	-	-	-	-	-	483 207	-	483 207	-	483 207
Total other comprehensive income	-	-	-	21 203 840	-	-	215 680 306	483 207	-	237 367 353	1 246 623	238 613 976
Total comprehensive income	-	-	1 471 003 532	21 203 840	-	-	215 680 306	483 207	-	1 708 370 885	2 179 730	1 710 550 615
Transaction with owners												
Dividend paid	-	-	(20 574 231)	-	-	-	-	-	-	(20 574 231)	-	(20 574 231)
Treasury share purchase	-	-	-	-	(237 600)	-	-	-	-	(237 600)	-	(237 600)
Shareholders' equity at 30 June 2023	18 017	37 764 303	1 946 754 240	28 106 248	(65 732 597)	176 340 183	358 930 270	10 562 585	4 479 937	2 497 223 186	4 031 980	2 501 255 166

NOTES TO THE CONSOLIDATED FINANCIAL RESULTS

For the six months ended 30 June 2024

1 GENERAL INFORMATION

FBC Holdings Limited ("the Company") and its subsidiaries (together "the Group") provide a wide range of commercial banking, mortgage finance, micro lending, short-term reinsurance, short-term insurance, short-term insurance broking and stockbroking services.

The Company is a limited liability company, which is listed on the Zimbabwe Stock Exchange. The Company and its subsidiaries are incorporated and domiciled in Zimbabwe.

These condensed consolidated interim financial statements were approved for issue by the Board of Directors on 13 August 2024.

2 BASIS OF PREPARATION

The Group's condensed consolidated interim financial statements for the half year ended 30 June 2024 have been prepared in accordance with the International Accounting Standard ("IAS") 34 Interim Financial Reporting, the Companies and Other Business Entities Act (Chapter 24:31), Zimbabwe Insurance Act (Chapter 24:07) and the Zimbabwe Banking Act (Chapter 24:20).

They do not include all the information required for a complete set of International Financial Reporting Standards ("IFRS") financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual consolidated financial statements.

They should therefore be read in conjunction with the Group's consolidated financial statements for the year ended 31 December 2023.

3 ACCOUNTING POLICIES

The accounting policies applied in the preparation of these interim consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2023, except for the adoption of new standards and interpretations effective as of 1 January 2024.

These condensed interim consolidated financial statements have been prepared under the historical cost convention and are presented in Zimbabwe Gold ("ZWG") and are rounded to the nearest Zimbabwe Gold.

3.1 Presentation currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The consolidated financial statements are presented in Zimbabwe Gold ("ZWG"), which is the Group's presentation currency as at half year ended 30 June 2024.

All the Group's subsidiaries operate in Zimbabwe and have the Zimbabwe Gold ("ZWG") as their functional and presentation currency as at half year ended 30 June 2024.

3.2 Adoption of the IAS 29 (Financial Reporting in Hyperinflation Economies)

In October 2019, the PAAB issued a pronouncement prescribing that the application of financial reporting in hyperinflation economies had become effective in Zimbabwe, for reporting periods on or after 1 July 2019. These interim consolidated financial statements have been partly prepared in accordance with IAS 29 together with International Financial Reporting Standards Committee (IFRIC) 7 for the first three months plus five days of the year 2024, the period under which the economy was still hyperinflationary. (Applying Restated Approach under IAS 29), as if the

economy had been hyperinflationary from 1 October 2018. The Group adopted both the Zimbabwe Consumer Price Index ("CPI") and the Total Consumption Poverty Line ("TCPL") as the general price index to restate the transactions and balances. Non-monetary assets and liabilities carried in the Group's financial results as at the 5th April 2024 have been restated applying the change in the general price index from dates when the transactions were initially recorded in the Group's financial records (transaction date). A net monetary adjustment was recognized in the statement of profit or loss for the half year ended 30 June 2024 and the comparative period. Comparative amounts in the Group financial results have been restated to reflect the change in the general price index from 1 October 2018 to the 5th of April 2024 the day the economy ceased to be hyperinflationary. All items in the statement of cash flows are expressed based on the restated financial information for the period.

As noted above, the Group adopted the "CPI" and the "TCPL" as the general price index and used the monthly indices to inflation adjust the historical figures for the period up to the 5th of April 2024.

The factors used in the periods under review are as follows:

Period	Indices	Conversion Factors at 5 April 2024
CPI as at 30 June 2022	8 707.4	49.2939
CPI as at 31 December 2022	13 672.9	31.3920
CPI as at 30 June 2023	42 710.7	10.0495
CPI as at 31 December 2023	65 703.4	6.5327
CPI as at 5 April 2024	429 219.6	1.0000

3.3 Conversion from Zimbabwean Dollar ("ZWL") to Zimbabwe Gold ("ZWG")

Following the Introduction of the Zimbabwe Gold by the Reserve Bank of Zimbabwe (RBZ) on 5 April 2024 and the Statutory Instrument (SI) 60 of 2024, all the previously existing Zimbabwean Dollar balances were converted into Zimbabwe Gold as at that date. The swap rate of ZWL 1: ZWL2 498.7242 was used as guided by the Reserve Bank of Zimbabwe.

The Group applied the requirements of IAS 21- The Effects of Changes in Foreign Exchange Rates - when converting ZWL amounts to ZWG as functional and reporting currency.

Transactions between 1 January 2024 and 5 April 2024 were inflation adjusted to the 5th of April 2024 in compliance with the requirements of IAS 29 - Financial Reporting in Hyper Inflation economies.

These amounts were then converted to ZWG using the swap rate of ZWL 1: ZWL2 498.7242. Current results in the Condensed consolidated interim financial results for the period ended 30 June 2024 are a combination of these transactions and transactions that occurred between 6 April 2024 and 30 June 2024 which have not been restated using inflation adjusting factors, given that the ZWG has not yet exhibited all the characteristics that would indicate it is a currency of a hyperinflationary economy.

3.4 Comparative financial information

Figures for prior periods were uplifted to 5 April 2024 with the inflation adjusted ZWL figures which were then converted to ZWG using a conversion rate as guided by the Reserve Bank of Zimbabwe.



Step into the Future of Financial Innovation





















NOTES TO THE CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*	
	ZWG	ZWG	
4 BALANCES WITH BANKS AND CASH			
Balances with Reserve Bank of Zimbabwe ("RBZ")			
Current account balances	831 164 081	43 112 964	
	831 164 081	43 112 964	
Balances with other banks and cash			
Notes and coins	774 454 745	378 070 683	
Other bank balances	560 963 386	1 675 714 259	
	2 166 582 212	2 096 897 906	
Balances with banks and cash (excluding bank overdrafts)			
Current	1 585 494 120	2 096 897 906	
Non-current	581 088 092	-	
	2 166 582 212	2 096 897 906	
Total	2 166 582 212	2 096 897 906	
	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*	Reviewed 30-Jun-23 Restated*
	ZWG	ZWG	ZWG
4.1 For the purpose of the cash flow statement, cash and cash equivalents comprise the following balances:			
Balances with other banks, cash and current account balances at RBZ (excluding bank overdrafts)	2 166 582 212	2 096 897 906	3 125 332 809
Total cash and cash equivalents - statement of cash flows	2 166 582 212	2 096 897 906	3 125 332 809
	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*	
	ZWG	ZWG	
5 FINANCIAL ASSETS			
5.1 Loans and advances to customers			
Loans and advances maturities			
Maturing within 1 year	1 434 213 269	2 838 446 171	
Maturing after 1 year	3 112 717 857	1 464 442 587	
Gross carrying amount	4 546 931 126	4 302 888 758	
Impairment allowance	(89 149 143)	(148 308 676)	
	4 457 781 983	4 154 580 082	
5.2 Trade and other receivables			
Trade receivables	11 288 943	1 921 415	
	11 288 943	1 921 415	
Gross carrying amount	11 288 943	1 921 415	
Impairment allowance	-	-	
	11 288 943	1 921 415	
Current	11 288 943	1 921 415	
Non-current	-	-	
	11 288 943	1 921 415	
5.3 Financial assets at amortised cost			
Maturing within 1 year	39 606 810	89 170 789	
Maturing after 1 year	961 937	160 083 275	
Gross carrying amount	40 568 747	249 254 064	
Impairment allowance	(1 581 702)	(1 220 536)	
	38 987 045	248 033 528	
5.4 Movement in impairment allowance			
Balance at beginning of period	151 270 086	63 309 248	
Additions from new business acquisition	78 236 719	-	
Effects of IAS 29	(114 767 361)	(50 134 572)	
Change on application of IFRS 17	-	(90 715)	
Impairment allowance through statement of profit or loss	8 739 090	140 094 116	
Reversal of impairment	(20 772 998)	(166 017)	
Amounts (recovered)/written off during the year as uncollectible	(4 376)	(1 741 974)	
	102 701 160	151 270 086	
6 BONDS AND DEBENTURES			
Maturing within 1 year	-	-	
Maturing after 1 year	133 918 244	-	
Gross carrying amount	133 918 244	-	
Impairment allowance	(10 577 978)	-	
	123 340 266	-	
Current	-	-	
Non-current	123 340 266	-	
	123 340 266	-	
7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS			
Listed securities at market value	251 197 952	201 191 064	
Unlisted securities (Afreximbank class B shares)	112 319 237	118 193 203	
	363 517 189	319 384 267	
Current	363 517 189	319 384 267	
Non-current	-	-	
	363 517 189	319 384 267	
8 INVENTORY			
Raw materials	614 255	1 636 790	
Work in progress	29 206 080	12 157 396	
	29 820 335	13 794 186	
Current	29 820 335	13 794 186	
Non-current	-	-	
	29 820 335	13 794 186	

NOTES TO THE CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*				
	ZWG	ZWG				
9 PREPAYMENTS AND OTHER ASSETS						
Prepayments	72 710 705	50 893 299				
Refundable deposits for Mastercard and Visa transactions	24 122 792	29 151 504				
Stationery stock and other consumables	91 280	1 307 020				
Time- share asset	7 536 705	12 078 559				
Zimswitch receivables	42 427 007	27 843 380				
Bill payments receivables	12 078 330	4 927 945				
RBZ NNCD and auction system balances	388 439 356	211 279 295				
Capital work in progress	6 488 283	6 488 283				
Deferred employee benefit on staff loan	9 716 320	63 473 630				
Other	219 190 797	22 805 916				
	782 801 575	430 248 831				
Current	758 678 783	401 097 327				
Non-current	24 122 792	29 151 504				
	782 801 575	430 248 831				
10 INTANGIBLE ASSETS						
As at end of period						
Opening net book amount	5 847 379	5 326 709				
Additions	239 527	1 180 099				
Adjustment to cost	(2 272)	-				
Amortisation charge	(671 842)	(659 429)				
	5 412 792	5 847 379				
Closing net book amount	5 412 792	5 847 379				
As at end of period						
Cost	29 186 118	28 948 863				
Accumulated amortisation	(23 773 326)	(23 101 484)				
	5 412 792	5 847 379				
11 PROPERTY AND EQUIPMENT						
Unreviewed						
Half year ended 30						
June 2024						
	Freehold premises ZWG	Machinery ZWG	Computer equipment ZWG	Furniture and Office equipment ZWG	Motor vehicles ZWG	Total ZWG
Opening net book amount at January 2024	422 806 160	19 491 469	24 973 276	73 247 753	86 383 152	626 901 810
Additions	136 050 029	1 439 176	10 644 703	8 372 996	3 634 941	160 141 845
Revaluation	(12 778 843)	(5 528 745)	(12 900 371)	(26 657 761)	(31 604 278)	(89 469 998)
Transfers	(111 300 000)	-	-	-	-	(111 300 000)
Disposals	-	-	(12 801)	(1 054 577)	(59 517)	(1 126 895)
Depreciation	(1 470 771)	(1 645 588)	(3 680 837)	(2 129 529)	(9 828 625)	(18 755 350)
	433 306 575	13 756 312	19 023 970	51 778 882	48 525 673	566 391 412
Closing net book amount at June 2024	433 306 575	13 756 312	19 023 970	51 778 882	48 525 673	566 391 412
Audited						
Year ended 31						
December 2023						
Restated*						
Opening net book amount at January 2023	166 231 368	8 465 380	14 738 252	31 635 329	43 502 281	264 572 610
Additions	2 328 323	4 611 385	8 858 950	15 078 012	7 034 465	37 911 135
Revaluation	256 279 271	7 843 063	6 676 618	37 550 994	42 857 867	351 207 813
Disposals	-	-	(195 168)	(5 965 867)	(363 240)	(6 524 275)
Depreciation	(2 032 802)	(1 428 359)	(5 105 376)	(5 050 715)	(6 648 221)	(20 265 473)
	422 806 160	19 491 469	24 973 276	73 247 753	86 383 152	626 901 810
Closing net book amount at December 2023	422 806 160	19 491 469	24 973 276	73 247 753	86 383 152	626 901 810
Freehold premises was revalued at half year ended 30 June 2024						
				Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*	
				ZWG	ZWG	
12 INVESTMENT PROPERTY						
Opening balance				852 857 174	347 306 850	
Additions				154 606 453	27 609 447	
Fair value adjustment				160 026 135	454 186 724	
Disposals				(881 400)	(8 612 284)	
Transfers from inventory				1 884 127	32 366 437	
Transfers from property and equipment				111 300 000	-	
				1 279 792 489	852 857 174	
Closing balance				1 279 792 489	852 857 174	
Non-current				1 279 792 489	852 857 174	
				1 279 792 489	852 857 174	
Fair valued adjustment of ZWG 160,026,135 was made as at 30 June 2024.						
The fair value of investment property was determined by external, independent property valuers, having the appropriate recognised professional qualifications and recent experience in the location and category of the property being valued.						
13 DEPOSITS FROM OTHER BANKS AND CUSTOMERS						
13.1 DEPOSITS FROM CUSTOMERS						
Demand deposits				3 536 243 035	2 149 870 070	
Promissory notes				182 913 190	286 000 204	
Other time deposits				338 132 954	224 523 591	
				4 057 289 179	2 660 393 865	
13.2 DEPOSITS FROM OTHER BANKS						
Money market deposits				540 075 534	286 818 250	
Bank borrowings and lines of credit				1 638 147 126	1 874 315 742	
				2 178 222 660	2 161 133 992	
Total deposits				6 235 511 839	4 821 527 857	
Current				4 705 185 740	4 422 394 558	
Non-current				1 530 326 099	399 133 299	
				6 235 511 839	4 821 527 857	
All borrowings are secured with an average interest rate of 13% per annum.						

NOTES TO THE CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

13.3 Deposits concentration

	Unreviewed 30-Jun-24		Audited 31-Dec-23 Restated*	
	ZWG	%	ZWG	%
Agriculture	380 842 254	6%	163 508 275	3%
Construction	262 511 201	4%	325 319 318	7%
Wholesale and retail trade	519 524 784	8%	440 138 316	9%
Public sector	594 892 510	10%	424 032 328	9%
Manufacturing	190 540 900	3%	364 470 743	8%
Telecommunication	251 204 692	4%	48 810 682	1%
Transport	167 241 932	3%	44 689 479	1%
Individuals	606 932 100	10%	267 939 476	6%
Financial services	1 775 774 937	28%	2 074 282 102	45%
Mining	763 059 946	12%	349 336 829	7%
Other	722 986 583	12%	319 000 309	7%
	6 235 511 839	100%	4 821 527 857	100%

There are material concentration of deposits to the following sectors; Financial services 28%, public sector 10%, individual 10%, mining 12% and other 12%.

14 INSURANCE AND REINSURANCE CONTRACTS
Insurance contracts
Insurance contract liabilities
- Insurance contract balances

 - Life risk
 - Non-Life

- Assets for insurance acquisition cash flows

 - Life risk
 - Non-Life

Net Insurance contract liabilities
Insurance contract assets
- Insurance contract balances

 - Life risk
 - Non-Life

- Assets for insurance acquisition cash flows

 - Life risk
 - Non-Life

Net Insurance contract assets
Reinsurance contracts
Reinsurance contract assets

 - Life risk
 - Non-Life

Reinsurance contract liabilities

 - Life risk
 - Non-Life

The following sets out the carrying amounts of insurance and reinsurance contracts expected to be (recovered) settled more than 12 months after the reporting date

	Unreviewed 30-Jun-24 ZWG	Audited 31-Dec-23 Restated* ZWG
Insurance contract assets	-	-
Insurance contract liabilities	-	-
Reinsurance contract assets	-	-
Reinsurance contract liabilities	-	-
Maximum exposure to credit risk from Insurance contracts	60 052 062	52 058 476
Maximum exposure to credit risk from Reinsurance contracts	68 785 443	52 083 388

14.1 The following reconciliations show how the net carrying amounts of insurance and reinsurance contracts in each segment changed during the year as a result of cash flows and amounts recognised in the statement of profit or loss and OCI.

Movement in insurance and reinsurance contract balances
**Unreviewed
30-Jun-24**
Non-life
Insurance contracts
**Analysis by remaining coverage
and incurred claims**

	Liability for incurred claims		Contracts under PAA		Total ZWG
	Liability for remaining coverage excluding loss component ZWG	Loss component ZWG	Estimates of present value of future cash flows ZWG	Risk adjustment for non-financial risk ZWG	
Net opening assets/(liabilities)	(59 443 457)	(103 327)	(73 505 039)	(6 481 849)	(139 533 672)
Net opening balance	(59 443 457)	(103 327)	(73 505 039)	(6 481 849)	(139 533 672)
Changes in the statement of profit or loss and OCI					
Insurance revenue	182 211 488	-	-	-	182 211 488
	182 211 488				182 211 488
Insurance service expense					
Incurred claims and other insurance service expenses	41 487 290	-	(48 840 036)	-	(7 352 746)
Amortisation of insurance acquisition cash flows	(34 375 127)	-	-	-	(34 375 127)
Adjustment to liabilities for incurred claims	56 230 262	(56 136 865)	(19 046 742)	2 398 370	(16 554 975)
	63 342 425	(56 136 865)	(67 886 778)	2 398 370	(58 282 848)
Insurance service result	245 553 913	(56 136 865)	(67 886 778)	2 398 370	123 928 640
Effect of movement in exchange rates	43 310 060	-	-	-	43 310 060
Total changes in the statement of profit or loss and OCI	288 863 973	(56 136 865)	(67 886 778)	2 398 370	167 238 700
Cash flows					
Premiums received	(283 412 821)	-	-	-	(283 412 821)
Claims and other insurance service expenses paid	34 146 437	-	48 840 036	-	82 986 473
Insurance acquisition cash flows	55 450 032	-	-	-	55 450 032
Total cash flows	(193 816 352)		48 840 036		(144 976 316)
Transfer to other items in the statement of financial position					
Contracts derecognised on disposal of subsidiary	-	-	-	-	-
Net closing balance	35 604 164	(56 240 192)	(92 551 781)	(4 083 479)	(117 271 288)

NOTES TO THE CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

**Audited
31-Dec-23
Restated***
Non-life
Insurance contracts
**Analysis by remaining coverage
and incurred claims**

	Liability for incurred claims		Contracts under PAA		Total ZWG
	Liability for remaining coverage excluding loss component ZWG	Loss component ZWG	Estimates of present value of future cash flows ZWG	Risk adjustment for non-financial risk ZWG	
Opening liabilities	(11 422 771)	5 343 638	(26 767 225)	(927 365)	(33 773 723)
Net opening balance	(11 422 771)	5 343 638	(26 767 225)	(927 365)	(33 773 723)
Changes in the statement of profit or loss and OCI					
Insurance revenue	313 946 692	-	-	-	313 946 692
	313 946 692				313 946 692
Insurance service expense					
Incurred claims and other insurance service expenses	-	-	(162 585 851)	-	(162 585 851)
Amortisation of insurance acquisition cash flows	(95 167 085)	-	-	-	(95 167 085)
Losses and reversals of losses on onerous contracts	(18 437 007)	-	-	-	(18 437 007)
Adjustment to liabilities for incurred claims	-	4 890 415	(21 174 013)	(4 422 259)	(20 705 857)
	(113 604 092)	4 890 415	(183 759 864)	(4 422 259)	(296 895 800)
Insurance service result	200 342 600	4 890 415	(183 759 864)	(4 422 259)	17 050 892
Effect of movement in exchange rates	(55 320 217)	-	-	-	(55 320 217)
Total changes in the statement of profit or loss and OCI	145 022 383	4 890 415	(183 759 864)	(4 422 259)	(38 269 325)
Cash flows					
Premiums received	(288 747 386)	-	-	-	(288 747 386)
Claims and other insurance service expenses paid	-	-	126 089 677	-	126 089 677
Insurance acquisition cash flows	95 167 085	-	-	-	95 167 085
Total cash flows	(193 580 301)		126 089 677		(67 490 624)
Transfer to other items in the statement of financial position					
Contracts derecognised on disposal of subsidiary	-	-	-	-	-
Net closing balance	(59 980 689)	10 234 053	(84 437 412)	(5 349 624)	(139 533 672)

**Unreviewed
30-Jun-24**
Non-Life
Reinsurance contracts
**Analysis by remaining coverage
and incurred claims**

	Assets for remaining coverage		Asset for incurred claims ZWG	Total ZWG
	Excluding Loss recovery component ZWG	Loss recovery component ZWG		
Opening assets	48 360 185	364 376	(20 814 271)	27 910 290
Net opening balance	48 360 185	364 376	(20 814 271)	27 910 290
Changes in the statement of profit or loss and OCI				
Allocation of reinsurance premiums paid	41 030 203	-	-	41 030 203
	41 030 203			41 030 203
Amounts recoverable from reinsurers				
Recoveries of incurred claims and other insurance service expenses	(27 783 717)	-	-	(27 783 717)
Adjustment to assets for incurred claims	(555 828)	(238 205)	3 234 778	2 440 745
	(28 339 545)	(238 205)	3 234 778	(25 342 972)
Premium refunds	-	-	-	-
Effect of changes in non-performance risk of reinsurers	-	-	-	-
Net (revenue)/expenses from reinsurance contracts	12 690 658	(238 205)	3 234 778	15 687 231
Effect of movement in exchange rates	42 714 874	-	19 160 049	61 874 923
Total changes in the statement of profit or loss and OCI	55 405 532	(238 205)	22 394 827	77 562 154
Cash flows				
Premiums paid	(49 401 820)	-	-	(49 401 820)
Amounts received	11 345 049	-	-	11 345 049
Total cash flows	(38 056 771)			(38 056 771)
Contracts derecognised on disposal of subsidiary	-	-	-	-
Closing assets	65 708 946	126 171	1 580 556	67 415 673

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NOTES TO THE CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

Audited
31-Dec-23
Restated*
Non-Life
Reinsurance contracts
Analysis by remaining coverage and incurred claims

	Assets for remaining coverage			Total ZWG
	Excluding Loss recovery component ZWG	Loss recovery component ZWG	Asset for incurred claims ZWG	
Opening assets	(5 721 795)	452 424	1 854 479	(3 414 892)
Net opening balance	(5 721 795)	452 424	1 854 479	(3 414 892)
Changes in the statement of profit or loss and OCI				
Allocation of reinsurance premiums paid	106 796 408	-	-	106 796 408
	106 796 408	-	-	106 796 408
Amortisation of reinsurance acquisition cash flows	(62 309 810)	-	-	(62 309 810)
Losses and reversals of losses on onerous contracts	(12 625 627)	3 064 306	14 601 098	5 039 777
	(74 935 437)	3 064 306	14 601 098	(57 270 033)
Premium refunds	-	-	-	-
Effect of changes in non-performance risk of reinsurers	-	-	-	-
Net (revenue)/expenses from reinsurance contracts	31 860 971	3 064 306	14 601 098	49 526 375
Effect of movement in exchange rates	29 718 354	-	(47 852 706)	(18 134 352)
Total changes in the statement of profit or loss and OCI	61 579 325	3 064 306	(33 251 608)	31 392 023
Cash flows				
Premiums paid	-	-	(16 205 348)	(16 205 348)
Amounts received	-	-	16 138 508	16 138 508
Total cash flows	-	-	(66 840)	(66 840)
Contracts derecognised on disposal of subsidiary	-	-	-	-
Closing assets	55 857 530	3 516 730	(31 463 969)	27 910 291

15 TRADE AND OTHER PAYABLES

	Unreviewed 30-Jun-24 ZWG	Audited 31-Dec-23 Restated* ZWG
Trade and other payables	180 615 259	695 793 197
Deferred income	43 778 205	37 703 931
Mastercard and Visa prepayments	152 965 834	182 113 532
TT Resdex inwards	2 144 121	10 901 239
RBZ cash cover	49 714 171	141 058 451
Zimswitch settlement	29 725 844	16 917 432
Instant banking balances	2 739 961	5 195 353
Intermediary tax	58 232 667	24 113 808
Other liabilities	316 833 022	332 423 824
Customer funds awaiting payment	155 067 558	195 632 871
	991 816 642	1 641 853 638
Current	715 614 790	1 283 869 337
Non-current	276 201 852	357 984 301
Total	991 816 642	1 641 853 638

16 SHARE CAPITAL AND SHARE PREMIUM

	Number of Shares	Share Capital ZWG	Share Premium ZWG	Total ZWG
Authorised				
Number of ordinary shares, with a nominal value of ZWG0.000000004	800 000 000			800 000 000
Issued and fully paid				
Number of ordinary shares, with a nominal value of ZWG0.000000004	671 949 927			671 949 927
Share capital movement				
As at 1 January 2024	671 949 927	18 017	37,764,303	37 782 320
Share issue	-	-	-	-
As at 30 June 2024	671 949 927	18 017	37 764 303	37 782 320

The unissued share capital is under the control of the directors subject to the restrictions imposed by the Companies and Other Business Entities Act (Chapter 24:31), Zimbabwe Stock Exchange Listing Requirements and the Articles and Memorandum of Association of the Company.

17 INTEREST AND RELATED INCOME

	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Cash and cash equivalents	24 738 613	24 400 391
Loans and advances to other banks	22 265 747	45 889 240
Loans and advances to customers	381 538 802	334 252 300
Bankers acceptances and tradable bills	6 931 818	23 306 819
	435 474 980	427 848 750

18 INTEREST AND RELATED EXPENSE

	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Deposit from other banks	13 897 309	57 573 784
Demand deposits	4 696 681	4 163 178
Afreximbank	42 393 175	93 132 111
Time deposits	(1 231 412)	17 822 677
	59 755 753	172 691 750

19 FEE AND COMMISSION INCOME

	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Retail service fees	199 141 310	223 109 440
Credit related fees	5 016 052	3 308 410
Investment banking fees	2 089	2 218 911
Brokerage	3 491 696	3 163 355
	207 651 147	231 800 116

21 INSURANCE REVENUE

	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Contracts measured under PAA	-	-
Life risk	-	-
Non-life	182 211 488	158 141 473
	182 211 488	158 141 473

NOTES TO THE CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
22 OTHER OPERATING INCOME		
Rental income	13 488 656	7 126 879
Profit on disposal of property and equipment	1 080 657	68 711
Sundry income	42 042 627	19 502 813
Bad debts recovered	324 652	78 708
Fair value adjustment investment property	121 545 560	501 942 633
	178 482 152	528 719 744

25 OPERATING EXPENSES

	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Insurance service expenses		
Claims and benefits	60 672 066	161 022 290
Amortisation of insurance acquisition cash flows	54 920 947	35 899 153
Staff costs	7 945 209	-
Administration expenses	19 628 607	-
	143 166 829	196 921 443
Other operating expenses		
Administration expenses	169 818 715	224 888 740
Staff costs	459 192 454	1 196 818 582
Directors' remuneration	5 219 108	5 761 133
Audit fees:		
- current year fees	3 109 750	7 570 953
- prior year fees	2 131 117	2 575 949
- other services	-	-
Depreciation	18 755 351	9 897 834
Amortisation	671 842	439 087
Operating lease payment	123	2 531 964
	658 898 460	1 450 484 243
Total	802 065 289	1 647 405 686

26 INCOME TAX EXPENSE

	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Current income tax on income for the half year	43 344 289	62 159 276
Deferred tax	13 121 930	181 255 846
	56 466 219	243 415 122

27 CAPITAL COMMITMENTS

	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Capital expenditure authorized but not yet contracted for	454 907 437	127 613 346

28 CONTINGENT LIABILITIES

	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Guarantees and letters of credit	402 591 156	252 386 872

29 EARNINGS PER SHARE
29.1 Basic earnings per share

	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Profit attributable to equity holders of the parent	611 665 768	1 471 003 532
Total	611 665 768	1 471 003 532
Basic earnings per share		
Basic earnings per share (ZWG cents)	100.18	240.89
	100.18	240.89

	Shares issued	Treasury shares	Shares outstanding	Weighted
Weighted average number of ordinary shares Half Year ended 30 June 2024				
Issued ordinary shares as at 1 January 2024	671 949 927	(61 406 905)	610 543 022	610 543 022
Treasury shares purchased	-	-	-	-
Treasury shares sold	-	-	-	-
Weighted average number of ordinary shares as at 30 June	671 949 927	(61 406 905)	610 543 022	610 543 022
Weighted average number of ordinary shares Half Year ended 30 June 2023				
Issued ordinary shares as at 1 January 2023	671 949 927	(61 248 405)	610 701 522	610 701 522
Treasury shares purchased	-	(158 500)	(158 500)	(46 157)
Treasury shares sold	-	-	-	-
Weighted average number of ordinary shares as at 30 June	671 949 927	(61 406 905)	610 543 022	610 655 365

29.2 Diluted earnings per share

Diluted earnings per share is calculated after adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. The Company does not have dilutive ordinary shares.

	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Profit attributable to equity holders of the parent	611 665 768	1 471 003 532
Total	611 665 768	1 471 003 532
Weighted average number of ordinary shares at 30 June	610 543 022	610 655 365
Diluted earnings per share (ZWG cents)		
Diluted earnings per share (ZWG cents)	100.18	240.89
	100.18	240.89

29.3 Headline earnings per share

	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Profit attributable to equity holders	611 665 768	1 471 003 532
Adjusted for excluded remeasurements		
Profit on the disposal of property and equipment	(1 080 657)	(68 711)
Other	-	-
Headline earnings	610 585 111	1 470 934 821
Weighted average number of ordinary shares at 30 June	610 543 022	610 655 365
Headline earnings per share (ZWG cents)	100.01	240.88

29.4 Diluted headline earnings per share

Diluted headline earnings per share is calculated after adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. The Company does not have dilutive ordinary shares.

	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Headline earnings	610 585 111	1 470 934 821
Weighted average number of ordinary shares at 30 September	610 543 022	610 655 365
Diluted earnings per share (ZWG cents)	100.01	240.88

NOTES TO THE CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

30 FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

FAIR VALUE HIERARCHY

IFRS 13 'Fair value measurement' requires an entity to classify its assets and liabilities according to a hierarchy that reflects the observability of significant market inputs. The three levels of the fair value hierarchy are defined below.

Quoted market prices - Level 1

Assets and liabilities are classified as Level 1 if their value is observable in an active market. Such instruments are valued by reference to unadjusted quoted prices for identical assets in active markets where the quoted price is readily available.

Valuation technique using observable inputs - Level 2

Assets and liabilities classified as Level 2 have been valued using models whose inputs are observable in an active market either directly (that is, as prices) or indirectly (that is, derived from prices).

Valuation technique using significant observable inputs - Level 3

Assets and liabilities are classified as Level 3 if their valuation incorporates significant inputs that are not based on observable market data (unobservable inputs). A valuation input is considered observable if it can be directly observed from transactions in an active market, or if there is compelling external evidence demonstrating an executable exit price.

The following table shows the Group's assets and liabilities that are held at fair value disaggregated by valuation technique:

Valuation technique using:

	Quoted prices in active markets for identical assets (Level 1) ZWG	Significant other observable inputs (Level 2) ZWG	Significant unobservable inputs (Level 3) ZWG
Recurring fair value measurements			
As at 30 June 2024			
Investment property	-	-	1 279 792 489
Financial assets at amortised cost	-	-	38 987 045
Financial assets at fair value through profit or loss	363 517 189	-	-
Financial assets at fair value through other comprehensive income	8 442 902	-	-
Land and buildings	-	-	433 306 576
As at 31 December 2023, restated*			
Investment property	-	-	852 857 174
Financial assets at amortised cost	-	-	248 033 528
Financial assets at fair value through profit or loss	319 384 267	-	-
Financial assets at fair value through other comprehensive income	3 154 645	-	-
Land and buildings	-	-	422 806 160

There were no transfers between levels 1 and 2 during the period

31 CLASSIFICATION OF FINANCIAL INSTRUMENTS

The table below sets out the Group's classification of each class of financial assets and liabilities.

	Financial assets at amortised cost ZWG	Financial assets at fair value through profit or loss ZWG	Financial assets at fair value through other comprehensive income ZWG	Loans and receivables ZWG	Financial liabilities at amortised cost ZWG
As at 30 June 2024					
Trading assets					
Balances with other banks and cash	-	-	-	2 166 582 212	-
Financial assets at amortised cost	38 987 045	-	-	-	-
Loans and advances to customers	-	-	-	4 457 781 983	-
Insurance contract assets	-	-	-	60 052 062	-
Reinsurance contract assets	-	-	-	68 785 443	-
Trade and other receivables	-	-	-	11 288 943	-
Bonds and debentures	123 340 266	-	-	-	-
Financial assets at fair value through profit or loss	-	363 517 189	-	-	-
Financial assets at fair value through other comprehensive income	-	-	8 442 902	-	-
	162 327 311	363 517 189	8 442 902	6 764 490 643	-
Trading liabilities					
Deposits and borrowings from other banks and customers	-	-	-	-	1 638 147 126
Insurance contract liabilities	-	-	-	-	177 323 351
Reinsurance contract liabilities	-	-	-	-	1 369 770
Trade and other payables	-	-	-	-	991 816 642
	-	-	-	-	2 808 656 889
As at 31 December 2023, restated*					
Trading assets					
Balances with other banks and cash	-	-	-	2 096 897 906	-
Financial assets at amortised cost	248 033 528	-	-	-	-
Loans and advances to customers	-	-	-	4 154 580 082	-
Insurance contract assets	-	-	-	52 058 476	-
Reinsurance contract assets	-	-	-	52 083 388	-
Trade and other receivables	-	-	-	1 921 415	-
Bonds and debentures	-	-	-	-	-
Financial assets at fair value through profit or loss	-	319 384 267	-	-	-
Financial assets at fair value through other comprehensive income	-	-	3 154 645	-	-
	248 033 528	319 384 267	3 154 645	6 357 541 267	-
Trading liabilities					
Deposits and borrowings from other banks and customers	-	-	-	-	1 874 315 742
Insurance contract liabilities	-	-	-	-	191 592 147
Reinsurance contract liabilities	-	-	-	-	24 173 099
Trade and other payables	-	-	-	-	1 641 853 638
	-	-	-	-	3 731 934 626

32 RELATED PARTIES

The Group carried out banking, insurance and investment related transactions with various companies related to its shareholders, all of which were undertaken in compliance with the relevant banking and insurance regulations. The full list of related party transactions are provided in the Group's annual report for the year ended 31 December 2023.

NOTES TO THE CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

33 SEGMENT REPORTING

Segment information is presented in respect of business segments.

Segment revenue, expenses, results and assets are items that are directly attributable to the business segment or which can be allocated on a reasonable basis to a business segment.

The Group comprises eight business segments i.e. commercial banking, wholesale banking, microlending, mortgage financing, short term reinsurance, short-term insurance, insurance broking and stockbroking.

Performance is measured based on segment profit before income tax, as included in the internal management reports that are reviewed by the Group Executive Committee.

Unreviewed 30-Jun-24	Head Office ZWG	Commercial banking ZWG	Microlending ZWG	Mortgage financing ZWG	Short term reinsurance ZWG	Short term insurance ZWG	Insurance Broking ZWG	Stockbroking ZWG	Wholesale Banking ZWG	Intersegment eliminations ZWG	Consolidated ZWG
Total segment revenue											
Interest income	8 903 050	328 434 278	74 840 815	26 897 214	641 002	2 125 900	-	382	7 267 000	(13 634 860)	435 474 980
Interest expense	(8 544 802)	(46 008 014)	(6 881 078)	(11 352 753)	-	-	(178 364)	(274 405)	(151 000)	13 634 661	(59 755 753)
Net interest income	358 248	282 426 264	67 959 739	15 544 461	641 002	2 125 900	(178 364)	(274 023)	7 116 000	1	375 719 227
Insurance service result	-	-	-	-	22 013 539	1 343 890	-	-	-	(1)	23 357 428
Net fee and commission income	1 730 571	162 318 744	30 327	35 867 289	-	-	285 232	1 069 180	7 983 023	(4 584 788)	204 699 598
Net trading income and other income	215 747 006	967 327 566	60 466 385	65 325 303	74 544 806	46 324 837	1 009 579	694 848	110 232 862	(34 026 463)	1 507 646 728
Total income	217 835 825	1 412 072 574	128 456 450	116 737 053	97 199 347	49 794 627	1 116 447	1 490 004	125 331 885	(38 611 231)	2 111 422 981
Intersegment revenue	(8 824 280)	(5 241 902)	32 122	(2 251 986)	(5 068 213)	(20 056 161)	(626 290)	(351)	(172 166)	42 209 226	-
Intersegment interest expense and commission	279 569	17 330 968	8 228 744	3 731 678	2 039 703	9 768 167	182 454	278 097	-	(41 839 380)	-
Other operating expenses	-	-	209 231	160 615	-	-	-	-	-	(369 846)	-
Revenue from external customers	209 291 113	1 424 161 641	136 926 547	118 377 361	94 170 836	39 506 633	672 611	1 767 750	125 159 720	(38 611 231)	2 111 422 981
Segment profit before income tax	166 762 869	139 293 495	60 086 945	156 485 490	44 350 202	14 669 471	3 280 468	(1 495 936)	119 926 556	(33 656 617)	669 702 943
Impairment losses on financial assets	(9 694 634)	25 659 932	8 273 986	5 236 893	-	131 913	-	-	(20 868 000)	-	8 739 090
Depreciation	725 678	10 380 537	103 062	4 970 245	1 307 337	927 040	140 843	33 176	167 432	-	18 755 351
Amortisation	-	632 149	-	-	12 415	-	27 278	-	-	-	671 842
Segment assets	1 079 050 746	6 632 001 053	191 944 206	1 268 178 345	281 915 500	158 680 076	5 677 430	10 930 831	1 899 029 086	(1 540 053 021)	9 987 354 252
Total assets includes: Additions to property and equipment	-	14 767 085	352 068	2 551 961	235 087	1 030 064	-	20 308	141 185 272	-	160 141 845
Segment liabilities	607 817 547	5 560 990 025	134 951 167	638 077 595	172 554 456	89 069 979	9 347 469	7 747 184	1 306 278 721	961 135 189	7 573 881 065

Restated* 30-Jun-23	Head Office ZWG	Commercial and retail banking ZWG	Microlending ZWG	Mortgage financing ZWG	Underwriting short-term general classes of insurance ZWG	Underwriting short-term insurance ZWG	Short-term insurance broking ZWG	Equity market dealing ZWG	Wholesale banking ZWG	Intersegment eliminations ZWG	Consolidated ZWG
Total segment revenue											
Interest income	21 206 784	332 009 659	62 342 432	33 357 535	1 463 123	1 515 033	-	4 754	(24 050 570)	-	427 848 750
Interest expense	(12 821 714)	(116 377 511)	(4 978 260)	(58 042 032)	-	-	(4 128 215)	(394 588)	24 050 570	-	(172 691 750)
Net interest income	8 385 070	215 632 148	57 364 172	(24 684 497)	1 463 123	1 515 033	(4 128 215)	(389 834)	-	-	255 157 000
Insurance service result	-	-	-	-	(25 649 349)	(7 883 800)	-	-	(30 399)	-	(33 563 548)
Net fee and commission income	584 982	207 942 166	311 514	24 032 347	-	-	(41 672)	1 374 711	(5 157 582)	-	229 046 466
Net trading income and other income	370 899 682	1 874 649 694	19 126 916	530 177 061	183 551 285	50 406 003	1 691 871	9 455 127	(56 048 116)	-	2 983 908 523
Total income	379 869 734	2 296 224 008	76 802 602	529 524 911	159 365 059	44 037 236	(2 478 016)	10 440 004	(61 236 097)	-	3 434 549 441
Intersegment revenue	-	(855 976)	11 537 993	7 476 860	983 421	6 686 876	4 129 255	466 300	(30 404 729)	-	-
Intersegment interest expense and commission	-	787 643	375 935	150 144	-	-	-	-	(1 313 722)	-	-
Other operating expenses	4 732 922	4 732 922	6 265	2 157 325	683 353	-	-	-	(12 312 786)	-	-
Revenue from external customers	384 602 656	2 302 888 596	88 722 795	539 309 240	161 011 833	50 724 112	1 651 239	10 906 304	(105 267 334)	-	3 434 549 441
Segment profit before income tax	146 644 985	1 059 663 972	24 793 594	411 803 155	100 644 671	24 766 293	(2 511 838)	5 342 521	(55 795 592)	-	1 715 351 761
Impairment losses on financial assets	-	293 353 661	10 137 223	2 931 273	-	98 870	51 202	-	-	-	306 572 229
Depreciation	64 158	5 623 179	419 537	1 327 900	547 375	1 602 922	270 170	42 593	-	-	9 897 834
Amortisation	-	411 568	242	-	-	-	27 277	-	-	-	439 087
Segment assets	952 745 103	9 767 471 114	235 765 776	1 315 742 902	259 645 367	201 252 753	7 126 650	14 140 025	(13 722 442 196)	-	(968 552 308)
Total assets includes: Additions to non-current assets	67 368	14 524 962	750 731	1 162 870	4 151 351	108 595	-	21 828	-	-	20 787 705
Segment liabilities	554 566 390	8 382 980 403	203 062 295	609 095 465	149 864 049	123 764 261	12 896 175	8 380 231	(10 250 569 731)	-	(205 960 462)

34 FINANCIAL RISK MANAGEMENT

The Group has a defined risk appetite that is set by the Board and it outlines the amount of risk that business is prepared to take in pursuit of its objectives and it plays a pivotal role in the development of risk management plans and policies. The Group regularly reviews its policies and systems to reflect changes in markets, products, regulations and best market practice.

The policies specifically cover foreign exchange risk, liquidity risk, interest rate risk, credit risk and the general use of financial instruments. Group Risk and Compliance, Group Internal audit review from time to time the integrity of the risk control systems in place and ensure that risk policies and strategies are effectively implemented within the Group.

The Group's risk management strategies and plans are aimed at achieving an appropriate balance between risk and return and minimise potential adverse effects on the Group's financial performance.

The Group's activities and operations results in exposure to the following risks:

- Credit risk
- Market risk
 - Interest rate risk,
 - Currency risk, and
 - Price risk
- Liquidity risk
- Settlement risk
- Operational risk
- Capital risk

- Other risks:**
- Reputational risk
 - Legal and Compliance risk
 - Strategic risk

The Group controls these risks by diversifying its exposures and activities among products, clients, and by limiting its positions in various instruments and investments.

NOTES TO THE CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

34.1 Credit risk

Credit risk is the risk of loss due to the inability or unwillingness of a counterparty to meet their obligations as and when they fall due. Credit risk arises from lending, trading, insurance products and investment activities and products. Credit risk and exposure to loss are inherent parts of the Group's business.

The Group manages, limits and controls concentration of credit risk in respect of individual counterparties and groups. The Group structures the level of credit risk it undertakes by placing limits on the amount of risk accepted in relation to one counterparty or group or counterparties and to geographical and industry segments. Such risks are monitored on a revolving basis and are subject to an annual or more frequent review, when considered necessary. Limits on the level of credit risk by product and industry sector are approved by the Board of Directors of the subsidiary companies.

The Board Credit Committees of the Bank, Microplan and the Building Society periodically review and approve policies and procedures to define, measure and monitor the credit and settlement risks arising from the Group's activities. Limits are established to control these risks. Any facility exceeding established limits of the subsidiary Management Credit Committee must be approved by the subsidiary Board Credit Committee.

The Group Credit Management Department evaluates the credit exposures and assures ongoing credit quality by reviewing individual credit and concentration and monitoring of corrective action.

The Group Credit Management Department periodically prepares detailed reports on the quality of the customers for review by the Board Loans Review Committees of the subsidiary companies and assesses the adequacy of the impairment allowance. Any loan or portion thereof which is classified as a 'loss' is written off. To maintain an adequate allowance for credit losses, the Group generally provides for a loan or a portion thereof, when a loss is probable.

Credit policies, procedures and limits

The Group has sound and well-defined policies, procedures and limits which are reviewed annually and approved by the Board of Directors of the subsidiary companies and strictly implemented by management. Credit risk limits include delegated approval and write-off limits to advances managers, management, board credit committees and the Board. In addition there are counterparty limits, individual account limits, group limits and concentration limits.

Credit risk mitigation and hedging

As part of the Group's credit risk mitigation and hedging strategy, various types of collateral is taken by the banking subsidiaries. These include mortgage bonds over residential, commercial and industrial properties, cession of book debts and the underlying moveable assets financed. In addition, a guarantee is often required particularly in support of a credit facility granted to a counterparty. Generally, guarantor counterparties include parent companies and shareholders.

Creditworthiness for the guarantor is established in line with the credit policy.

Credit risk stress testing

The Group recognises the possible events or future changes that could have a negative impact on the credit portfolios which could affect the Group's ability to generate more business. To mitigate this risk, the Group has put in place a stress testing framework that guides the Group in conducting credit stress tests.

Impairments

An allowance for loan impairment is established if there is objective evidence that the Group will not be able to collect all amounts due according to the original contractual terms of loans. The amount of the allowance is the difference between the carrying amount and the recoverable amount, being the present value of expected cash flows, including amounts recoverable from guarantees and collateral, discounted at the original effective interest rate of loans.

Credit terms:

Default

This is failure by a borrower to comply with the terms and conditions of a loan facility as set out in the facility offer letter or loan contract. Default occurs when a debtor is either unwilling or unable to repay a loan.

Past due loans

These are loans whereby the debtor is in default by exceeding the loan tenure or expiry date as expressly set out in the loan contract i.e. the debtor fails to repay the loan by a specific given date.

Impaired loans

The Group's policy regarding impaired/ doubtful loans is all loans where the degree of default becomes extensive such that the Group no longer has reasonable assurance of collection of the full outstanding amount of principal and interest.

All such loans are classified in the 8, 9 and 10 under the Basel II ten tier grading system.

Provisioning policy and write offs

The Group has adopted IFRS 9 to determine expected credit losses (ECL)

The table below shows the mapping of the RBZ Supervisory Rating Scale to the IFRS 9 staging matrix

Rating	Descriptive classification	Risk level	Level of allowance	IFRS 9 grading/tier system	Type of allowance
1	Prime grade	Insignificant	1%	Stage 1	12 Months ECL
2	Strong	Modest	1%		
3	Satisfactory	Average	2%		
4	Moderate	Acceptable	3%	Stage 2	Lifetime ECL
5	Fair	Acceptable with care	4%		
6	Speculative	Management attention	5%		
7	Highly Speculative	Special mention	10%	Stage 3	Lifetime ECL
8	Substandard	Vulnerable	20%		
9	Doubtful	High default	50%		
10	Loss	Bankrupt	100%		

Expected Credit Losses (ECL)

In the context of IFRS 9 is the probability-weighted estimate of credit losses (i.e., the present value of all cash shortfalls) over the expected life of the financial instrument. A cash shortfall is the difference between the cash flows that are due to an entity in accordance with the contract (scheduled or contractual cashflows) and the cash flows that the entity expects to receive (actual expected cashflows)

Expected Credit Losses are the product of Probability of Default(PD)*Exposure at Default (EAD)* Loss Given Default(LGD)

Probability of Default (PD)

It is the chance that borrowers will fail to meet their contractual obligations in the future. The PD is derived using historical internal credit rating data.

Exposure at Default (EAD)

It is the total value that a bank is exposed to at the time of a loan's default. In most cases and for most loan products, EAD is taken as the gross outstanding balance at time of default. It also includes off -balance sheet exposures such as guarantees and lending commitments which are then modelled based on historical experience to determine the appropriate exposure estimates.

Loss Given Default (LGD)

It is an estimate of the loss from a transaction given that a default has occurred. The LGD estimate is calculated as the quotient of the set of estimated cash flows resulting from the workout and/or collections process (the loss of principal, the carrying costs of non-performing loans e.g. interest income foregone and workout expenses. The estimates take into account the time value of money by discounting the recoveries to the date of default.

NOTES TO THE CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

34.1.1 Exposure to credit risk

Loans and advances

Stage 3/Grade 8:
Stage 3/Grade 9:
Stage 3/Grade 10:
Gross amount
Credit impairment loss allowance

Carrying amount

Stage 2/Grades 4 - 7:

Stage 1/Grades 1 - 3:

Gross amount
Credit impairment loss allowance

Carrying amount

Total carrying amount

	Inflation Adjusted	
	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*
ZWG		ZWG
	7 556 330	14 510 885
	13 977 615	32 867 585
	23 932 062	2 333 746
	45 466 007	49 712 216
	(29 269 702)	(32 532 280)
	16 196 305	17 179 936
	804 555 399	986 980 363
	3 696 909 720	3 266 196 179
	4 501 465 119	4 253 176 542
	(59 879 441)	(115 776 396)
	4 441 585 678	4 137 400 146
	4 457 781 983	4 154 580 082

34.1.2 Sectoral analysis of utilisations -

loans and advances

Inflation Adjusted

	Unreviewed 30-Jun-24		Audited 31-Dec-23 Restated*	
	ZWG	%	ZWG	%
Mining	189 709 897	4%	186 750 199	4%
Manufacturing	588 248 557	13%	533 431 459	12%
Mortgage	172 402 783	4%	217 321 719	5%
Wholesale	96 525 388	2%	494 957 578	12%
Distribution	356 213 017	8%	3 856 596	0%
Individuals	959 167 142	21%	509 425 276	12%
Agriculture	315 561 812	7%	309 688 916	7%
Communication	239 501 411	5%	8 692 224	0%
Construction	119 903 643	3%	215 444 673	5%
Local Authorities	8 415 605	0%	394	0%
Other services	1 501 281 871	33%	1 823 319 724	42%
	4 546 931 126	100%	4 302 888 758	100%
	(89 149 143)		(148 308 676)	
	4 457 781 983		4 154 580 082	

There are material concentration of loans and advances to the following sectors; other services 33%, individual 21%, distribution 8% and manufacturing 13%.

34.1.3 Loans and advances

	Unreviewed 30-Jun-24				Audited 31-Dec-23 Restated*			
	ECL staging		Total		ECL staging		Total	
	Stage 1 12-month	Stage 2 Lifetime	Stage 3 Lifetime	ZWG	Stage 1 12-month	Stage 2 Lifetime	Stage 3 Lifetime	ZWG
Credit grade								
Investment grade	3 696 909 720	1 538 435	-	3 698 448 155	3 266 196 179	-	-	3 266 196 179
Standard monitoring	-	612 456 882	-	612 456 882	-	785 017 485	-	785 017 485
Special monitoring	-	190 560 082	-	190 560 082	-	201 962 878	-	201 962 878
Default	-	-	45 466 007	45 466 007	-	-	49 712 216	49 712 216
Gross loans and advances	3 696 909 720	804 555 399	45 466 007	4 546 931 126	3 266 196 179	986 980 363	49 712 216	4 302 888 758
Credit impairment loss allowance	(49 476 038)	(10 403 403)	(29 269 702)	(89 149 143)	(48 861 423)	(66 914 973)	(32 532 280)	(148 308 676)
Net loans and advances	3 647 433 682	794 151 996	16 196 305	4 457 781 983	3 217 334 756	920 065 390	17 179 936	4 154 580 082

34.1.4 Reconciliation of credit impairment allowance for loans and advances

	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*
	ZWG	ZWG
Balance at 1 January	148 308 676	59 950 349
Additions from new business acquisition	28 771 803	-
Effects of IAS 29	(103 559 332)	(47 474 661)
Impairment allowance through statement of profit or loss	15 632 372	139 121 871
Write off	(4 376)	(3 288 883)
	89 149 143	148 308 676
34.1.5 Trade and other receivables		
Past due and impaired	-	-
Allowance for impairment	-	-
Carrying amount	-	-
Past due but not impaired	-	-
Niether past due nor impaired	11 288 943	1 921 415
Gross amount	11 288 943	1 921 415
Allowance for impairment	-	-
Changes on initial application of IFRS 17	-	-
Carrying amount	11 288 943	1 921 415
Total carrying amount	11 288 943	1 921 415

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NOTES TO THE CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

34.1.6 Financial assets at amortised cost

	Unreviewed 30-Jun-24				Audited 31-Dec-23 Restated*			
	ECL staging			Total	ECL staging			Total
	Stage 1 12-month	Stage 2 Lifetime	Stage 3 Lifetime		Stage 1 12-month	Stage 2 Lifetime	Stage 3 Lifetime	
	ECL	ECL	ECL	ZWG	ECL	ECL	ECL	ZWG
Credit grade								
Investment grade	40 568 747	-	-	40,568,747	249 254 064	-	-	249,254,064
Standard monitoring	-	-	-	-	-	-	-	-
Special monitoring	-	-	-	-	-	-	-	-
Default	-	-	-	-	-	-	-	-
Gross financial assets at amortised cost	40 568 747	-	-	40 568 747	249 254 064	-	-	249 254 064
Credit impairment loss allowance	(1 581 702)	-	-	(1 581 702)	(1 220 536)	-	-	(1,220,536)
Net financial asset at amortised cost	38 987 045	-	-	38 987 045	248 033 528	-	-	248 033 528

34.1.7 Bonds and debentures

	Unreviewed 30-Jun-24				Audited 31-Dec-23 Restated*			
	ECL staging			Total	ECL staging			Total
	Stage 1 12-month	Stage 2 Lifetime	Stage 3 Lifetime		Stage 1 12-month	Stage 2 Lifetime	Stage 3 Lifetime	
	ECL	ECL	ECL	ZWG	ECL	ECL	ECL	ZWG
Credit grade								
Investment grade	133 918 244	-	-	133 918 244	-	-	-	-
Standard monitoring	-	-	-	-	-	-	-	-
Special monitoring	-	-	-	-	-	-	-	-
Default	-	-	-	-	-	-	-	-
Gross bonds and debentures	133 918 244	-	-	133 918 244	-	-	-	-
Credit impairment loss allowance	(10 577 978)	-	-	(10 577 978)	-	-	-	-
Net bonds and debentures	123 340 266	-	-	123 340 266	-	-	-	-

34.1.8 Credit exposure on undrawn loan commitments and guarantees

	Unreviewed 30-Jun-24				Audited 31-Dec-23 Restated*			
	ECL staging			Total	ECL staging			Total
	Stage 1 12-month	Stage 2 Lifetime	Stage 3 Lifetime		Stage 1 12-month	Stage 2 Lifetime	Stage 3 Lifetime	
	ECL	ECL	ECL	ZWG	ECL	ECL	ECL	ZWG
Credit grade								
Investment grade	405 622 446	-	-	405 622 446	166 751 287	-	-	166,751,287
Standard monitoring	-	-	-	-	-	-	-	-
Special monitoring	-	-	-	-	-	-	-	-
Default	-	-	-	-	-	-	-	-
Gross undrawn loan commitments and guarantees	405 622 446	-	-	405 622 446	166 751 287	-	-	166 751 287
Credit impairment loss allowance	(1 392 335)	-	-	(1 392 335)	(2 285 185)	-	-	(2,285,185)
Net undrawn loan commitments and guarantees	404 230 111	-	-	404 230 111	164 466 102	-	-	164 466 102

34.2 Liquidity risk

Liquidity risk is the risk of not being able to generate sufficient cash to meet financial commitments to extend credit, meet deposit maturities, settle claims and other unexpected demands for cash. Liquidity risk arises when assets and liabilities have differing maturities.

Management of liquidity risk

The Group does not treat liquidity risk in isolation as it is often triggered by consequences of other financial risks such as credit risk and market risk. The Group's liquidity risk management framework is therefore designed to ensure that its subsidiaries have adequate liquidity to withstand any stressed conditions. To achieve this objective, the Board of Directors of the subsidiary companies through the Board Asset Liability Committees of the Bank, Microplan and the Building Society and Board Risk and Compliance Committees is ultimately responsible for liquidity risk management. The responsibility for managing the daily funding requirements is delegated to the Heads of Treasury Divisions for banking entities and Finance Directors for non-banking entities with independent day to day monitoring being provided by Group Risk Management.

Liquidity and funding management

The Group's management of liquidity and funding is decentralised and each entity is required to fully adopt the liquidity policy approved by the Board with independent monitoring being provided by the Group Risk Management Department. The Group uses concentration risk limits to ensure that funding diversification is maintained across the products, counterparties and sectors. Major sources of funding are in the form of deposits across a spectrum of retail and wholesale clients for banking subsidiaries.

Cash flow and maturity profile analysis

The Group uses the cash flow and maturity mismatch analysis on both contractual and behavioural basis to assess their ability to meet immediate liquidity requirements and plan for their medium to long term liquidity profile.

Liquidity contingency plans

In line with the Group's liquidity policy, liquidity contingency plans are in place for the subsidiaries in order to ensure a positive outcome in the event of a liquidity crisis. The plans clearly outline early warning indicators which are supported by clear and decisive crisis response strategies. The crisis response strategies are created around the relevant crisis management structures and address both specific and market crises.

Liquidity stress testing

It is the Group's policy that each entity conducts stress tests on a regular basis to ensure that they have adequate liquidity to withstand stressed conditions. In this regard, anticipated on-and-off balance sheet cash flows are subjected to a variety of specific and systemic stress scenarios during the period in an effort to evaluate the impact of unlikely events on liquidity positions.

34.3 Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, foreign exchange rates and equity prices.

The market risk for the trading portfolio is managed and monitored based on a collection of risk management methodologies to assess market risk including Value-at-Risk ("VaR") methodology that reflects the interdependency between risk variables, stress testing, loss triggers and traditional risk management measures. Non-trading positions are managed and monitored using other sensitivity analysis. The market risk for the non-trading portfolio is managed as detailed in notes 34.3.1 to 34.3.3.

34.3.1 Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair values of financial instruments. The interest rate risk profile is assessed regularly based on the fundamental trends in interest rates, economic developments and technical analysis. The Group's policy is to monitor positions on a daily basis to ensure positions are maintained within the established limits.

Interest rate risk exposure stems from assets and liabilities maturing or being repriced at different times. For example:

- Liabilities may mature before assets, necessitating the rollover of such liabilities until sufficient quantity of assets mature to repay the liabilities. The risk lies in that interest rates may rise and that expensive funds may have to be used to fund assets that are yielding lower returns.
- Assets may mature before liabilities do, in which case they have to be reinvested until they are needed to repay the liabilities. If interest rates fall the re-investment may be made at rates below those being paid on the liabilities waiting to be retired.

This risk is managed by ALCO through the analysis of interest rate sensitive assets and liabilities, using such models as Value at Risk ("VAR"), Scenario Analysis and control and management of the gap analysis.

34.3.2 Currency risk

The Group operates locally and the majority of its customers transact in ZWL\$, the functional currency of the Group and its subsidiaries. The Group is exposed to various currency exposures primarily with respect to the United States dollar, South African rand, Botswana pula, British pound and the Euro, mainly due to the cash holding and switch transactions in the banking subsidiary.

Foreign exchange risks arise from future commercial transactions and recognised assets and liabilities. This is the risk from movement in the relative rates of exchange between currencies. The risk is controlled through control of open position as per ALCO directives, Reserve Bank of Zimbabwe requirements and analysis of the market. The Group manages this risk through monitoring long and short positions and assessing the likely impact of forecast movements in exchange rates on the Group's profitability.

NOTES TO THE CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

34.3.3 Price risk

The Group is exposed to equity price risk because of investments held by the Group and classified on the consolidated statement of financial position as at fair value through profit or loss. The Group is not exposed to commodity price risk. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio.

34.4 Settlement risk

The Group's activities may give rise to risk at the time of settlement of transactions and trades. Settlement risk is the risk of loss due to the failure of a counterparty to honour its obligations to deliver cash, securities or other assets as contractually agreed.

For certain types of transactions the Group mitigates this risk by conducting settlements through a settlement/clearing agent to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations.

Settlement limits form part of the credit approval / limit monitoring process. Acceptance of settlement risk on free settlement trades requires transaction specific or counterparty specific approvals from Group Risk.

34.5 Operational risk

Operational risk is the risk of loss arising from the potential that inadequate information system, technology failures, breaches in internal controls, fraud, unforeseen catastrophes, or other operational problems may result in unexpected losses. Operational risk exists in all products and business activities.

Group's approach to managing operational risk

The Group's approach is that business activities are undertaken in accordance with fundamental control principles of operational risk identification, clear documentation of control procedures, segregation of duties, authorization, close monitoring of risk limits, monitoring of assets use, reconciliation of transactions and compliance.

Operational risk framework and governance

The Board has ultimate responsibility for ensuring effective management of operational risk. This function is implemented through the Board Risk and Compliance Committee at Group level which meets on a quarterly basis to review all other major risks including operational risks. This Committee serves as the oversight body in the application of the Group's operational risk management framework, including business continuity management. Each entity has a Management and Board Risk and Compliance Committee to ensure a robust operational risk management framework. Other Group management committees which report to Group Executive Committee include the Group New Product Committee, Group IT Steering Committee and Group Business Continuity Committee.

The management and measurement of operational risk

The Group identifies and assesses operational risk inherent in all material products, activities, processes and systems. It ensures that before new products, activities, processes and systems are introduced or undertaken, the operational risk inherent in them is subjected to adequate assessment by the appropriate risk committees which include the Risk and Compliance Committee and Group New Product Committee.

The Group conducts Operational Risk Assessments in line with the Group's risk strategy. These assessments cover causes and events that have, or might result in losses, as well as monitor overall effectiveness of controls and whether prescribed controls are being followed or need correction. Key Risk Indicators (KRIs) which are statistical data relating to a business or operations unit are monitored on an ongoing basis. The Group also maintains a record of loss events that occur in the Group in line with Basel II requirements. These are used to measure the Group's exposure to the respective losses. Risk Limits are used to measure and monitor the Group's operational risk exposures. These include branch cash holding limits, teller transaction limits, transfer limits and write off limits which are approved by management and the Board. In addition, the Group also uses risk mitigation mechanisms such as insurance programmes to transfer risks. The Group maintains adequate insurance to cover key operational and other risks.

Business continuity management

To ensure that essential functions of the Group are able to continue in the event of adverse circumstances, the Group Business Continuity Plan is reviewed annually and approved by the Board. The Group Business Continuity Committee is responsible for ensuring that all units and branches conduct tests half yearly in line with the Group policy. The Group continues to conduct its business continuity tests in the second and fourth quarters of each year and all the processes are well documented.

34.6 Capital risk

34.6.1 Regulatory Capital and Financial Risk Management

Capital risk refers to the risk of the Group's subsidiaries own capital resources being adversely affected by unfavourable external developments.

The Group's objectives when managing capital, which is a broader concept than the 'equity' on the face of the statement of financial position, are:

- To comply with the capital requirements set by the regulators of the Group's subsidiaries;
- To safeguard the Group's ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders; and
- To maintain a strong capital base to support the development of its businesses.

Capital adequacy and the use of regulatory capital are monitored daily by the Group's management, employing techniques based on the guidelines developed by the Basel Committee as implemented by the Reserve Bank of Zimbabwe (the "RBZ"), for supervisory purposes for the banking subsidiaries. The required information is filed with the RBZ on a quarterly basis.

It is the intention of the Group to maintain a ratio of total regulatory capital to its risk-weighted assets (the "Capital Adequacy Ratio") above the minimum level set by the Reserve Bank of Zimbabwe which takes into account the risk profile of the Group.

The regulatory capital requirements are strictly observed when managing economic capital. The banking subsidiaries' regulatory capital is analysed into three tiers;

- Tier 1 capital, which includes ordinary share capital and premium, retained profits, non distributable reserves and other regulatory adjustments relating to items that are included in equity but are treated differently for capital adequacy purposes.
- Tier 2 capital, which includes qualifying subordinated liabilities, revaluation reserve, collective impairment allowances and the element of the fair value reserve relating to unrealised gains on equity instruments classified as available-for-sale.
- Tier 3 capital or market and operational risk capital includes market risk capital and operational risk capital. Operational risk includes legal risk. Market risk capital is allocated to the risk of losses in the on and off balance sheet position arising from movements in market prices.

Various limits are applied to elements of the capital base. The amount of capital qualifying for tier 2 capital cannot exceed tier 1 capital and the qualifying term subordinated loan capital may not exceed 50 percent of tier 1 capital. There are also restrictions on the amount of collective impairment allowances that may be included as part of tier 2 capital. Other deductions from capital include the carrying amounts of investments in subsidiaries that are not included in the regulatory consolidation, investment in the capital of other banks and certain other regulatory items.

The Group's operations are categorised as either banking or trading book, and risk weighted assets are determined according to specified requirements that seek to reflect the varying levels or risk attached to assets and off balance sheet exposures.

The Group's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Overall, the Group recognises the need to maintain a balance between the higher returns that might be possible with greater gearing and the advantages and security afforded by a sound capital position. The Group and its individually regulated operations have always complied with all externally imposed capital requirements throughout the period.

The Securities Commission of Zimbabwe ("SECZ") sets and monitors capital requirements for the stockbroking subsidiary and the Insurance and Pensions Commission ("IPEC") sets and monitors capital requirements for the insurance subsidiaries.

The following subsidiaries have their capital regulated by the regulatory authorities:

Company As at 30 June 2024	Regulatory Authority	Minimum capital required US\$	Minimum capital required ZWG	Net Regulatory Capital ZWG	Total Equity ZWG
FBC Bank Limited	RBZ	30 000 000	411 093 000	620 824 734	1 071 003 028
FBC Building Society	RBZ	20 000 000	274 062 000	541 300 535	630 100 750
FBC Reinsurance Limited	IPEC	-	60 031	109 361 043	109 361 043
FBC Securities (Private) Limited	SECZ	-	60	3 183 647	3 183 647
FBC Insurance Company (Private) Limited	IPEC	-	15 008	69 610 098	69 610 098
Microplan Financial Services (Private) Limited	RBZ	25 000	342 578	56 993 039	56 993 039
FBC Crown (Private) Limited	RBZ	30 000 000	411 093 000	431 075 062	592 750 366

NOTES TO THE CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

34.7 Compliance risk

Compliance risk is the current and prospective risk to earnings or capital arising from violations of, or non-conformance with laws, rules, regulations, prescribed practices, internal policies and procedures or ethical standards. The Compliance function assesses the conformity of codes of conduct, instructions, procedures and organizations in relation to the rules of integrity in financial services activities. These rules are those which arise from the institution's own integrity policy as well as those which are directly provided by its legal status and other legal and regulatory provisions applicable to the financial services sector.

Management is also accountable to the Board for designing, implementing and monitoring the process of compliance risk management and integrating it with the day to day activities of the Group.

35 Statement of Compliance

The Group complied with the following statutes inter alia:-

The Banking Act (Chapter 24:20) and Banking Regulations, Statutory Instrument 205 of 2000; Bank Use Promotion & Suppression of Money Laundering (Chapter 24:24); Exchange Control Act (Chapter 22:05); the National Payments Systems Act (Chapter 24:23); Statutory Instrument 33 of 2019; Statutory Instrument 33 of 1999; Statutory Instrument 62 of 1996; Statutory Instrument 142 of 2019 and the Companies and Other Business Entities Act (Chapter - 24:31).

In addition, the Group also complied with the Reserve Bank of Zimbabwe's directives on liquidity management, capital adequacy as well as prudential lending guidelines.

36 International credit ratings

The Group had suspended the credit ratings on all banking and insurance subsidiaries which have in the past reviewed annually by an international credit rating agency, Global Credit Rating, except for the micro lending unit which has had its rating reviewed by Microfinanza rating agency due to the Covid-19 pandemic.

FBC bank and FBC reinsurance resumed their ratings in 2021. The remaining subsidiaries were last rated in 2019 and the ratings were as follows:

Subsidiary	2024	2023	2022	2021	2019
FBC Bank Limited	A-	A-	A-	A-	BBB+
FBC Reinsurance Limited	A-	A-	A-	A-	A-
FBC Building Society	-	-	-	-	BBB-
FBC Insurance Company Limited	-	-	-	-	A-
Microplan Financial Services	-	-	-	-	BBB-

37 Interim dividend paid

Notice is hereby given that an interim dividend of 0.25 US cents per share was declared by the Board on 671 949 927 ordinary shares in issue on 27 August 2024 in respect of the half year ended 30 June 2024.

The dividend is payable to shareholders registered in the books of the the company at the close of business on Friday 4 October 2024. The shares of the company will be traded cum-dividend on the Zimbabwe Stock Exchange up to the market day of 1 October 2024 and ex-dividend as from 2 October 2024. Dividend payment will be made to Shareholders on or about 7 October 2024.

38 CORPORATE GOVERNANCE

The Board is committed to the principles of openness, integrity and accountability. It recognises the developing nature of corporate governance and assesses its compliance with local and international generally accepted corporate governance practices on an ongoing basis through its various subcommittees.

NOTES TO THE CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

The Board is responsible to the shareholders for setting the direction of the Group through the establishment of strategies, objectives and key policies. The Board monitors the implementation of these policies through a structured approach to reporting and accountability.

The Board meets regularly, with a minimum of four scheduled meetings annually. To assist the Board in the discharge of its responsibilities a number of committees have been established, of which the following are the most significant: (i) Board Audit Committee, (ii) Board Human Resources and Remuneration Committee, (iii) Board Finance and Strategy (iv) Board Risk Committee.

Board Attendance

Board member	Main board		Board Audit		Board Human Resources		Board Finance and Strategy		Board Risk and Compliance		Board Marketing and Public Relations	
	Q1	Q2	Q1	Q2	Q1	Q2	Q1	Q2	Q1	Q2	Q1	Q2
Herbert Nkala	✓	✓	N/A	N/A	✓	✓	N/A	N/A	N/A	N/A	N/A	N/A
Chipo Mtasa	✓	✓	✓	✓	✓	✓	N/A	N/A	N/A	N/A	N/A	N/A
Trynos Kufazvinei	✓	✓	N/A	N/A	N/A	N/A	✓	✓	N/A	N/A	✓	✓
Kleto Chiketsani	✓	✓	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Aeneas Chuma	✓	✓	✓	✓	N/A	N/A	N/A	N/A	✓	✓	✓	✓
Gary Collins	✓	✓	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	✓	✓
Franklin Kennedy	✓	✓	N/A	N/A	N/A	N/A	✓	✓	✓	✓	N/A	N/A
Abel Magwaza	✓	✓	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
David Makwara	✓	✓	N/A	N/A	N/A	N/A	✓	✓	N/A	N/A	N/A	N/A
Canada Malunga	✓	✓	N/A	N/A	N/A	N/A	✓	✓	N/A	N/A	N/A	N/A
Charles Msipa	✓	✓	✓	✓	✓	✓	N/A	N/A	N/A	N/A	N/A	N/A
Rutenhuro Moyo	✓	✓	✓	X	N/A	N/A	✓	✓	✓	✓	N/A	N/A
Sifiso Ndlovu	✓	✓	N/A	N/A	N/A	N/A	N/A	N/A	✓	✓	✓	✓
Vimbai Nyemba	X	✓	N/A	N/A	✓	✓	N/A	N/A	N/A	N/A	X	✓
Webster Rusere	✓	✓	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Legend

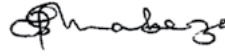
Not a member - N/A

Apologies - X

Attended - ✓



Quarter - Q

By order of the Board




Tichaona K. Mabeza
GROUP COMPANY SECRETARY


17 September 2024







 @FBCHoldings

Serving you Financial Innovation



FBC Holdings Limited



FBC Bank



FBC Reinsurance


FBC Insurance



FBC Building Society



MicroPlan


XARANI


FBC Securities


OutRisk


Crown Bank



STATEMENT OF FINANCIAL POSITION

As at 30 June 2024

	Note	Unreviewed 30-Jun-24 ZWG	Audited 31-Dec-23 Restated* ZWG
ASSETS			
Balances with banks and cash	1	1 263 409 714	2 006 497 845
Financial assets at fair value through profit or loss	2	112 319 236	118 193 203
Financial assets at amortised cost	3.2	3 622 588	159 382 192
Loans and advances to customers	4	3 585 266 972	3 691 263 883
Prepayments and other assets	7	701 627 133	493 204 798
Amounts due from group companies	6	449 019 045	83 684 975
Investment property	8	300 787 760	247 141 588
Intangible assets	10	5 265 358	5 657 980
Right of use asset		4 264 429	4 264 430
Property and equipment	9	206 418 833	419 164 232
Total assets		6 632 001 048	7 228 455 126
EQUITY AND LIABILITIES			
Liabilities			
Deposits from customers	11	2 932 762 423	2 447 534 616
Deposits from other financial institutions	11.1	508 056 563	512 369 135
Lines of credit	11.2	1 501 971 371	1 718 157 955
Current tax liability		2 925 357	14 364 275
Deferred tax liability		76 187 303	277 373 373
Lease liability		141 306	923 110
Trade and other payables	12	538 953 700	1 093 780 272
Total liabilities		5 560 998 023	6 064 502 736
Equity			
Share capital		49 614 313	49 614 313
Share premium		35 389 856	35 389 856
Retained earnings		880 177 582	809 669 277
Other reserves		105 821 274	269 278 944
Total equity		1 071 003 025	1 163 952 390
Total equity and liabilities		6 632 001 048	7 228 455 126

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2024

	Note	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Interest income calculated using the effective interest method	14	328 434 278	332 009 659
Interest and similar expenses	15	(46 008 015)	(116 377 511)
Net interest related income		282 426 263	215 632 148
Fees and commission income	16	162 318 744	207 942 166
Revenue		444 745 007	423 574 314
Dealing and trading income		916 399 360	1 697 718 880
Net (loss)/gain from financial assets at fair value through profit or loss		(5 873 967)	17 304 952
Other operating income	17	56 802 173	159 625 862
Total other income		967 327 566	1 874 649 694
Total net income		1 412 072 573	2 298 224 008
Expected credit losses on credit assets		(25 658 932)	(293 353 661)
Administrative expenses	18	(388 187 831)	(929 764 414)
Profit from operations		998 225 810	1 075 105 933
Monetary loss		(858 932 317)	(75 744 887)
Profit before income tax		139 293 493	999 361 046
Income tax expense		(37 530 366)	(175 337 089)
Profit for the period		101 763 127	824 023 957
Other comprehensive income:			
Items that will not be reclassified to profit or loss:			
(Loss)/gains on property revaluation		(216 005 048)	125 660 780
Tax relating to other comprehensive income		55 621 300	(25 132 156)
Other comprehensive income (net of income tax)		(160 383 748)	100 528 624
Total comprehensive income for the period		(58 620 621)	924 552 581

STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2024

Reviewed Restated*	Share capital ZWG	Share premium ZWG	Retained earnings ZWG	Revaluation reserve ZWG	Total equity ZWG
Opening balance as at 1 January 2023	49 614 313	35 389 856	202 231 139	40 755 303	327 990 611
Profit for the period	-	-	189 073 391	-	189 073 391
Other comprehensive income					
Revaluation of property and equipment	-	-	-	33 911 685	33 911 685
Total comprehensive income	-	-	189 073 391	33 911 685	222 985 076
Transactions with owners of equity					
Dividend paid	-	-	(95 740 012)	-	(95 740 012)
Balance as at 30 June 2023	49 614 313	35 389 856	295 564 518	74 666 988	455 235 675
Unreviewed					
Opening balance as at 1 January 2024	49 614 313	35 389 856	809 669 277	269 278 944	1 163 952 390
Profit for the period	-	-	101 763 127	-	101 763 127
Other comprehensive income					
Revaluation of property and equipment	-	-	-	(160 383 748)	(160 383 748)
Revaluation realised	-	-	3 073 922	(3 073 922)	-
Total comprehensive income	-	-	104 837 049	(163 457 670)	(58 620 621)
Transactions with owners of equity					
Dividend paid	-	-	(34 328 744)	-	(34 328 744)
Balance as at 30 June 2024	49 614 313	35 389 856	880 177 582	105 821 274	1 071 003 025

STATEMENT OF CASH FLOWS

For the six months ended 30 June 2024

	Note	Unreviewed 30-Jun-24 ZWG	Reviewed 30-Jun-23 Restated* ZWG
Cash flow from operating activities			
Profit before income tax		139 293 493	1 059 663 972
Adjustments for non cash items:			
Expected credit losses on credit assets		25 658 932	293 353 661
Fair value changes on investment property and equities		(53 646 172)	(158 670 783)
Fair value adjustment on financial assets at fair value through profit or loss		5 873 967	(17 304 952)
Net unrealised exchange gains		(859 139 751)	(1 668 893 325)
Amortisation		632 149	411 568
Depreciation	9	10 380 537	12 273 714
Loss on disposal of property and equipment		(579 905)	(13 716)
Net cash used before changes in operating assets and liabilities		(731 526 750)	(479 179 861)
Decrease in financial assets at amortised cost		154 617 320	13 219 279
Decrease/(increase) in loans and advances to customers		183 619 475	(4 125 530 148)
(Increase)/decrease in prepayments and other assets		(208 422 335)	43 706 772
Increase in financial assets at fair value through profit or loss		-	(9 183 588)
Increase in amounts due from group companies		(365 334 070)	(212 148 374)
Increase in deposits from customers		485 227 807	1 936 999 954
(Decrease)/increase in deposits from other financial institutions		(4 312 572)	426 049 338
(Decrease)/increase in other liabilities		(554 826 572)	656 241 739
Net cash flow after working capital changes		(1 040 957 697)	(1 749 824 889)
Income tax paid		(49 981 915)	(24 018 450)
Net cash used in operating activities		(1 090 939 612)	(1 773 843 339)
Cash flows from investing activities			
Proceeds from sale of property and equipment		159 666	251 988
Purchase of intangible assets		239 527	(1 180 099)
Purchase of property and equipment		(14 767 085)	(14 524 962)
Net cash used in investing activities		(14 367 892)	(15 453 073)
Cash flows from financing activities			
Dividend paid		(34 328 744)	(55 600 470)
Proceeds received from lines of credit		662 922 564	235 929 835
Repayment of borrowings		(720 786 900)	-
Net cash (used)/generated from financing activities		(92 193 080)	180 329 365
Net decrease in cash and cash equivalents		(1 197 500 584)	(1 608 967 047)
Cash and cash equivalents at beginning of the period		2 006 497 845	1 018 454 929
Effects of exchange rates on cash balances held in foreign currencies and inflation adjustments		454 412 453	2 597 009 963
Cash and cash equivalents at the end of the period	1	1 263 409 714	2 006 497 845

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NOTES TO THE FINANCIAL RESULTS
For the six months ended 30 June 2024

	Unreviewed 30-Jun-24 ZWG	Audited 31-Dec-23 Restated* ZWG		
1 BALANCES WITH BANKS AND CASH				
Balances with Reserve Bank of Zimbabwe				
Statutory reserve balances	389 869 092	316 785 370		
Current account balances	72 666 006	14 406 075		
	462 535 098	331 191 445		
Balances with other banks and cash				
Nostro accounts	212 442 878	724 516 934		
Notes and coins	258 880 607	359 718 849		
Other bank balances	329 551 131	591 070 617		
	800 874 616	1 675 306 400		
Cash and cash equivalents	1 263 409 714	2 006 497 845		
2 FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH PROFIT OR LOSS				
Balance at the beginning of the period	118 193 203	28 693 242		
Additions	-	77 207 494		
Fair value adjustment	(5 873 967)	(9 167 850)		
Effects of inflation adjustment	-	21 460 317		
Balance at the end of the period	112 319 236	118 193 203		
3 FINANCIAL ASSETS AT AMORTISED COST				
Open market treasury bills	5 004 184	159 621 504		
Accrued interest	41 826	481 150		
	5 046 010	160 102 654		
3.1 Maturity analysis of financial assets at amortised cost				
Maturing between 0 to 90 days	4 314 963	80 019 774		
Maturing between 91 to 180 days	-	80 063 501		
Maturing between 180 to 365 days	728 011	-		
Maturing in more than 365 days	3 036	19 379		
	5 046 010	160 102 654		
3.2 Exposure to credit risk : financial assets at amortised cost				
Stage I classified exposures : investment grade	5 046 010	160 102 654		
Twelve months expected credit losses	(1 423 442)	(720 462)		
Carrying amount of financial assets at amortised cost	3 622 568	159 382 192		
4 LOANS AND ADVANCES TO CUSTOMERS				
Maturing within 1 year	919 574 094	2 482 780 477		
Maturing after 1 year but within 5 years	2 727 531 702	1 347 944 794		
Gross carrying amount	3 647 105 796	3 830 725 271		
Expected credit loss allowance	(61 838 824)	(139 461 388)		
Net loans and advances	3 585 266 972	3 691 263 883		
4.1 Loans concentration by sector				
	Unreviewed 30-Jun-24 gross total	percentage	Audited - Restated* 31-Dec-23 gross total	percentage
Agriculture	307 739 622	8%	295 820 066	8%
Communication	21 698 411	1%	8 692 224	0%
Construction	106 557 305	3%	215 444 673	6%
Distribution	354 500 051	10%	3 748 947	0%
Individuals	513 894 713	14%	375 435 878	10%
Local authorities	8 415 605	0%	394	0%
Manufacturing	588 108 219	16%	533 145 362	14%
Mortgages	120 399 520	3%	160 405 206	4%
Mining	189 178 982	5%	186 554 537	5%
Other services	1 340 087 978	37%	1 556 520 406	40%
Wholesale	96 525 390	3%	494 957 578	13%
Gross value of loans and advances	3 647 105 796	100%	3 830 725 271	100%
Expected credit loss allowance	(61 838 824)		(139 461 388)	
Net loans and advances	3 585 266 972		3 691 263 883	
4.2 Exposure to credit risk : Loans and advances				
Gross carrying amount of loans and advances to customers			3 647 105 796	3 830 725 271
Amortised cost of gross loans and advances ; past due and impaired				
Stage III classified exposures : default				
Grade 8: impaired			2 552 317	11 311 723
Grade 9: impaired			11 112 836	31 798 957
Grade 10: impaired			23 221 874	2 136 331
Amortised cost , past due and impaired			36 887 027	45 247 011
Life time expected credit losses			(24 522 604)	(29 607 641)
Carrying amount, past due and impaired			12 364 423	15 639 370
Past due but not impaired				
Stage II classified exposures : standard monitoring			583 251 653	765 658 251
: special monitoring			183 633 516	193 724 455
Gross amount, past due but not impaired			766 885 169	959 382 706
Life time expected credit losses			(7 914 847)	(64 905 136)
Carrying amount, past due and not impaired			758 970 322	894 477 570
Neither past due nor impaired				
Stage I classified exposures : investment grade			2 843 333 600	2 826 095 554
Twelve months expected credit losses			(29 401 373)	(44 948 611)
Carrying amount, not impaired			2 813 932 227	2 781 146 943
Total carrying amount (loans and advances)			3 585 266 972	3 691 263 883

NOTES TO THE FINANCIAL RESULTS (CONTINUED)
For the six months ended 30 June 2024

	Unreviewed			Total	
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL		
4.3 Expected credit loss staging : 30 June 2024					
Credit grade					
Investment grade	2 843 333 600	-	-	2 843 333 600	
Standard monitoring	-	583 251 653	-	583 251 653	
Special monitoring	-	183 633 516	-	183 633 516	
Default	-	-	36 887 027	36 887 027	
Gross financial assets at amortised cost	2 843 333 600	766 885 169	36 887 027	3 647 105 796	
Expected credit loss allowance	(29 401 373)	(7 914 847)	(24 522 604)	(61 838 824)	
Net financial asset at amortised cost	2 813 932 227	758 970 322	12 364 423	3 585 266 972	
Expected credit loss staging : 31 December 2023					
Audited - Restated*					
Credit grade					
Investment grade	2 826 095 554	-	-	2 826 095 554	
Standard monitoring	-	765 658 251	-	765 658 251	
Special monitoring	-	193 724 455	-	193 724 455	
Default	-	-	45 247 011	45 247 011	
Gross financial assets at amortised cost	2 826 095 554	959 382 706	45 247 011	3 830 725 271	
Expected credit loss allowance	(44 948 611)	(64 905 136)	(29 607 641)	(139 461 388)	
Net financial asset at amortised cost	2 781 146 943	894 477 570	15 639 370	3 691 263 883	
5 MOVEMENT IN CREDIT IMPAIRMENT LOSSES For Six Months Ended 30 June 2024					
	Trade and Other receivables ZWG	Loans and advances ZWG	Financial assets at amortised cost ZWG	Undrawn contractual commitments and guarantees ZWG	Total ZWG
Balance at the beginning of the period 1 January 2024	329 524	130 685 091	720 462	1 059 599	132 794 676
IFRS 9 adjustment	(17 314)	(100 478 519)	(7 306)	(3 933)	(100 507 072)
Impairment loss allowance	1 736 074	22 855 955	710 286	356 616	25 658 931
Balance as at 30 June 2024	2 048 284	53 062 527	1 423 442	1 412 282	57 946 535
For the year ended 31 December 2023					
	Trade and Other receivables ZWG	Loans and advances ZWG	Financial assets at amortised cost ZWG	Undrawn contractual commitments and guarantees ZWG	Total ZWG
Balance at the beginning of the period 1 January 2023	349 785	57 671 591	59 874	2 279 925	60 361 175
Effects of IAS 29 adjusted	(276 994)	(45 670 113)	(47 414)	(1 805 472)	(47 799 993)
Impairment loss allowance	256 733	120 171 705	708 002	585 146	121 721 586
Amounts written off /reversals during the year	-	(1 488 092)	-	-	(1 488 092)
Balance at the end of the period 31 December 2023	329 524	130 685 091	720 462	1 059 599	132 794 676
6 Amounts due from group companies					
FBC Holdings Limited			404 001 581		50 269 938
FBC Building Society			10 143 246		12 406 077
FBC Reinsurance Limited			7 893 567		-
FBC Insurance Company Limited			14 646 605		16 099 838
FBC Securities (Private) Limited			3 812 728		-
OutRisk Underwriting Management Agency (Private) Limited			6 397 875		4 909 122
MicroPlan Financial Services (Private) Limited			2 123 443		-
Total			449 019 045		83 684 975
Current			449 019 045		83 684 975
Net receivables from group companies			449 019 045		83 684 975
7 PREPAYMENTS AND OTHER ASSETS					
Prepayments			25 365 478		44 777 425
MasterCard, Visa and Zimswitch collateral balances			24 122 792		29 151 504
Non-negotiable certificate of deposits, auction balances receivable			370 574 777		315 855 566
Deferred employee benefits			-		63 473 630
Other receivables			281 564 086		39 946 673
			701 627 133		493 204 798
7.1 Maturity analysis prepayments and other assets					
Maturing within 1 year			677 504 341		464 053 294
Maturing after 1 year but within 5 years			24 122 792		29 151 504
			701 627 133		493 204 798
8 INVESTMENT PROPERTY					
Balance at the beginning of the period			247 141 588		106 765 658
Fair value adjustments			53 646 172		132 885 513
Additions			-		7 490 417
Balance at the end of the period			300 787 760		247 141 588
9 PROPERTY AND EQUIPMENT					
Carrying amount at the beginning of the period			419 164 232		155 539 204
Additions			14 767 085		27 285 472
Disposals			(1 126 900)		(6 243 178)
Revaluation			(216 005 047)		254 856 448
Depreciation charge for the period			(10 380 537)		(12 273 714)
Carrying amount at the end of the period			206 418 833		419 164 232

NOTES TO THE FINANCIAL RESULTS (CONTINUED)
For the six months ended 30 June 2024

	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*		
	ZWG	ZWG		
10 INTANGIBLE ASSETS				
Computer software				
Cost	42 473 907	41 293 808		
Additions	239 527	1 180 099		
Closing Balance	42 713 434	42 473 907		
Accumulated amortisation				
Opening balance	36 815 927	36 213 881		
Current year charge	632 149	602 046		
Closing Balance	37 448 076	36 815 927		
Closing Net Book value	5 265 358	5 657 980		
11 DEPOSITS FROM CUSTOMERS				
Amounts due to customers by type:				
Demand deposits	2 749 849 233	2 161 534 412		
Promissory notes	182 913 190	286 000 204		
	2 932 762 423	2 447 534 616		
11.1 Deposits from other financial institutions				
Money market deposits	508 056 563	512 369 135		
11.2 LINES OF CREDIT				
African Export-Import Bank	1 501 956 163	1 718 076 431		
The Reserve Bank of Zimbabwe Productive Sector Facility	15 208	81 524		
	1 501 971 371	1 718 157 955		
Total Deposits	4 942 790 357	4 678 061 706		
11.3 Deposits concentration				
	Unreviewed 30-Jun-24 gross total	percentage	Audited 31-Dec-23 gross total	percentage
Agriculture	356 482 013	7%	163 508 275	3%
Construction	241 984 061	5%	325 319 318	7%
Wholesale and retail trade	380 540 069	8%	440 138 316	9%
Public sector	509 611 973	10%	350 302 218	7%
Manufacturing	93 244 228	2%	364 470 743	8%
Telecommunication	154 097 796	3%	48 810 682	1%
Transport	149 039 829	3%	44 689 479	1%
Individuals	210 036 971	4%	231 571 662	5%
Financial services	2 010 027 934	41%	2 230 527 090	48%
Mining	762 753 793	15%	349 336 829	7%
Other	74 971 690	2%	129 387 094	4%
	4 942 790 357	100%	4 678 061 706	100%
11.4 Maturity analysis				
Maturing within 1 year	3 496 235 829	4 353 456 870		
Maturing after 1 year but within 5 years	1 446 554 528	324 604 836		
	4 942 790 357	4 678 061 706		
12 Trade and other payables				
RBZ Cash cover collateral	49 714 171	141 058 451		
Auction balances liabilities	155 067 558	432 278 411		
Provisions	17 931 030	5 105 975		
Accrued expenses	14 240 844	182 113 532		
Visa and mastercard settlements	152 965 834	301 286 995		
Suspense accounts balances	149 034 263	31 936 908		
	538 953 700	1 093 780 272		
13 CAPITAL ADEQUACY				
Ordinary Share Capital	49 614 313	49 614 313		
Share premium	35 389 856	35 389 856		
Retained earnings	880 177 582	809 669 277		
Capital allocated for market and operational risk	(22 052 255)	(214 474 224)		
Advances to insiders	(4 196 374)	(37 222 982)		
Tier 1 capital	938 933 122	642 976 240		
Non distributable reserves	105 821 274	269 278 944		
Tier 2 capital	105 821 274	269 278 944		
Tier 1 & 2 capital	1 044 754 396	912 255 184		
Tier 3 capital allocated for market and operational risk	22 052 255	214 474 224		
	1 066 806 651	1 126 729 408		
Risk weighted assets	4 823 135 087	4 757 436 734		
Tier 1 Ratio (%)	19.47%	13.52%		
Tier 2 Ratio (%)	2.19%	5.66%		
Tier 3 Ratio (%)	0.46%	4.51%		
Capital adequacy (%)	22.12%	23.68%		
Minimum statutory capital adequacy ratio	12.0%	12.0%		

NOTES TO THE FINANCIAL RESULTS (CONTINUED)
For the six months ended 30 June 2024

	Unreviewed 30-Jun-24	Reviewed 30-Jun-23 Restated*
	ZWG	ZWG
14 INTEREST INCOME		
Loans and advances to banks and other financial institutions	22 252 366	45 889 240
Loans and advances to customers	291 445 851	282 258 151
Banker's acceptances and tradable bills	3 221 992	2 924 114
Cash and cash equivalents	11 514 069	938 154
	328 434 278	332 009 659
15 INTEREST EXPENSE		
Deposits from other financial institutions	4 806 330	21 852 247
Demand deposits	4 265 308	3 721 431
Lines of credit	33 848 373	80 310 397
Time deposits	3 088 004	10 493 436
	46 008 015	116 377 511
16 FEES AND COMMISSION INCOME		
Retail services fees	160 509 769	202 826 957
Corporate banking service fees	699 727	1 343 446
Investment banking fees	2 089	2 218 911
Financial guarantee contracts issued	1 107 159	1 552 852
	162 318 744	207 942 166
17 OTHER OPERATING INCOME		
Rental income	2 286 144	904 678
Profit on disposal of property and equipment	579 905	13 716
Fair value changes on investment property	53 646 172	158 670 783
Sundry Income	289 952	36 685
	56 802 173	159 625 862
18 ADMINISTRATION EXPENSES		
Other administrative expenses	121 913 469	154 545 902
Staff costs (note 19)	252 806 516	764 587 618
Directors' remuneration	520 094	800 496
Amortisation	632 149	411 568
Depreciation	10 380 537	5 623 179
Depreciation -right of use asset	426 443	2 488 942
Audit fees	1 508 623	1 306 709
	388 187 831	929 764 414
19 Staff costs		
Salaries and allowances	242 672 103	755 173 104
Social security	1 515 443	1 303 326
Pension contribution	8 618 970	8 111 188
	252 806 516	764 587 618
20 CAPITAL COMMITMENTS		
Capital expenditure authorized but not yet contracted for	20 172 763	595 554 677
21 CONTINGENT LIABILITIES		
Guarantees, letters of credit and commitment to lend	179 432 879	254 662 755

The amount of these letters of credit and guarantees represents the Bank's maximum exposure and no material losses are anticipated from these transactions.



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NOTES TO THE FINANCIAL RESULTS (CONTINUED)
For the six months ended 30 June 2024

22 LIQUIDITY PROFILING
Liquidity profiling as at 30 June 2024
On balance sheet items

	Unreviewed			Total ZWG
	Up to 3 months ZWG	3 months to 1 year ZWG	Over 1 year ZWG	
Liabilities				
Deposits from customers	2 754 240 200	178 068 483	453 740	2 932 762 423
Deposits from other financial institutions	377 069 338	96 795 935	34 191 290	508 056 563
Lines of credit	-	90 029 367	1 411 942 004	1 501 971 371
Lease liabilities	-	-	141 306	141 306
Current income tax liabilities	2 925 357	-	-	2 925 357
Other liabilities	475 924 541	64 353 485	24 334 606	564 612 632
Total liabilities - (contractual maturity)	3 610 159 436	429 247 270	1 471 062 946	5 510 469 652
Assets held for managing liquidity risk				
Balances with other banks and cash	1 099 512 204	163 897 510	-	1 263 409 714
Gross financial assets at amortised cost	-	3 630 692	1 415 318	5 046 010
Financial assets at fair value through profit or loss	-	-	112 319 236	112 319 236
Gross loans and advances to customers	63 346 362	840 269 677	2 743 489 757	3 647 105 796
Gross bonds and debentures	-	-	-	-
Other assets (excluding prepayments)	887 777 491	18 319 131	73 200 075	979 296 697
Total assets - (contractual maturity)	2 050 636 057	1 026 117 010	2 930 424 386	6 007 177 453
Liquidity gap	(1 559 523 379)	596 869 740	1 459 361 440	496 707 801
Cumulative liquidity gap - on balance sheet	(1 559 523 379)	(962 653 639)	496 707 801	-
Off balance sheet items				
Liabilities				
Guarantees and letters of credit	-	140 713 453	-	140 713 453
Commitments to lend	38 719 426	-	-	38 719 426
Total liabilities	38 719 426	140 713 453	-	179 432 879
Liquidity gap	(1 598 242 805)	456 156 287	1 459 361 440	317 274 922
Cumulative liquidity gap - on and off balance sheet	(1 598 242 805)	(1 142 086 518)	317 274 922	-

Liquidity profiling as at 31 December 2023
On balance sheet items

	Audited - Restated*			Total ZWG
	1 month to 3 months ZWG	3 months to 1 year ZWG	Over 1 year ZWG	
Liabilities				
Deposits from customers	2 447 031 039	12 959	490 618	2 447 534 616
Deposits from other financial institutions	467 777 215	2 215 120	42 376 800	512 369 135
Lines of credit	259 832 515	21 872 485	1 436 452 955	1 718 157 955
Lease liabilities	-	-	923 110	923 110
Current tax liability	14 364 275	-	-	14 364 275
Other liabilities	879 729 832	182 113 532	-	1 061 843 364
Total liabilities - (contractual maturity)	4 068 734 876	206 214 096	1 480 243 483	5 755 192 455
Assets held for managing liquidity risk				
Balances with other banks and cash	1 689 712 475	316 785 370	-	2 006 497 845
Gross financial assets at amortised cost	80 019 774	80 063 501	19 379	160 102 654
Financial assets at fair value through profit or loss	-	-	118 193 203	118 193 203
Gross loans and advances to customers	1 094 849 062	537 766 383	2 198 109 826	3 830 725 271
Other assets (excluding prepayments)	502 960 845	-	29 151 504	532 112 349
Total assets - (contractual maturity)	3 367 542 156	934 615 254	2 345 473 912	6 647 631 322
Liquidity gap	(701 192 720)	728 401 158	865 230 429	892 438 867
Cumulative liquidity gap - on balance sheet	(701 192 720)	27 208 438	892 438 867	-
Off balance sheet items				
Liabilities				
Guarantees and letters of credit	-	208 535	-	208 535
Commitments to lend	46 127	-	-	46 127
Total liabilities	46 127	208 535	-	254 662
Liquidity gap	(701 238 847)	728 192 623	865 230 429	892 184 205
Cumulative liquidity gap - on and off balance sheet	(701 238 847)	26 953 776	892 184 205	-

NOTES TO THE FINANCIAL RESULTS (CONTINUED)
For the six months ended 30 June 2024

23 INTEREST RATE REPRICING AND GAP ANALYSIS
Total position as at 30 June 2024

	Unreviewed						Total ZWG
	0 - 30 days ZWG	31 - 90 days ZWG	91-180 days ZWG	181-365 days ZWG	Over 365 days ZWG	Non-interest bearing ZWG	
Cash and cash equivalents	165 653 621	108 597 905	53 299 605	2 000 000	-	933 858 583	1 263 409 714
Gross financial assets at amortised cost	-	2 902 681	-	728 011	1 426 478	-	5 057 170
Financial assets at fair value through profit or loss	-	-	-	-	-	112 319 236	112 319 236
Gross loans and advances to customers	1 999 617 828	-	79 752 042	10 277 325	1 557 458 601	-	3 647 105 796
Gross bonds and debentures	-	-	-	-	-	-	-
Prepayments and other assets	-	-	-	-	-	701 627 133	701 627 133
Amounts due from group companies	-	-	-	-	-	449 019 045	449 019 045
Investment property	-	-	-	-	-	300 787 760	300 787 760
Right of use assets	-	-	-	-	-	4 264 429	4 264 429
Intangible assets	-	-	-	-	-	5 265 358	5 265 358
Property and equipment	-	-	-	-	-	206 418 833	206 418 833
Total assets	2 165 271 449	111 500 586	133 051 647	13 005 336	1 558 885 079	2 713 560 377	6 695 274 474
Deposits from customers	4 402 485	178 068 483	-	-	453 738	2 749 837 717	2 932 762 423
Deposits from other financial institutions	377 069 338	92 547 730	2 055 709	2 192 496	34 191 290	-	508 056 563
Lines of credit	-	-	-	79 752 042	10 277 325	1 411 942 004	1 501 971 371
Other liabilities	-	-	-	-	-	564 612 632	564 612 632
Current tax liability	-	-	-	-	-	2 925 357	2 925 357
Deferred income tax liabilities	-	-	-	-	-	76 187 303	76 187 303
Lease liabilities	-	-	-	-	-	141 306	141 306
Capital and reserves	-	-	-	-	-	1 071 003 025	1 071 003 025
Total liabilities	381 471 823	270 616 213	2 055 709	81 944 538	44 922 353	5 876 649 344	6 657 659 980
Interest rate repricing gap	1 783 799 626	(159 115 627)	130 995 938	(68 939 202)	1 513 962 726	(3 163 088 967)	37 614 494
Cumulative interest rate repricing gap	1 783 799 626	1 624 683 999	1 755 679 937	1 686 740 735	3 200 703 461	37 614 494	-

Audited - Restated*

	Audited - Restated*						Total ZWG
	0 - 30 days ZWG	31 - 90 days ZWG	91-180 days ZWG	181-365 days ZWG	Over 365 days ZWG	Non-interest bearing ZWG	
Cash and cash equivalents	369 969 517	114 238 587	117 129 067	-	-	1 405 160 674	2 006 497 845
Gross financial assets at amortised cost	-	160 083 362	-	-	19 292	-	160 102 654
Financial assets at fair value through profit or loss	-	-	-	-	-	118 193 203	118 193 203
Gross loans and advances to customers	1 990 676 295	281 737 419	-	-	1 558 311 557	-	3 830 725 271
Gross bonds and debentures	-	-	-	-	-	-	-
Prepayments and other assets	-	-	-	-	-	493 204 798	493 204 798
Amounts due from group companies	-	-	-	-	-	83 684 975	83 684 975
Investment property	-	-	-	-	-	247 141 588	247 141 588
Right of use assets	-	-	-	-	-	4 264 430	4 264 430
Intangible assets	-	-	-	-	-	5 657 980	5 657 980
Property and equipment	-	-	-	-	-	419 164 232	419 164 232
Total assets	2 360 645 812	556 059 368	117 129 067	-	1 558 330 849	2 776 471 880	7 368 636 976
Deposits from customers	291 042 662	1 504 559	12 959	-	490 617	2 154 483 819	2 447 534 616
Deposits from other financial institutions	365 962 574	73 602 830	27 557 284	1 626 502	43 619 945	-	512 369 135
Lines of credit	-	281 737 419	-	-	1 436 420 536	-	1 718 157 955
Other liabilities	-	-	-	-	-	1 093 780 272	1 093 780 272
Current tax liability	-	-	-	-	-	14 364 275	14 364 275
Deferred income tax liabilities	-	-	-	-	-	277 373 373	277 373 373
Lease liabilities	-	-	-	-	-	923 110	923 110
Capital and reserves	-	-	-	-	-	1 163 952 390	1 163 952 390
Total liabilities	657 005 236	356 844 808	27 570 243	1 626 502	1 481 454 208	4 703 954 129	7 228 455 126
Interest rate repricing gap	1 703 640 576	199 214 560	89 558 824	(1 626 502)	76 876 641	(1 927 482 249)	140 181 850
Cumulative interest rate repricing gap	1 703 640 576	1 902 855 136	1 992 413 960	1 990 787 458	2 067 664 099	140 181 850	-

24 FBC BANK FOREIGN EXCHANGE GAP AS AT 30 June 2024
Foreign exchange gap analysis as at 30 June 2024

Base currency ZWG equivalent	USD ZWG	ZAR ZWG	EUR ZWG	BWP ZWG	GBP ZWG	Total ZWG
Assets						
Cash	232 447 398	26 132 839	2 578 266	907 871	704 024	262 770 398
Balances with Reserve Bank	223 831 533	2 543 158	36 108	82 808	-	226 493 607
Investments	405 201 475	-	2 459 830	-	-	407 661 305
Correspondent nostro balances	249 063 681	10 429 525	12 417 790	423 809	902 308	273 237 113
Loans and overdrafts	3 209 421 057	6 509 96	-	-	-	3 209 427 662
Other assets	629 352 222	241 887	29 585	151	1 220	629 625 065
Total assets	4 949 317 366	39 353 918	17 521 675	1 414 639	1 607 552	5 009 215 150
Liabilities						
Deposits from customers	2 106 793 223	13 732 616	1 498 612	452 833	209 630	2 122 686 914
Lines of credit	1 501 962 533	-	-	-	-	1 501 962 533
Other liabilities	483 488 368	392 676	14 772	4 481	12 251	483 912 548
Total liabilities	4 092 244 124	14 125 292	1 513 384	457 314	221 881	4 108 561 995
Net currency position	857 073 242	25 228 626	16 008 291	957 325	1 385 671	900 653 155

Foreign exchange gap analysis as at 31 December 2023

	USD ZWG	ZAR ZWG	EUR ZWG	BWP ZWG	GBP ZWG	Total ZWG
Assets						
Cash	347 078 401	2 422 237	210 427	31 877	65 630	349 808 572
Balances with Reserve Bank	686 877 061	64 215	50 428	1 000	-	686 992 704
Correspondent nostro balances	266 930 911	2 737 846	2 059 868	72 466	140 885	271 941 976
Other Bank balances	784 427 886	-	-	-	-	784 427 886
Loans and overdrafts	3 423 160 130	782	102	-	-	3 423 161 012
Other assets	394 191 062	3 809 305	9 888 545	38	132	407 899 084
Total assets	5 902 665 451	9 034 385	12 209 370	105 381	206 647	5 924 221 234
Liabilities						
Deposits from customers	2 394 130 509	654 410	4 035 638	28 277	28 681	2 398 877 515
Lines of credit	1 718 157 955	-	-	-	-	1 718 157 955
Other liabilities	484 692 356	20 670	2 414 990	13 272	28 093	487 169 381
Total liabilities						

NOTES TO THE FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

25 VALUE AT RISK

Value at risk ("VaR") is a statistical estimate of the maximum loss expected from the Bank's trading book with a given degree of confidence over a given holding period. The Bank's system uses the Exponentially Weighted Moving Average ("EWMA") method to compile VaR. This method attaches more weight to the most recent data on market risk factors the weights decaying exponentially as we go further into the past. The VaR parameters used are at 95% confidence level, one day holding period and ten day holding period.

30 June 2024				Value at risk (95% confidence level)	
Asset class	Type of risk	Present value	Portfolio weight	1-day holding period	5-day holding period
Currency	Exchange rate				
BWP	1.01	69 862	0.11%	57	127
EUR	14.65	1 168 224	1.78%	7 905	17 675
GBP	17.31	101 121	0.15%	34	75
ZAR	1.35	1 841 089	2.80%	11 508	25 733
USD	13.70	62 545 938	95.16%	125 880	281 477
	Total portfolio VaR	65 726 234	100%	145 383	325 088
	Portfolio VaR			124 786	279 031
	Diversification benefit			20 597	46 057
31 December 2023					
BWP	497	10	-0.24%	-	-
EUR	6 721	2 110	8.07%	3	7
GBP	7 729	10	-0.79%	-	-
ZAR	323	121	5.27%	-	1
USD	6 105	213 881	87.69%	467	1 045
	Total portfolio VaR	216 132	100%	470	1 053
	Portfolio VaR			410	918
	Diversification benefit			60	135

Basis

- The 5-day holding period VaR estimate is interpolated from the 1-day holding period period by multiplying the 1-day VaR with the square root of 5.
- Risk is not additive. Thus portfolio VaR is not necessarily equal to the sum of the VaR of the constituent elements in the portfolio.
- Diversification benefit equals the sum of the VaR of the constituent elements in the portfolio less the portfolio VaR.
- Year-to-date daily returns observations are used to estimate the VaR.
- Estimates of volatilities and correlations use the actual average daily returns.
- A negative diversification benefit means the daily returns of the constituent elements in the portfolio are positively correlated thus there is zero benefit from holding the different asset classes.
- A positive diversification benefit means the daily returns of the constituent elements in the portfolio are negatively correlated thus there is some benefit from holding the different asset classes.

26 RESERVE BANK OF ZIMBABWE ("RBZ") ONSITE EXAMINATION

The Bank has its corporate governance and risk management processes independently audited by the Reserve Bank of Zimbabwe.

Results of the last onsite inspection were as detailed below:

Summary risk assessment system ("RAS") ratings

RAS component	Latest RAS rating 30-06-2014
Overall inherent risk	Moderate
Overall risk management systems	Acceptable
Overall composite risk	Moderate

Summary risk matrix

Type of risk	Level of inherent risk	Adequacy of risk management systems	Overall composite risk	Direction of overall composite risk
Credit	Moderate	Acceptable	Moderate	Stable
Liquidity	Moderate	Acceptable	Moderate	Stable
Interest rate	Moderate	Acceptable	Moderate	Stable
Foreign exchange	Low	Strong	Low	Stable
Operational	Moderate	Acceptable	Moderate	Stable
Legal and compliance	Moderate	Acceptable	Moderate	Stable
Reputation	Moderate	Strong	Moderate	Stable
Strategic	Moderate	Acceptable	Moderate	Stable
Overall	Moderate	Acceptable	Moderate	Stable

Level of inherent risk key

Rating	Description
Low	Reflects a lower than average probability of an adverse impact on a banking institution's capital and earnings. Losses in a functional area with low inherent risk would have little negative impact on the Bank's overall financial condition.
Moderate	Could reasonably be expected to result in a loss which could be absorbed by a banking institution in the normal course of business.
High	Reflects a higher than average probability of potential loss. High inherent risk could reasonably be expected to result in a significant and harmful loss to the Bank.

Adequacy of risk management systems key

Rating	Description
Weak	Risk management systems are inadequate or inappropriate given the size, complexity and risk profile of the Bank. Institution's risk management systems are lacking in important ways and therefore a cause of more than normal supervisory attention. The internal control systems will be lacking in important aspects particularly as indicated by continued control exceptions or by the failure to adhere to written policies and procedures.
Acceptable	Management of risk is largely effective but lacking to some modest degree. While the institution might be having some minor risk management weaknesses, these have been recognised and are being addressed. Management information systems are generally adequate.
Strong	Management effectively identifies and controls all types of risk posed by the relevant functional areas or per inherent risk. The board and senior management are active participants in managing risk and ensuring appropriate policies and limits are put in place. The policies comprehensively define risk tolerance, resulting in responsibilities and accountabilities being effectively communicated.

NOTES TO THE FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

Overall composite risk key

Rating	Description
Low	Would be assigned to low inherent risk areas. Moderate risk areas may be assigned a low composite risk where internal controls and risk management systems are strong and effectively mitigate such risks.
Moderate	Risk management systems appropriately mitigate inherent risk. For a given low risk area, significant risks in the risk management systems may result in a moderate composite risk assessment. On the other hand, a strong risk management system may reduce the risk so that any potential financial loss from the activity would have only a moderate negative impact on the financial condition of the institution.
High	Risk management systems do not significantly mitigate the high inherent risk. Thus, the activity could potentially result in a financial loss that would have a significant impact on the Bank's overall condition.

Direction of overall risk key

Rating	Description
Increasing	Based on the current information, risk is expected to increase in the next 12 months.
Decreasing	Based on the current information, risk is expected to decrease in the next 12 months.
Stable	Based on the current information, risk is expected to be stable in the next 12 months.

FBC Bank Limited's CAMELS* ratings by The Reserve Bank Of Zimbabwe

Camels component	Latest RBS ratings 30 June 2014
Capital adequacy	2
Asset quality	2
Management	2
Earnings	1
Liquidity	1
Sensitivity to market risk	2
Composite rating	2

*CAMELS- is an acronym for capital adequacy, asset quality, management, earnings, liquidity, and sensitivity to market risk. CAMELS rating system uses a rating scale of 1-5, where '1' is strong, '2' is satisfactory, '3' is fair, '4' is weak, and '5' is critical.

*RBS- stands for risk-based supervision.

27 GOING CONCERN

In accordance with the requirements of International Financial Reporting Standards, the directors carried out a going concern assessment for the entity. Key considerations were made on compliance with regulatory requirements with main focus on compliance with regulatory minimum capital requirements, the operating environment and the inherent risks thereof and the budgets and future plans of the Bank. The Bank was in compliance with the regulatory minimum capital requirement for Tier 1 banks as at 30 June 2024 and has a robust plan for capital maintenance and growth into the future. On the basis of the review, the directors have a reasonable expectation that the Bank, taking into account the operating environment, has adequate resources to continue in operational existence for the foreseeable future. The Bank therefore continues to adopt the going concern basis in preparing its financial statements.

28 INTERNATIONAL CREDIT RATING

The Bank traditionally has its credit ratings reviewed annually by an international credit rating agency, Global Credit Rating Company. The Bank was awarded an International A- Credit Rating in 2024.

29 BOARD ATTENDANCE

NAME	Executive ("E") / Non Executive Director ("NE")	QUARTER 1	QUARTER 2
Morgan Nzwere – Independent Non-Executive Chairman	N/E	✓	✓
Webster Rusere – Managing Director	E	✓	✓
Alfred Chitanda – Executive Director	E	✓	✓
Nomathemba Halimana – Independent Non-Executive Director	N/E	✓	✓
Trynos Kufazvinei – Group Chief Executive/Non-Executive	N/E	✓	✓
Mary Machingaidze – Independent Non-Executive Director	N/E	✓	✓
Abel Magwaza – Group Finance Director/Non-Executive	N/E	✓	✓
Martin Makonese – Executive Director	E	✓	✓
Fungal Makoni – Independent Non-Executive Director	N/E	✓	✓
Caroline Mathonsi – Independent Non – Executive Director	N/E	✓	✓
Peter Moyo – Independent Non – Executive Director	N/E	✓	✓
Tendai Mutseyekwa – Non – Independent Non – Executive Director	N/E	✓	✓
Patrick Takawira – Executive Director	E	✓	✓

KEY

✓ - Present

X - Absent

N/E - Non-executive director

E - Executive director

30 GROUP BOARD COMMITTEES

The FBC Holdings Limited (the "parent company") Board of Directors has constituted separate committees which include the Group Audit Committee, Group Finance and Strategy Committee, Group Risk and Compliance Committee and the Group Human Resources and Remuneration, as shown below:

GROUP AUDIT COMMITTEE

Members		Q1	Q2
Chipo Mutasa (Chairperson)	Non-Executive Director of FBC Holdings Limited	✓	✓
Charles Msipa	Non-Executive Director of FBC Holdings Limited	✓	✓
Rutenhuro Moyo	Non-Executive Director of FBC Holdings Limited	✓	✓
Aeneas Chuma	Non-Executive Director of FBC Holdings Limited	✓	✓

The Committee is chaired by a non-executive director and comprises of non-executive directors only. The Divisional Director of Internal Audit, the Group Finance Director, the Managing Directors of the Bank, Short term Insurance, Building Society, Reinsurance, Securities and the Group Chief Executive attend the committee by invitation. The committee is constituted at Group level and oversees subsidiary companies.

The Committee meets regularly to:

- Review compliance with banking regulations;
- Review the effectiveness of internal controls;
- Review and approve the financial statements; and
- Review reports of both internal and independent auditors findings, instituting special investigations where necessary.

NOTES TO THE FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

GROUP FINANCE AND STRATEGY COMMITTEE

Members		Q1	Q2
Canada Malunga (Chairman)	Non-Executive Director of FBC Holdings Limited	✓	✓
Trynos Kufazvinei	Group Chief Executive	✓	✓
Franklin Kennedy	Non-Executive Director of FBC Holdings Limited	✓	✓
Rutenhuro Moyo	Non-Executive Director of FBC Holdings Limited	✓	✓
David Makwara	Non-Executive Director of FBC Holdings Limited	✓	✓

This Committee is constituted at group level and oversees the subsidiary companies. It is chaired by a non-executive director. Meetings of the Committee are attended by invitation, by other senior executives.

The Committee meets at least four times a year to review the following amongst other activities:

- The Bank's strategy and budget;
- The Bank's performance against agreed benchmarks; and
- The adequacy of the Bank's management information systems.

GROUP RISK AND COMPLIANCE COMMITTEE

Members		Q1	Q2
Rutenhuro Moyo (Chairman)	(Non-Executive Director of FBC Holdings)	✓	✓
Sifiso Ndlouu	Non-Executive Director of FBC Holdings Limited	✓	✓
Aeneas Chuma	Non-Executive Director of FBC Holdings Limited	✓	✓
Franklin Kennedy	Non-Executive Director of FBC Holdings Limited	✓	✓

The Committee is constituted at Group level and is responsible for the Risk Management function. It is chaired by a non executive director. The Committee's primary objective is to maintain oversight of the Bank's risk and regulatory compliance process and procedures and monitor their effectiveness.

GROUP HUMAN RESOURCES AND REMUNERATION COMMITTEE

Members		Q1	Q2
Charles Msipa (Chairman)	Non-Executive Director of FBC Holdings Limited	✓	✓
Chipo Mutasa	Non-Executive Director of FBC Holdings Limited	✓	✓
Herbert Nkala	Non-Executive Director of FBC Holdings Limited	✓	✓
Vimbai Nyemba	Non-Executive Director of FBC Holdings Limited	✓	✓

The Committee is chaired by a non-executive director and mainly comprises of non-executive directors. This Committee is constituted at Group level and oversees the subsidiary companies. Meetings of the committee are attended by invitation, by the Divisional Director of Human Resources.

The Committee's primary objective is to ensure that the right calibre of management is attracted and retained. To achieve this, it ensures that the executive directors, senior managers and staff are appropriately rewarded for their contribution to the Bank's performance. The Committee is also responsible for the Bank's Human Resources Policy issues, terms and conditions of service. Non-executive directors are remunerated by fees and do not participate in any performance-related incentive schemes.

NOTES TO THE FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

The following Board Committees fall under FBC Bank Limited:

CREDIT COMMITTEE

Members		Q1	Q2
Marry N Machingaidze (Chairperson)	Non-Executive Director of FBC Holdings Limited	✓	✓
Webster Rusere	Managing Director of FBC Bank Limited	✓	✓
Fungai D Makoni	Non-Executive Director of FBC Holdings Limited	✓	✓

This Committee falls directly under the Bank. It sets the Bank's credit policy and also approves credit applications above management's discretionary limits. The Committee is responsible for the overall quality of the Bank's credit portfolio. The Committee is chaired by a non-executive director. The Heads of Credit and Risk Management Departments attend the Committee meetings by invitation.

LOANS REVIEW COMMITTEE

Members		Q1	Q2
Peter C C Moyo (Chairman)	Non-Executive Director of FBC Bank Limited	✓	✓
Trynos Kufazvinei	Group Chief Executive	✓	✓
Morgan Nzwere	Non-Executive Director of FBC Bank Limited	✓	✓
Yvonne N Halimana	Non-Executive Director of FBC Bank Limited	✓	✓
Caroline Mathonsi	Non-Executive Director of FBC Bank Limited	✓	✓

The Committee falls directly under the Bank, and comprises of non-executive directors only. Meetings of the Committee are attended by invitation, by the Managing Director of the Bank, the Heads of Credit and Risk Management departments and the Group Chief Executive.

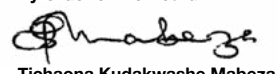
The Committee is responsible for ensuring that the Bank's loan portfolio and lending activities abide by the Bank's credit policy as approved by the Board of Directors and is in compliance with Reserve Bank of Zimbabwe ("RBZ") prudential lending guidelines. It also ensures that problem loans are properly identified, classified and placed on non-accrual in accordance with the Reserve Bank guidelines. The Committee also ensures that adequate impairment allowances are made for potential losses and write-offs of losses identified are made in the correct period.

ASSETS AND LIABILITIES COMMITTEE

Members		Q1	Q2
Fungai D Makoni (Chairman)	Non-Executive Director of FBC Bank Limited	✓	✓
Webster Rusere	Managing Director of FBC Bank Limited	✓	✓
Morgan Nzwere	Non-Executive Director of FBC Bank Limited	✓	✓
Tendai C Mutseyekwa	Non-Executive Director of FBC Bank Limited	✓	✓
Trynos Kufazvinei	Group Chief Executive	✓	✓

The Committee draws its members from the Bank's Board and is chaired by a non-executive director. It is responsible for the continuous monitoring of the Bank's assets and liabilities.

By Order of the Board



Tichaona Kudakwashe Mabeza
Company Secretary

17 September 2024

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STATEMENT OF FINANCIAL POSITION

As at 30 June 2024

	Notes	Unreviewed	Audited
		30-Jun-24	31-Dec-23
		ZWG	Restated* ZWG
Assets			
Cash and cash equivalents	1	193 925 053	205 430 455
Financial assets at amortised cost	2	-	72 551 101
Loans and advances to customers	3	359 064 459	204 670 243
Inventory	4	29 820 335	13 794 186
Other assets	5	15 035 375	10 353 642
Investment properties	6	603 600 813	599 740 097
Property and equipment	7	66 732 310	88 595 879
Right of use assets	8	-	113 031
Total assets		1 268 178 345	1 195 248 634
Liabilities			
Deposits from banks	9.1	32 018 971	86 831 050
Deposits from customers	9.2	416 825 962	299 711 139
Lease liability		-	117 347
Other liabilities	10	189 232 662	306 418 532
Total liabilities		638 077 595	693 078 068
Equity			
Share capital		419 077	419 077
Share premium		76 018 477	76 018 477
Revaluation reserve		52 371 889	71 817 175
Retained earnings		501 291 307	353 915 837
Total equity		630 100 750	502 170 566
Total equity and liabilities		1 268 178 345	1 195 248 634

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2024

	Notes	Unreviewed	Reviewed
		30-Jun-24	30-Jun-23
		ZWG	Restated* ZWG
Interest income			
Interest income	11	26 897 214	33 357 535
Interest expense	12	(11 352 753)	(58 042 032)
Net interest income		15 544 461	(24 684 497)
Fees and commission income			
Fees and commission income		36 816 861	25 474 272
Fees and commission expense		(949 572)	(1 441 925)
Net fees and commission income		35 867 289	24 032 347
Revenue			
Revenue		51 411 750	(652 150)
Other income			
Other income	13	65 325 303	530 177 061
Total net income		116 737 053	529 524 911
Operating expenses			
Expected credit losses		(5 236 893)	(2 931 274)
Operating expenses	14	(96 245 302)	(170 928 322)
Total operating expenses		(101 482 195)	(173 859 596)
Surplus from operations		15 254 858	355 665 315
Monetary gain adjustment			
Monetary gain adjustment		141 230 632	56 015 985
Surplus for the period		156 485 490	411 681 300
Other comprehensive income			
(Loss)/Gain on property and equipment revaluation		(19 445 286)	48 321 382
Total comprehensive income for the period		137 040 204	460 002 682

STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2024

	Share capital ZWG	Share premium ZWG	Revaluation reserve ZWG	Retained earnings ZWG	Total ZWG
Opening balance as at 1 January 2023	419 077	76 018 477	33 066 378	137 018 968	246 522 900
Surplus for the year	-	-	-	223 378 374	223 378 374
Other comprehensive income					
Revaluation gain on property and equipment	-	-	38 750 797	-	38 750 797
Total comprehensive income	-	-	38 750 797	223 378 374	262 129 171
Transactions with owners recorded directly in equity					
Dividend paid	-	-	-	(6 481 505)	(6 481 505)
Shareholders equity as at 31 December 2023	419 077	76 018 477	71 817 175	353 915 837	502 170 566
Opening balance as at 1 January 2024	419 077	76 018 477	71 817 175	353 915 837	502 170 566
Surplus for the period	-	-	-	156 485 490	156 485 490
Other comprehensive income					
Revaluation loss on property and equipment	-	-	(19 445 286)	-	(19 445 286)
Total comprehensive income	419 077	76 018 477	52 371 889	510 401 327	639 210 770
Transactions with owners recorded directly in equity					
Dividend paid	-	-	-	(9 110 020)	(9 110 020)
Shareholders equity as at 30 June 2024	419 077	76 018 477	52 371 889	501 291 307	630 100 750

STATEMENT OF CASH FLOWS

For the six months ended 30 June 2024

	Notes	Unreviewed	Reviewed
		30-Jun-24	30-Jun-23
		ZWG	Restated* ZWG
CASH FLOW FROM OPERATING ACTIVITIES			
Surplus for the period		156 485 490	411 681 300
Adjustments for:			
Depreciation of property and equipment	7	4 970 245	1 327 900
Amortisation and impairment of intangible assets		-	201 670
Depreciation of right of use assets	8	113 031	-
Lease finance costs		122	43 023
Expected credit losses		5 236 893	2 931 273
Fair value gain on investment properties	13	35 818 725	(338 625 523)
Net cash generated before changes in working capital		202 624 506	77 559 643
Decrease/(increase) in financial assets held at amortised cost			
Decrease/(increase) in financial assets held at amortised cost		72 551 101	(145 606 006)
Increase in loans and advances to customers		(159 631 109)	(59 448 605)
Increase in inventory		(16 026 149)	(10 376 173)
Increase in other assets		(4 681 734)	(27 674 397)
Decrease in deposits from banks		(54 812 079)	(26 924 070)
Increase in deposits from customers		117 114 823	266 459 031
(Decrease)/increase in other liabilities		(155 666 445)	132 440 057
Net cash generated from operating activities		1 472 914	206 429 480
CASH FLOW FROM INVESTING ACTIVITIES			
Capital expenditure on:			
Purchase of property and equipment	7	(2 551 961)	(1 162 870)
Purchases of intangible assets		-	(201 670)
Purchase of investment properties	6	(196 139)	(11 872 507)
Proceeds from disposal of property and equipment		-	1 944 882
Net cash used in investing activities		(2 748 100)	(11 292 165)
CASH FLOW FROM FINANCING ACTIVITIES			
Dividend paid		(9 110 020)	-
Operating lease payments		(160 615)	(110 003)
Net cash used in financing activities		(9 270 635)	(110 003)
Net (decrease)/increase in cash and cash equivalents		(10 545 821)	195 027 312
Cash and cash equivalents at the beginning of the period			
Cash and cash equivalents at the beginning of the period		205 430 455	44 456 693
Effect of changes in exchange rates		-	(5 670 821)
Effects of inflation on cash and cash equivalents		(959 581)	5 752 737
Cash and cash equivalents at the end of the period	1	193 925 053	239 565 921

*The effect of inflation on cash and cash equivalents has been disaggregated from the effects of changes in exchange rate line, the comparatives have been restated.

NOTES TO THE FINANCIAL RESULTS

For the six months ended 30 June 2024

	Unreviewed 30-Jun-24	Audited 31-Dec-23
	ZWG	Restated* ZWG
1. CASH AND CASH EQUIVALENTS		
Cash on hand	16 147 980	17 470 627
Cash at bank	40 680 519	12 069 205
Balances with Reserve Bank of Zimbabwe (RBZ)	26 683 076	28 706 888
Interbank short term investments	110 923 637	147 849 056
194 435 212	206 095 776	
Expected credit loss allowance	(510 159)	(665 321)
193 925 053	205 430 455	
2. FINANCIAL ASSETS AT AMORTISED COST		
Gross financial assets at amortised cost	-	72 879 057
Expected credit loss allowance	-	(327 956)
-	72 551 101	
3. LOANS AND ADVANCES TO CUSTOMERS		
Short term loan advances	251 448 588	97 371 339
Business banking loans	61 259 529	69 436 205
Mortgage loan advances	52 003 263	39 697 537
Gross loans and advances to customers	364 711 380	206 505 081
Expected credit loss allowance	(5 646 921)	(1 834 838)
Net loans and advances to customers	359 064 459	204 670 243
3.1 Maturity analysis of loans and advances		
Up to 1 month	20 607 007	12 257 917
1 month to 3 months	41 214 015	24 515 834
3 months to 1 year	150 345 285	92 508 356
1 year to 5 years	74 552 625	56 870 817
Over 5 years	72 345 527	18 517 319
359 064 459	204 670 243	

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NOTES TO THE FINANCIAL RESULTS (CONTINUED)
For the six months ended 30 June 2024

	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*
	ZWG	ZWG
3.2 Exposure to credit risk		
Carrying amount	359 064 459	204 670 243
Past due and impaired		
Grade 8: Impaired	942 537	1 070 155
Grade 9: Impaired	790 652	129 668
Grade 10: Impaired	69 653	47 669
Gross carrying amount	1 802 842	1 247 492
Expected credit loss allowance	(218 995)	(720 272)
Carrying amount	1 583 847	527 220
Neither past due nor impaired		
Grades 1-3: low fair risk	339 832 999	190 937 498
Grades 4-7: watch list	23 075 539	14 320 091
Gross amount	362 908 538	205 257 589
Expected credit loss allowance	(5 427 926)	(1 114 566)
Carrying amount	357 480 612	204 143 023
Total carrying amount	359 064 459	204 670 243
4 INVENTORY		
Raw materials	614 255	1 636 790
Work in progress	29 206 080	12 157 396
29 820 335	13 794 186	
5 OTHER ASSETS		
Prepayments	2 462 513	1 170 451
Other	12 572 862	9 183 191
15 035 375	10 353 642	
6 INVESTMENT PROPERTIES		
Opening balance	599 740 097	238 386 854
Fair value adjustment	2 661 850	317 480 062
Additions	196 139	20 119 030
Disposals	(881 400)	(8 612 284)
Transfer from inventory	1 884 127	32 366 435
Closing balance	603 600 813	599 740 097
7 PROPERTY AND EQUIPMENT		
Cost		
Carrying amount at beginning of the period	88 595 879	49 323 665
Gross carrying amount	88 595 879	50 516 916
Accumulated depreciation and impairment	-	(1 193 251)
Additions	2 551 961	5 090 416
Revaluation gain on properties	(19 445 285)	38 750 797
Depreciation charge for the year	(4 970 245)	(4 568 999)
Carrying amount at end of the period	66 732 310	88 595 879
8. RIGHT OF USE ASSETS		
Carrying amount right of use buildings at beginning of the period	113 031	212 369
Remeasurement of right of use buildings	-	70 557
Depreciation charge for the year	(113 031)	(169 895)
Carrying amount at end of the year	-	113 031
9 DEPOSITS AND BORROWINGS		
9.1 Deposits from banks		
Money market deposits	32 018 971	86 831 050
32 018 971	86 831 050	
9.2 Deposits from customers		
Retail savings deposits	78 730 113	75 187 548
Money market deposits	334 103 808	214 540 783
Fixed deposits	3 992 041	9 982 808
416 825 962	299 711 139	
Total deposits and borrowings	448 844 933	386 542 189
9.4 Maturity analysis of deposits and borrowings		
Up to 1 month	444 852 892	269 664 561
1 month to 3 months	-	58 237 430
3 months to 1 year	-	48 657 389
Over 1 year	3 992 041	9 982 809
448 844 933	386 542 189	
10 OTHER LIABILITIES		
Trade and other payables	29 887 277	42 431 226
Deferred income	13 285 982	5 869 577
Deferred capital gain tax on property valuations	96 924 555	89 335 486
Provisions	49 134 848	168 782 243
189 232 662	306 418 532	
	Unreviewed 30-Jun-24	Reviewed 30 June 2023 Restated*
	ZWG	ZWG
11 INTEREST INCOME		
Loans and advances to customers	22 944 797	13 702 287
Interbank money market investments	2 421 492	787 576
Financial assets at amortised cost	1 530 925	18 867 672
26 897 214	33 357 535	
12 INTEREST EXPENSE		
Deposits from banks	2 209 903	30 743 278
Deposits from customers - retail savings	5 968	47 158
Deposits from customers - time deposits	9 136 882	27 251 596
11 352 753	58 042 032	

NOTES TO THE FINANCIAL RESULTS (CONTINUED)
For the six months ended 30 June 2024

	Unreviewed 30-Jun-24	Reviewed 30-Jun-23 Restated*			
	ZWG	ZWG			
13 OTHER INCOME					
Fair value adjustment on investment properties	(35 818 725)	338 625 524			
Exchange rate gain	84 852 555	180 630 480			
Rent received	10 709 153	5 974 458			
Other	5 582 320	4 946 599			
65 325 303	530 177 061				
14 OPERATING EXPENSES					
Administration expenses	14 281 842	35 929 327			
Personnel expenses	75 757 497	132 684 448			
Directors fees	1 235 718	986 647			
Depreciation and amortisation	4 970 245	1 327 900			
96 245 302	170 928 322				
	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*			
	ZWG	ZWG			
15 CAPITAL ADEQUACY RATIO					
Core Capital Tier 1					
Issued and fully paid up ordinary share capital	76 437 554	76 437 554			
Retained earnings	501 291 307	353 915 837			
Capital allocated for market and operational risk	(20 587 663)	(102 286 861)			
Total core capital	557 141 198	328 066 530			
Supplementary Capital Tier 2					
Revaluation reserves	52 371 889	71 817 175			
Total supplementary capital	52 371 889	71 817 175			
Tier 3					
Capital allocated for market and operational risk	20 587 663	102 286 861			
Core capital plus supplementary capital	630 100 750	502 170 566			
Total risk weighted assets	1 589 689 637	1 514 267 744			
Tier 1 capital ratio	35%	22%			
Tier 2 capital ratio	3%	5%			
Tier 3 capital ratio	1%	7%			
Capital adequacy ratio	39%	34%			
16 CAPITAL COMMITMENTS					
Capital expenditure authorised not yet undertaken	9 040 862	10 406 965			
17 LIQUIDITY RISK					
Contractual maturity profile of assets and liabilities					
30 June 2024 - Unreviewed					
	Up to 30 days ZWG	31-90 days ZWG	91-365 days ZWG	Over 1 year ZWG	Total ZWG
Liabilities					
Deposits from banks	32 018 971	-	-	-	32 018 971
Deposits from customers	270 526 665	146 299 297	-	-	416 825 962
Other liabilities	27 525 648	36 134 734	15 794 899	109 777 381	189 232 662
Total liabilities	330 071 284	182 434 031	15 794 899	109 777 381	638 077 595
Assets					
Cash and cash equivalents	193 925 053	-	-	-	193 925 053
Loans and advances to customers	20 607 007	41 214 015	150 345 285	146 898 152	359 064 459
Total assets	214 532 060	41 214 015	150 345 285	146 898 152	552 989 512
Liquidity gap	(115 539 224)	(141 220 016)	134 550 386	37 120 771	(85 088 083)
Cumulative liquidity gap	(115 539 224)	(256 759 240)	(122 208 854)	(85 088 083)	-
17.1 LIQUIDITY RISK					
Contractual maturity profile of assets and liabilities					
31-Dec-23 - Audited Restated*					
	Up to 30 days ZWG	31-90 days ZWG	91-365 days ZWG	Over 1 year ZWG	Total ZWG
Liabilities					
Deposits from banks	86 831 050	-	-	-	86 831 050
Deposits from customers	182 833 511	58 237 430	48 657 389	9 982 809	299 711 139
Other liabilities	24 655 246	2 816 602	112 179 530	166 767 154	306 418 532
Total liabilities	294 319 807	61 054 032	160 836 919	176 749 963	692 960 721
Assets					
Cash and cash equivalents	205 430 455	-	-	-	205 430 455
Financial assets at amortised cost	-	-	72 551 101	-	72 551 101
Loans and advances to customers	12 257 917	24 515 834	92 508 356	75 388 136	204 670 243
Total assets	217 688 372	24 515 834	165 059 457	75 388 136	482 651 799
Liquidity gap	(76 631 435)	(36 538 198)	4 222 539	(101 361 827)	(210 308 921)
Cumulative liquidity gap	(76 631 435)	(113 169 633)	(108 947 094)	(210 308 921)	-

NOTES TO THE FINANCIAL RESULTS (CONTINUED)
For the six months ended 30 June 2024

18 INTEREST RATE RISK
18.1 Interest rate repricing gap
30 June 2024 - Unreviewed

	Up to 30 days ZWG	31-90 days ZWG	91-180 days ZWG	181-365 days ZWG	Over 365 days ZWG	Non interest bearing ZWG	Total ZWG
Assets							
Cash and cash equivalents	-	-	-	-	-	193 925 053	193 925 053
Loans and advances to customers	359 064 459	-	-	-	-	-	359 064 459
Inventory	-	-	-	-	-	29 820 335	29 820 335
Other assets	-	-	-	-	-	15 035 375	15 035 375
Investment properties	-	-	-	-	-	603 600 813	603 600 813
Property and equipment	-	-	-	-	-	66 732 310	66 732 310
Total assets	359 064 459	-	-	-	-	909 113 886	1 268 178 345
Liabilities							
Deposits from banks	32 018 971	-	-	-	-	-	32 018 971
Deposits from customers	270 526 665	146 299 297	-	-	-	-	416 825 962
Other liabilities	-	-	-	-	-	189 232 662	189 232 662
Equity	-	-	-	-	-	630 100 750	630 100 750
Total liabilities	302 545 636	146 299 297	-	-	-	819 333 412	1 268 178 345
Liquidity gap	56 518 823	(146 299 297)	-	-	-	89 780 474	-
Cumulative liquidity gap	56 518 823	(89 780 474)	(89 780 474)	(89 780 474)	(89 780 474)	-	-

18.2 INTEREST RATE RISK
Interest rate repricing gap
31 December 2023 - Audited
Restated*

	Up to 30 days ZWG	31-90 days ZWG	91-180 days ZWG	181-365 days ZWG	Over 365 days ZWG	Non interest bearing ZWG	Total ZWG
Assets							
Cash and cash equivalents	130 786 107	-	-	-	-	74 644 349	205 430 455
Financial assets at amortised cost	-	-	72 551 101	-	-	-	72 551 101
Loans and advances to customers	204 670 243	-	-	-	-	-	204 670 243
Inventory	-	-	-	-	-	13 794 186	13 794 186
Other assets	-	-	-	-	-	10 353 642	10 353 642
Investment properties	-	-	-	-	-	599 740 097	599 740 097
Property and equipment	-	-	-	-	-	88 595 879	88 595 879
Right of use assets	-	-	-	-	-	113 031	113 031
Total assets	335 456 349	-	72 551 101	-	-	787 241 183	1 195 248 634
Liabilities							
Deposits from banks	86 831 050	-	-	-	-	-	86 831 050
Deposits from customers	182 833 511	58 237 430	48 657 389	-	9 982 809	-	299 711 139
Lease liability	-	-	-	-	-	117 347	117 347
Other liabilities	-	-	-	-	-	306 418 532	306 418 532
Equity	-	-	-	-	-	502 170 566	502 170 566
Total liabilities	269 664 561	58 237 430	48 657 389	-	9 982 809	808 706 445	1 195 248 634
Interest rate repricing gap	65 791 788	(58 237 430)	23 893 713	-	(9 982 809)	(21 465 262)	-
Cumulative interest rate repricing gap	65 791 788	7 554 358	31 448 071	31 448 071	21 465 262	-	-

19 RESERVE BANK OF ZIMBABWE ONSITE EXAMINATION

The Building Society has its corporate governance and risk management processes independently audited by the Reserve Bank of Zimbabwe.

FBC Building Society CAMELS* ratings

CAMELS* component	Latest RBS** ratings 30 June 2014	Previous RBS** ratings 30 Sept 2007
Capital adequacy	2	2
Asset quality	3	2
Management	2	2
Earnings	2	2
Liquidity	1	2
Sensitivity to market risk	2	2
Overall composite rating	2	2

*CAMELS is an acronym for capital adequacy, asset quality, management, earnings, liquidity, and sensitivity to market risk. CAMELS rating system uses a rating scale of 1-5, where '1' is strong, '2' is satisfactory, '3' is fair, '4' is weak and '5' is critical.

**RBS stands for Risk-Based Supervision

Summary Risk Assessment System (RAS) ratings

RAS component	Latest RAS rating 30 June 2014
Overall inherent risk	Moderate
Overall risk management systems	Acceptable
Overall composite risk	Moderate
Direction of overall composite risk	Stable

NOTES TO THE FINANCIAL RESULTS (CONTINUED)
For the six months ended 30 June 2024

Summary risk matrix

Type of risk	Level of inherent risk	Adequacy of risk management systems	Overall composite risk	Direction of overall composite risk
Credit	Moderate	Acceptable	Moderate	Increasing
Liquidity	Moderate	Acceptable	Moderate	Stable
Interest rate	Moderate	Acceptable	Moderate	Stable
Foreign exchange	Low	Strong	Low	Stable
Operational	Moderate	Acceptable	Moderate	Stable
Legal and compliance	Moderate	Acceptable	Moderate	Stable
Reputation	Moderate	Strong	Moderate	Stable
Strategic	Moderate	Acceptable	Moderate	Stable
Overall	Moderate	Acceptable	Moderate	Stable

Level of inherent risk key

Rating	Description
Low	Reflects a lower than average probability of an adverse impact on a banking institution's capital and earnings. Losses in a functional area with low inherent risk would have little negative impact on the Society overall financial condition.
Moderate	Could reasonably be expected to result in a loss which could be absorbed by a banking institution in the normal course of business.
High	Reflects a higher than average probability of potential loss. High inherent risk could reasonably be expected to result in a significant and harmful loss to the Society.

Adequacy of risk management systems key

Rating	Description
Weak	Risk management systems are inadequate or inappropriate given the size, complexity and risk profile of the Society. Institution's risk management systems are lacking in important ways and therefore a cause of more than normal supervisory attention. The internal control systems will be lacking in important aspects particularly as indicated by continued control exceptions or by the failure to adhere to written policies and procedures.
Acceptable	Management of risk is largely effective but lacking to some modest degree. While the institution might be having some minor risk management weaknesses, these have been recognised and are being addressed. Management information systems are generally adequate.
Strong	Management effectively identifies and controls all types of risk posed by the relevant functional areas or per inherent risk. The board and senior management are active participants in managing risk and ensure appropriate policies and limits are put in place. The policies comprehensively define risk tolerance, responsibilities and accountabilities are effectively communicated.

Overall composite risk key

Rating	Description
Low	Would be assigned to low inherent risk areas. Moderate risk areas may be assigned a low composite risk where internal controls and risk management systems are strong and effectively mitigate such risks.
Moderate	Risk management systems appropriately mitigate inherent risk. For a given low risk area, significant risks in the risk management systems may result in a moderate composite risk assessment. On the other hand, a strong risk management system may reduce the risk so that any potential financial loss from the activity would have only a moderate negative impact on the financial condition of the institution.
High	Risk management systems do not significantly mitigate the high inherent risk. Thus, the activity could potentially result in a financial loss that would have a significant impact on the Society's overall condition.

Direction of overall risk key

Rating	Description
Increasing	Based on the current information, risk is expected to increase in the next 12 months.
Decreasing	Based on the current information, risk is expected to decrease in the next 12 months.
Stable	Based on the current information, risk is expected to be stable in the next 12 months.

20 BOARD ATTENDANCE

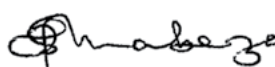
Board member	Main Board		Board Audit		Board HR		Board Finance & ALCO		Board Risk & Compliance		Board Credit		Board Loans Review	
	Q1	Q2	Q1	Q2	Q1	Q2	Q1	Q2	Q1	Q2	Q1	Q2	Q1	Q2
Farai Muchena – Independent Non – Executive Chairman	✓	✓	n/a	n/a	✓	✓	✓	✓	n/a	n/a	n/a	n/a	✓	✓
Pius Rateiwa – Managing Director	✓	✓	n/a	n/a	n/a	n/a	✓	✓	n/a	n/a	✓	✓	n/a	n/a
Edwin Chidzonga – Independent Non – Executive Director	✓	✓	n/a	n/a	n/a	n/a	✓	✓	✓	✓	n/a	n/a	✓	✓
Clemence Guta – Independent Non – Executive Director	✓	✓	✓	✓	n/a	n/a	n/a	n/a	n/a	n/a	✓	✓	n/a	n/a
Agnes Kanhukamwe – Executive Director	✓	✓	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Trynos Kufazvinei – Group Chief Executive/Non – Executive Director	✓	x	n/a	n/a	✓	✓	✓	✓	x	✓	✓	✓	✓	n/a
Chipo Mafunga – Independent Non – Executive Director	✓	✓	✓	✓	n/a	n/a	n/a	n/a	✓	✓	n/a	n/a	✓	✓
Guardiner Manikai – Independent Non – Director	✓	✓	n/a	n/a	✓	✓	✓	✓	✓	✓	n/a	n/a	✓	✓
Tariro Ndebele – Independent Non – Executive Director	✓	✓	✓	✓	n/a	n/a	n/a	n/a	✓	✓	n/a	n/a	✓	✓
Webster Rusere – Non – Executive Director	✓	✓	n/a	n/a	n/a	n/a	n/a	n/a	✓	✓	✓	✓	n/a	n/a

Key

✓ - Attended
x - Apologies
n/a - not applicable

Q1 - Quarter 1
Q2 - Quarter 2

By order of the Board



Tichaona K. Mabeza
Group Company Secretary

17 September 2024

Home Sweet Home!

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- Product available for home improvements and open market purchase
- Maximum loan amount USD50,000.00 determined by one's income where repayment not to exceed 40% of net income
- Product tenor of 3 years

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STATEMENT OF FINANCIAL POSITION As at 30 June 2024

	Note	Unreviewed 30-Jun-24 ZWG	Audited 31-Dec-23 Restated* ZWG
ASSETS			
Balances with banks and cash	1	807 429 827	1 534 108 976
Financial assets at fair value through other comprehensive income	2	131 300 265	14 359 355
Loans and advances to customers	3	384 924 745	303 721 289
Amounts due from group companies	4	1 656 442	-
Prepayments and other assets	5	15 556 676	181 590 575
Current tax asset		567 924	-
Investment property	6	371 300 000	196 002 077
Right of use asset		-	1 311 831
Property and equipment	7	185 418 421	211 111 071
Equity investment at FVOCI	8	7 163 221	7 163 221
Total assets		1 905 317 521	2 449 368 395
EQUITY AND LIABILITIES			
Liabilities			
Deposits from customers	9	1 115 802 593	1 807 864 055
Trade and other payables	10	171 304 598	168 815 114
Amounts due to group companies	4	5 003 879	-
Current tax liability		-	29 393 509
Deferred tax liability		30 688 397	9 026 171
Total liabilities		1 322 799 467	2 015 098 849
Equity			
Share capital		2 212 230	2 212 228
Share premium		165 127 423	55 306 301
Revaluation reserves		238 136 332	178 413 034
Retained earnings		164 154 564	177 652 556
Other reserves		12 887 505	20 685 427
Total equity		582 518 054	434 269 546
Total equity and liabilities		1 905 317 521	2 449 368 395

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME For the six months ended 30 June 2024

	Note	Unreviewed 30-Jun-24 ZWG	Unreviewed 30-Jun-23 Restated* ZWG
Interest income calculated using the effective interest method	12	44 729 536	111 003 705
Interest and similar expenses	13	(19 625)	(111 550)
Net interest related income		44 709 911	110 892 155
Fee and commission income	14	47 747 889	90 606 355
Revenue		92 457 800	201 498 510
Dealing and trading income		79 247 148	163 834 501
Other operating income	15	67 715 516	245 504 469
Total other income		146 962 664	409 338 970
Total net income		239 420 464	610 837 480
Expected credit losses on credit assets		25 715 457	(6 892 816)
Administrative expenses	16	(266 840 348)	(142 295 629)
(Loss)/Profit from operations		(1 704 427)	461 649 035
Monetary loss		(26 598 215)	(173 622 388)
(Loss)/Profit before income tax		(28 302 642)	288 026 647
Income tax expense		(830 230)	(75 952 376)
(Loss)/Profit for the period		(29 132 872)	212 074 271
Other comprehensive income:			
Items that will not be reclassified to profit or loss:		59 723 298	228 233 128
Gains on property revaluation		83 664 903	261 981 361
Tax relating to other comprehensive income		(23 941 605)	(34 479 966)
Reserve on equity investment at FVOCI		-	770 246
Related tax		-	(38 513)
Items that are or maybe be reclassified subsequently to profit and loss		(7 797 922)	1 548 443
Reserve on financial investment at FVOCI		(10 485 630)	2 056 912
Tax thereon		2 687 708	(508 469)
Other comprehensive income (net of income tax)		51 925 376	229 781 571
Total comprehensive income for the period		22 792 504	441 855 842

STATEMENT OF CHANGES IN EQUITY For the six months ended 30 June 2024

Audited Restated*	Share capital ZWG	Share premium ZWG	Revaluation reserves ZWG	Retained earnings ZWG	Other reserves ZWG	Total equity ZWG
Opening balance as at 1 January 2023	2 212 228	55 306 301	84 797 757	162 638 392	16 789 522	321 744 200
Profit for the period	-	-	-	1 618 587	-	1 618 587
Other comprehensive income	-	-	93 615 277	(972 737)	3 895 905	96 538 445
Transactions with shareholders, net of tax*	-	-	-	14 368 314	-	14 368 314
Dividend paid	-	-	-	-	-	-
Balance as at 31 December 2023	2 212 228	55 306 301	178 413 034	177 652 556	20 685 427	434 269 546
Unreviewed						
Opening balance as at 1 January 2024	2,212,228	55,306,301	178,413,034	177,652,556	20,685,427	434 269 546
Issue of new shares	2	109 821 122	-	-	-	109 821 124
Profit for the period	-	-	(29 132 872)	-	(29 132 872)	-
Other comprehensive income	-	-	59 723 298	-	(7 797 922)	51 925 376
Transactions with owners of equity	-	-	-	15 634 880	-	15 634 880
Dividend paid	-	-	-	-	-	-
Balance as at 30 June 2024	2 212 230	165 127 423	238 136 332	164 154 564	12 887 505	582 518 054

STATEMENT OF CASH FLOWS For the six months ended 30 June 2024

	Note	Unreviewed 30-Jun-24 ZWG	Unreviewed 30-Jun-23 Restated* ZWG
Cash flow from operating activities			
(Loss)/Profit before income tax		(28 302 642)	288 026 647
Adjustments for non cash items:			
Expected credit losses on credit assets		(25 715 457)	(6 602 890)
Fair value changes on investment property		(63 997 923)	(237 163 607)
Net unrealised exchange gains		(68 472 590)	(150 919 058)
Depreciation		453 149	1 010 583
Lease modification loss		738 418	30 699
Profit on disposal of property and equipment		(450 109)	(6 621 108)
Loss monetary adjustment		(103 740 244)	7 039 159
Net cash used before changes in operating assets and liabilities		(289 487 398)	(105 199 575)
Increase in loans and advances to customers		(24 359 123)	(141 457 845)
Decrease/(increase) in prepayments and other assets		166 033 899	(75 668 013)
Increase in amounts due from group companies		3 347 437	-
(Decrease)/increase in deposits from customers		(692 061 462)	579 411 227
Increase in deposits from other financial institutions		-	58 269 694
Increase in other liabilities		3 231 828	133 555 412
Net cash flow after working capital changes		(833 294 819)	448 910 900
Income tax paid		(10 967 055)	(11 083 569)
Net cash (used)/generated from operating activities		(844 261 874)	437 827 331
Cash flows from investing activities			
Proceeds from sale of property and equipment		450 109	9 033 245
Purchase of property and equipment		(5 242 802)	-
Proceeds from matured financial assets at fair value through OCI		14 359 355	143 291 766
Purchase of financial assets at fair value through OCI		(8 000 000)	(374 025 318)
Net cash generated/(used) from investing activities		1 566 662	(221 700 307)
Cash flows from financing activities			
Proceeds from new shares issue		109 821 124	-
Payment of principal portion of lease liabilities		(614 257)	(94 067)
Net cash generated/(used) from financing activities		109 206 867	(94 067)
Net (decrease)/increase in cash and cash equivalents		(733 488 345)	216 032 957
Cash and cash equivalents at beginning of period		1 534 108 976	1 059 982 354
Effects of exchange rates on cash balances held in foreign currencies		6 809 196	310 931 047
Cash and cash equivalents at the end of period	1	807 429 827	1 586 946 358





NOTES TO THE FINANCIAL RESULTS
For the six months ended 30 June 2024

	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*
	ZWG	ZWG
1 BALANCES WITH BANKS AND CASH		
Balances with Reserve Bank of Zimbabwe	191 218 962	215 808 198
Statutory reserve balances	138 815 515	168 725 317
Non negotiable certificate of deposits (NNCDs)	330 034 477	384 533 515
Balances with other banks and cash		
Nostro accounts	358 758 120	859 484 689
Other cash and balances with banks	118 637 230	290 090 772
	477 395 350	1 149 575 461
Cash and cash equivalents	807 429 827	1 534 108 976
2 FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH OCI		
Bonds and notes issued by the Government	141 918 244	14 752 548
Fair value adjustment	(10 617 979)	(393 193)
	131 300 265	14 359 355
2.1 Maturity analysis of financial assets at fair value through OCI		
Maturing between 0 to 90 days	-	-
Maturing between 180 to 365 days	-	-
Maturing in more than 365 days	141 918 244	14 752 548
	141 918 244	14 752 548
3 LOANS AND ADVANCES TO CUSTOMERS		
Maturing within 1 year	258 175 758	202 510 599
Maturing after 1 year but within 5 years	133 612 000	133 208 857
Maturing after 5 years	5 513 000	37 222 179
Gross carrying amount	397 300 758	372 941 635
Interest in suspense	(1 010 102)	-
Expected credit loss allowance	(11 365 911)	(69 220 346)
Net loans and advances	384 924 745	303 721 289

	Unreviewed 30-Jun-24 gross total	Audited - Restated* 31-Dec-23 gross total		
3.1 Loans concentration by sector				
Sector of the economy				
Agriculture	160 082	0%	34 920 348	9%
Communication	13 859 851	3%	15 095 325	4%
Construction	13 206 461	3%	11 432 402	3%
Distribution	1 660 939	0%	8 892 536	2%
Individuals	137 013 515	34%	166 088 777	45%
Financial	27 457 490	7%	-	0%
Manufacturing	203 942 420	51%	136 512 247	37%
Gross value of loans and advances	397 300 758	100%	372 941 635	100%

	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*
	ZWG	ZWG
3.2 Exposure to credit risk : Loans and advances		
Gross carrying amount of loans and advances to customers	397 300 758	372 941 635
Amortised cost of gross loans and advances ; past due and impaired		
Stage III classified exposures : default		
Grade 8: impaired	142 298	189 469
Grade 9: impaired	32 115	-
Grade 10: impaired	-	-
Amortised cost , past due and impaired	174 413	189 469
Life time expected credit losses	(5 442)	-
Carrying amount, past due and impaired	168 971	189 469
Past due but not impaired		
Stage II classified exposures : standard monitoring	1 538 435	167 173 406
: special monitoring	-	-
Gross amount, past due but not impaired	1 538 435	167 173 406
Life time expected credit losses	(47 987)	(69 006 541)
Carrying amount, past due and not impaired	1 490 447	98 166 865
Neither past due nor impaired		
Stage I classified exposures : investment grade	395 587 898	205 601 640
Twelve months expected credit losses	(12 322 571)	(236 685)
Carrying amount, not impaired	383 265 327	205 364 955
Total carrying amount (loans and advances)	384 924 745	303 721 289

NOTES TO THE FINANCIAL RESULTS (CONTINUED)
For the six months ended 30 June 2024

	Unreviewed			
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Total
3.3 Expected credit loss staging : 30 June 2024				
Credit grade				
Investment grade	395 587 898	1 538 435	-	397 126 332
Standard monitoring	-	-	-	-
Special monitoring	-	-	-	-
Default	-	-	174 413	174 413
Gross financial assets at amortised cost	395 587 898	1 538 435	174 413	397 300 745
Expected credit loss allowance	(12 322 571)	(47 987)	(5 442)	(12 376 000)
Net financial asset at amortised cost	383 265 327	1 490 447	168 971	384 924 745

	Audited - Restated*			
	Stage 2 12-month ECL	Stage 3 Lifetime ECL	Lifetime ECL	Total
Expected credit loss staging : 31 December 2023				
Stage 1				
Credit grade				
Investment grade	205 601 640	166 975 864	-	372 577 504
Standard monitoring	-	197 542	-	197 542
Special monitoring	-	-	-	-
Default	-	-	189 469	189 469
Gross financial assets at amortised cost	205 601 640	167 173 406	189 469	372 964 515
Expected credit loss allowance	(236 685)	(69 006 541)	-	(69 243 226)
Net financial asset at amortised cost	205 364 955	98 166 865	189 469	303 721 289

	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*
	ZWG	ZWG
4 AMOUNTS DUE FROM/(TO) GROUP COMPANIES		
FBC Holdings Limited	1 656 442	-
FBC Bank Limited	(5 003 879)	-
	(3 347 437)	-

	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*
	ZWG	ZWG
5 PREPAYMENTS AND OTHER ASSETS		
Prepaid expenses and withholding taxes	13 252	129 420 119
Visa and Zimswitch collateral balances	-	1 950 340
Accrued interest receivable	3 317 827	9 837 458
Other receivables	12 225 597	40 382 658
	15 556 676	181 590 575

	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*
	ZWG	ZWG
5.1 Maturity analysis prepayments and other assets		
Maturing within 1 year	15 556 676	181 590 575
Maturing after 1 year but within 5 years	-	-
	15 556 676	181 590 575

	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*
	ZWG	ZWG
6 INVESTMENT PROPERTY		
Balance at the beginning of the period	196 002 077	96 103 439
Transfers from owner-occupied properties & held for sale	111 300 000	22 160 308
Fair value adjustments	63 997 923	77 738 330
Balance at the end of the period	371 300 000	196 002 077

	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*
	ZWG	ZWG
7 PROPERTY AND EQUIPMENT		
Carrying amount at the beginning of the period	211 111 071	117 716 471
Additions	5 242 802	159 570
Transfers to investment property	(111 300 000)	-
Impairment/write offs	(2 879 511)	(3 757 084)
Disposals	(485)	-
Revaluation	83 664 903	97 518 508
Depreciation charge for the period	(420 359)	(526 394)
Carrying amount at the end of the period	185 418 421	211 111 071

	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*
	ZWG	ZWG
8 EQUITY INVESTMENTS AT FVOCI		
Medical Investments Limited		
Balance at beginning of year	7 163 221	3 062 268
Fair value (loss)/gain through OCI	-	4 100 953
Balance at end of the period	7 163 221	7 163 221

	Unreviewed 30-Jun-24	Audited 31-Dec-23 Restated*
	ZWG	ZWG
9 DEPOSITS FROM CUSTOMERS		
Amounts due to customers by type:		
Demand deposits	1 115 802 593	1 807 864 055
Promissory notes	-	-
	1 115 802 593	1 807 864 055

	Unreviewed 30-Jun-24	Audited - Restated* 31-Dec-23		
		%		%
9.1 Deposits concentration				
Individuals	298 149 244	27%	270 700 737	15%
Agriculture	24 360 241	2%	21 121 602	1%
Mining	306 153	0%	654 255	0%
Manufacturing	97 296 265	9%	366 942 505	20%
Distribution	138 984 715	12%	183 813 419	10%
Construction	20 527 140	2%	38 165 696	2%
Transport	18 202 104	2%	109 902 116	6%
Communication	97 106 897	9%	118 992 455	7%
Services	278 184 352	25%	514 160 485	28%
Financial institutions	142 685 483	13%	183 410 785	10%
	1 115 802 593	100%	1 807 864 055	100%

Welcome
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Crown Bank



NOTES TO THE FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

21 INTEREST RATE REPRICING AND GAP ANALYSIS	Unreviewed						
	0 - 30 days ZWG	31 - 90 days ZWG	91-180 days ZWG	181-365 days ZWG	Over 365 days ZWG	Non-interest bearing ZWG	Total ZWG
Total position as at 30 June 2024							
Cash and cash equivalents	-	-	-	-	-	807 429 827	807 429 827
Financial assets at fair value through OCI	-	-	8 000 000	-	332	123 299 933	131 300 265
Gross loans and advances to customers	2 630 488	138 094 257	105 075 000	41 737 500	97 387 500	-	384 924 745
Prepayments and other assets	-	-	-	-	-	15 556 676	15 556 676
Current tax asset	-	-	-	-	-	567 924	567 924
Amounts due from group companies	-	-	-	-	-	1 656 442	1 656 442
Investment property	-	-	-	-	-	371 300 000	371 300 000
Right of use assets	-	-	-	-	-	-	-
Equity investment at FVOCI	-	-	-	-	-	7 163 221	7 163 221
Property and equipment	-	-	-	-	-	185 418 421	185 418 421
Total assets	2 630 488	138 094 257	113 075 000	41 737 500	97 387 832	1 512 392 444	1 905 317 521
Deposits from customers	1 115 802 593	-	-	-	-	-	1 115 802 593
Other liabilities	-	-	-	-	-	171 304 598	171 304 598
Amounts due to group	-	-	-	-	-	5 003 879	5 003 879
Deferred income tax liabilities	-	-	-	-	-	30 688 397	30 688 397
Capital and reserves	-	-	-	-	-	582 518 054	582 518 054
Total liabilities	1 115 802 593	-	-	-	-	789 514 928	1 905 317 521
Interest rate repricing gap	(1 113 172 105)	138 094 257	113 075 000	41 737 500	97 387 832	722 877 516	-
Cumulative interest rate repricing gap	(1 113 172 105)	(975 077 848)	(862 002 848)	(820 265 348)	(722 877 516)	-	-
Total position as at 31 December 2023							
	Audited - Restated*						Total ZWG
	0 - 30 days ZWG	31 - 90 days ZWG	91-180 days ZWG	181-365 days ZWG	Over 365 days ZWG	Non-interest bearing ZWG	Total ZWG
Cash and cash equivalents	-	-	-	-	-	1 534 108 976	1 534 108 976
Financial assets at fair value through OCI	14 355 993	-	-	-	3 382	-	14 359 355
Gross loans and advances to customers	38 298 141	115 150 240	8 606 267	2 868 638	138 798 003	-	303 721 289
Prepayments and other assets	-	-	-	-	-	181 590 575	181 590 575
Investment property	-	-	-	-	-	196 002 077	196 002 077
Right of use assets	109 319	218 639	327 958	655 916	-	-	1 311 831
Equity investment at FVOCI	-	-	-	-	-	7 163 221	7 163 221
Property and equipment	-	-	-	-	-	211 111 071	211 111 071
Total assets	52 763 453	115 368 879	8 934 225	3 524 554	138 801 365	2 129 975 920	2 449 368 395
Deposits from customers	1 807 864 055	-	-	-	-	-	1 807 864 055
Other liabilities	-	-	-	-	-	168 815 114	168 815 114
Current tax liability	-	-	-	-	-	29 393 509	29 393 509
Deferred income tax liabilities	-	-	-	-	-	9 026 171	9 026 171
Capital and reserves	-	-	-	-	-	434 269 546	434 269 546
Total liabilities	1 807 864 055	-	-	-	-	641 504 340	2 449 368 395
Interest rate repricing gap	(1 755 100 602)	115 368 879	8 934 225	3 524 554	138 801 365	1 488 471 580	-
Cumulative interest rate repricing gap	(1 755 100 602)	(1 639 731 723)	(1 630 797 499)	(1 627 272 945)	(1 488 471 580)	-	-

22 CROWN BANK FOREIGN EXCHANGE GAP AS AT 30 June 2024

22 CROWN BANK FOREIGN EXCHANGE GAP AS AT 30 June 2024	Unreviewed						
	USD ZWG	ZAR ZWG	EUR ZWG	GBP ZWG	Other ZWG	Total ZWG	
Foreign exchange gap analysis as at 30 June 2024							
Base currency ZWG equivalent							
Assets							
Cash and cash equivalents	613 272 184	278 346	2 509 298	14 489 813	176 880 186	807 429 827	
Financial assets FVOCI	109 821 124	-	-	-	21 479 141	131 300 265	
Gross loans and advances	217 535 148	-	-	-	179 765 610	397 300 758	
Other assets	7 199 412	-	-	-	10 013 706	17 213 118	
Total assets	947 827 868	278 346	2 509 298	14 489 813	388 138 643	1 353 243 968	
Liabilities							
Deposits from customers	754 917 877	57 653	13 630 180	10 558 289	336 638 594	1 115 802 593	
Other liabilities	61 890 206	-	-	375 234	114 043 037	176 308 477	
Total liabilities	816 808 084	57 653	13 630 180	10 933 523	450 681 631	1 292 111 070	
Net currency position	131 019 784	220 694	(1 120 882)	3 556 290	(6 254 988)	61 132 898	
Foreign exchange gap analysis as at 31 December 2023							
	Audited - Restated*						Total ZWG
	USD ZWG	ZAR ZWG	EUR ZWG	GBP ZWG	Other ZWG	Total ZWG	
Assets							
Cash and cash equivalents	142 759 956	3 952 973	3 037 631	1 435 361	69 396 696	220 582 616	
Financial assets FVOCI	1 953 998	-	-	-	301 767 221	303 721 219	
Gross loans and advances	7 506 514	-	-	-	5 291 550	12 798 065	
Other assets	5 306 944	10 907	16 983	-	210 473 314	215 808 148	
Total assets	157 527 413	3 963 880	3 054 614	1 435 361	586 928 780	752 910 047	
Liabilities							
Deposits from customers	148 672 223	247 822	1 966 942	481 445	1 656 495 206	1 807 863 638	
Deposits from banks	-	-	-	-	-	-	
Other liabilities	20 622 977	2 781 869	502 225	401 037	62 852 923	87 161 032	
Total liabilities	169 295 200	3 029 692	2 469 167	882 482	1 719 348 129	1 895 024 670	
Net currency position	(11 767 787)	934 188	585 447	552 879	(113 2419 349)	(114 2114 622)	

23 RESERVE BANK OF ZIMBABWE ("RBZ") ONSITE EXAMINATION

The Bank has its corporate governance and risk management processes independently audited by the Reserve Bank of Zimbabwe.

The most recent inspection was carried out as at 31 March 2019 and the results indicate that the Bank's risk management and corporate governance practices are sound as illustrated below:

Summary risk assessment system ("RAS") ratings

RAS component	Latest RAS rating
Overall inherent risk	Low
Overall risk management systems	Acceptable
Overall composite risk	Low

FBC Crown Bank Limited's CAMELS* ratings by The Reserve Bank Of Zimbabwe

Camels component	Latest RAS rating
Capital adequacy	1
Asset quality	1
Management	2
Earnings	2
Liquidity	1
Sensitivity to market risk	1
Composite rating	2

*CAMELS- is an acronym for capital adequacy, asset quality, management, earnings, liquidity, and sensitivity to market risk. CAMELS rating system uses a rating scale of 1-5, where '1' is strong, '2' is satisfactory, '3' is fair, '4' is weak, and '5' is critical.

*RBS- stands for risk-based supervision.

24 GOING CONCERN

In accordance with the requirements of International Financial Reporting Standards, the directors carried out a going concern assessment for the entity. Key considerations were made on compliance with regulatory requirements with main focus on compliance with regulatory minimum capital requirements, the operating environment and the inherent risks thereof and the budgets and future plans of the Bank. The new shareholder FBC Holdings, has implemented recapitalization measures for Crown Bank which has resulted in the bank complying with minimal capital requirements. Additional capital injection is targeted by 30 September 2024 to bolster working capital and liquidity for the bank. From the review, the directors have a reasonable expectation that the Bank, taking into account the operating environment, has adequate resources to continue in operational existence for the foreseeable future. The Bank therefore continues to adopt the going concern basis in preparing its financial statements.

25 INTERNATIONAL CREDIT RATING

The Bank traditionally has its credit ratings reviewed annually by an international credit rating agency, Global Credit Rating Company. The Bank was awarded an International A- Credit Rating in 2024.

NOTES TO THE FINANCIAL RESULTS (CONTINUED)

For the six months ended 30 June 2024

26 BOARD ATTENDANCE	NAME	Executive ("E") / Non Executive Director ("NE") / Independent Non Executive	QUARTER 1	QUARTER 2
	H.S. Mashanyare	INED	✓	✓
	M. Mubayiwa	E	✓	✓
	G. Mangori	E	✓	✓
	A. Kanhukamwe	E	N/A	✓
	E. Mkondo	INED	✓	✓
	M.F. Masiye-Moyo	INED	✓	✓
	T. Kufazvinei	N/E	N/A	✓
	W. Rusere	N/E	N/A	✓
	M. Clarke	N/E	✓	R
	A. Mahesh	N/E	✓	R
	Dr. S. Mushiri	INED	R	R

KEY

✓ - Present
X - Leave of Absence recorded
N/A - Not yet a board member
R - Retired/ resigned

INED - Independent Non-executive Director
N/E - Non-executive Director
E - Executive Director

The Board has five sub-committees that deal with Audit, Risk, Loans Review, Credit and Remuneration and Nominations issues.

Audit Committee

The Audit Committee, inter alia, reviews the Bank's financial statements and liaises with the external and internal auditors on accounting policies, procedures and other internal controls in operation.

NAME		QUARTER 1	QUARTER 2
E. Mkondo*	INED	✓	✓
M. F. Masiye-Moyo	INED	✓	✓
H. S. Mashanyare **	INED	R	R

* Chairperson

** Resigned from the Committee with effect from 29 February 2024

The Committee remains with two Members, pending the filling of the vacancy in line the Regulator's dispensation.

Risk Committee

The Risk Committee's mandate is to ensure the quality, integrity and reliability of the Bank's risk management systems and processes. The Committee has the responsibility, inter alia, of reviewing and assessing the Bank's risk control systems, and to ensure that risk policies and strategies are effectively managed. The Committee also makes an independent review of management actions and decisions pertaining to enterprise risk.

NAME		QUARTER 1	QUARTER 2
M. F. Masiye-Moyo*	INED	✓	✓
T. Kufazvinei **	N/E	N/A	✓
W. Rusere**	N/E	N/A	✓
M. Clarke***	N/E	✓	R
A. Mahesh****	N/E	✓	R

* Chairperson

** Appointed to the Committee with effect from 01 July 2024

*** Resigned from the Committee with effect from 30 April 2024

**** Resigned from the Committee with effect from 20 May 2024

Loans Review Committee

The Committee reviews the quality of the Bank's loan portfolio in order to ensure its conformity to sound lending policies approved and adopted by the Board. The Committee ensures that the Board is adequately informed regarding portfolio risk.

NAME		QUARTER 1	QUARTER 2
E. Mkondo*	INED	✓	✓
G. Mangori **	E	✓	✓
M. F. Masiye-Moyo	N/E	✓	✓
T. Kufazvinei ***	N/E	N/A	✓
A. Kanhukamwe ****	E	N/A	✓

* Chairperson

** Resigned from the Committee with effect from 03 July 2024

*** Appointed to the Committee with effect from 01 July, 2024

**** Appointed to the Committee with effect from 04 July 2024

Credit Committee

The Committee oversees the overall lending policy of the Bank. It ensures that there are effective processes and procedures to identify and manage irregular problem exposures and minimise credit losses while maximising recoveries.

NAME		QUARTER 1	QUARTER 2
M.F. Masiye-Moyo *	INED	N/A	N/A
H. S. Mashanyare**	INED	✓	✓
M. Mubayiwa	E	✓	✓
S. M. Mushiri ***	INED	R	R
W. Rusere ****	N/E	N/A	✓

* Appointed as Chairperson of the Committee with effect from 01 July 2024

** Resigned as Chairperson of the Committee with effect from 29 February 2024

*** Dr. S. Mushiri resigned from the Committee with effect from 28 February 2024

**** Appointed to the Committee with effect from 01 July 2024

Remuneration and Nominations Committee

The Bank's Remuneration and Nominations Committee oversees the accountability for the implementation and operation of the Company's remuneration policies and procedures.

NAME		QUARTER 1	QUARTER 2
H. S. Mashanyare *	INED	✓	✓
S. M. Mushiri**	INED	R	R
E. Mkondo	INED	✓	✓
M. Clarke ***	N/E	✓	R
T. Kufazvinei ****	N/E	N/A	✓

* Appointed as Chairperson of the Committee with effect from 29 February 2024

** Resigned from the Committee with effect from 28 February 2024

*** Resigned from the Committee with effect from 30 April 2024

**** Appointed to the Committee with effect from 01 July 2024

By Order of the Board

Tichaona Kudakwashe Mabeza
Company Secretary

17 September 2024