FIRST ALLIANCE BANK (Z) LTD

Registered Commercial Bank

QUARTERLY FINANCIAL STATEMENTS

(Published in accordance with the Banking and Financial Services Act No.7 of 2017)

STATEMENT OF FINANCIAL POSITION AS AT 30TH JUN 2022	K'000
ASSETS	
Notes and coins	**36,855**
Balances held with Bank of Zambia	**180,387**
Balances with banks and other financial institutions in Zambia	**3,046**
Balances with banks and other financial institutions abroad	**13,805**
Investments in securities	**690,787**
Loans and advances (Net of capitalised interest on non-performing loans and allowances for loan losses)	**426,597**
Bills of exchange	**-**
Interbranch	**-**
Fixed assets	**74,322**
Other assets	**112,798**
Total Assets	**1,538,597**
LIABILITIES	
Deposits	**978,488**
Balances due to Bank of Zambia	**52,701**
Balances due to banks and other financial institutions in Zambia	**131,119**
Balances to banks and other financial institutions abroad	**-**
Bills of exchange	**-**
Interbranch	**-**
Other liabilities	**103,073**
Other borrowed funds	**-**
Shareholders' equity	**273,216**
Total Liabilities and Shareholders' Equity	**1,538,597**
Off Balance Sheet items :	
Contingency liabilities	**10,152**
Commitments	**-**
Allowances for losses on acceptances and off balance sheet items included in other liabilities	**-**
	10,152

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	2ND QUARTER ENDED 30TH JUN 2022		YEAR TO DATE	
	K'000	K'000	K'000	K'000
Interest Income from:				
Loans and Overdrafts	24,335		**47,884**	
Banks and Financial institutions	329		**564**	
Securities	28,686		**59,996**	
Other	256		**1,351**	
Total Interest Income		**53,606**		**109,795**
Interest Expense				
Deposits	14,377		**30,076**	
Paid to banks and financial institutions	390		**489**	
Subordinated debt	-		**-**	
Other	1,038		**2,064**	
Total Interest Expense		**15,805**		**32,629**
Net Interest Income		**37,801**		**77,166**
Provision for loan losses		0		**(10,980)**
Net Interest Income after provision for Losses		**37,801**		**88,146**
Non-Interest Income				
Commissions fees and service charges	5,168		**8,321**	
Foreign Exchange:				
Fees from foreign exchange transactions	896		**1,663**	
Realised trading gains / (losses)	1,390		**2,929**	
Unrealised trading gains / (losses) from foreign exchange holdings	(217)		**251**	
Dividends Income	-		**-**	
Other	-		**(19,791)**	
Total Non-Interest Income		**7,237**		**(6,627)**
Net Interest and other Income		**45,038**		**81,519**
Non-Interest Expense				
Depreciation	1,287		**2,710**	
Other	30,951		**55,821**	
Total Non-Interest Expense		**32,238**		**58,531**
Income (Losses) before taxes and extraordinary items		**12,800**		**22,988**
Taxation		3,235		**3,656**
Income (Losses) after taxes but before extraordinary items		**9,565**		**19,332**
Extraordinary items		-		**-**
NET INCOME / (LOSS)		**9,565**		**19,332**

STATEMENT OF CAPITAL POSITION		2ND QUARTER ENDED 30TH JUN 2022
		K'000
I	**PRIMARY (TIER 1) CAPITAL**	
	(a) Paid-up common shares	84,000
	(b) Eligible preferred shares	-
	(c) Contributed surplus	-
	(d) Retained earnings	79,502
	(e) General Reserves	25,155
	(f) Statutory reserves	84,000
	(g) Minority interests (common shareholders' equity)	-
	(h) Sub-Total	**272,657**
	LESS:	
	(i) Goodwill and other intangible assets	-
	(j) Investments in unconsolidated subsidiaries & associates	-
	(k) Lending of a capital nature to subsidiaries & associates	-
	(l) Holding of other banks or financial institutions' capital instruments	-
	(m) Assets pledged to secure liabilities	-
	Sub-total (A) (items i to m)	**-**
	OTHER ADJUSTMENTS:	
	Provisions	2,631
	Assets of little or no realisable value	-
	Other adjustments (Specify)	-
	Sub total	**2,631**
	(n) Sub-total (B) - (Sub-total A above + Other Adjustmen	**2,631**
	(o) Total Primary Capital (h - n).	**270,026**
II	**SECONDARY (TIER 2) CAPITAL**	
	(a) Eligible preferred shares (Regulations 13 and 17)	-
	(b) Eligible subordinated term debt (Regulation 17 (b))	-
	(c) Eligible loan stock/capital (Regulation 17 (b))	-
	(d) Revaluation reserves (Regulation 17(a)) Maximum is 40% of revaluation	224
	(e) Other (Regulation 17(c)) Specify	-
	(f) Total secondary capital	**224**
III	**ELIGIBLE SECONDARY CAPITAL** (the maximum amount of secondary capital is limited to 100% of primary capital)	**224**
IV	**ELIGIBLE TOTAL CAPITAL (I(o) + III)** (Regulatory capital)	**270,250**
V	**MINIMUM TOTAL CAPITAL REQUIREMENT** (10% of total on and off balance sheet risk-weighted assets as established in the First Schedule or K104million whichever is higher)	**104,000**
VI	**EXCESS (DEFICIENCY) (IV minus V)**	**166,250**
	RISK - WEIGHTED ASSETS	**685,146**

STATEMENT OF LIQUIDITY POSITION		2ND QUARTER ENDED 30TH JUN 2022
		K'000
I	**DEPOSIT LIABILITIES AND BILLS PAYABLE**	
1	Demand deposits	552,081
2	Savings deposits	1,723
3	Time deposits	424,684
4	Bills Payable	253
	Total Deposit Liabilities and Bills Payable	**978,741**
II	**TOTAL DEPOSIT LIABILITIES AND BILLS PAYABLE AT THE END OF PREVIOUS QUARTER**	**969,260**
III	**LIQUID ASSETS**	
	(1) Gold coin and bullion	
	(2) Notes & Coins	36,855
	(3) Balance at Bank of Zambia	
	(a) Current Account	2,345
	(b) Statutory Deposit account	178,042
	(c) OMO Deposits	-
	(d) Other balances	
	(4) Treasury bills issued by the Government of the Republic of Zambia. (Including those held as collateral for the Clearing House)	507,592
	(5) Money at call with any other bank	16,851
	(6) Bills of exchange and promissory notes eligible for discount at Bank of Zambia	
	(7) Local registered securities which are issued or guaranteed by the Government of the Republic of Zambia and which have a final maturity date of not more than six years (at book value) and such other securities as the Minister may have approved	156,589
	(8) Items in transit between banks, between branches of banks and between branches head office of banks	-
	Total Liquid Assets	**898,274**
IV	**RATIOS**	
1	Liquid assets (items 2,3(a),3(c) and 4) as a percentage of total deposit liabilities and bills payable	**55.87%**
2	Total Liquid assets as a percentage of total deposit liabilities and bills payable	**91.78%**
3	Total Liquid assets as a percentage of total deposit liabilities and bills payable at the end of the previous quarter	**80.75%**

Kuldip Paliwal
MANAGING DIRECTOR

Peter Mulenga
CHIEF FINANCIAL OFFICER

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