



## CONSOLIDATED INTERIM FINANCIAL HIGHLIGHTS



pps - percentage points

### **CHAIRMAN'S STATEMENT**

### Operating Environment:

The first half of 2024 was marked by significant economic challenges, including high inflation, weakening local currency and severe drought conditions. During the first quarter of 2024 the local currency (ZWL) depreciated against the US Dollar by about 71.9% between the 1st of January 2024 and the 30th of March 2024, on the official market. However, following the introduction of a new currency on 5 April 2024, relative stability was restored and the local currency's rate of depreciation against the USD decelerated significantly to only 0.01% between the period 5 April 2024 to June 30, 2024.

Erratic energy supply, drought brought on by El Niño, strict monetary and fiscal policies intended to stabilize the newly launched Zimbabwe Gold (ZWG) currency, as well as external economic forces, all decreased economic performance. The business environment was difficult in light of these factors. However, the release of the 2024 Monetary Policy measures have shown commendable stability in the markets and Group continued to take opportunities presented in the market.

## **Group Performance:**

Our financial results for the half year ended 30 June 2024 reflect the Group's resilience amidst a challenging economic landscape. Despite a 60% decline in profit after tax, the Group maintained profitable, posting a profit after tax (PAT) of ZWG1.06bn in June 2024 from ZWG2.68bn in June 2023. The Group's profit performance is discussed in greater detail by the Group Chief Executive in his report.

All Group companies, except ZB Building Society, met the required minimum capital requirements; plans are underway to address the shortfall.

**Dividends:** No dividend was declared for the period under review.

## Compliance & Regulatory Issues:

The Group is addressing a corrective order by Reserve of Bank Zimbabwe (RBZ) to rectify the capital short fall at ZB Building Society by implementing the resolution made by ZBBS shareholders to surrender the banking

## Sustainability and Environmental, Social, and Governance (ESG) Reporting

The Group's strategy and operations remain firmly etched in, and guided by sustainability principles. The Group continues to pursue certification under the Sustainability Standards Certification Initiative (SSCI), as one of 14 financial institutions in Zimbabwe seeking this sustainability certification, as guided by the Reserve Bank of Zimbabwe (RBZ). Certification, which will be awarded by the European Organisation for Sustainable Development (EOSD), is now targeted for the current year, FY2024. This is discussed in greater detail in the

Tied to the Group's sustainability drive, the Group has now adopted Environmental, Social and Governance (ESG) Reporting, with a detailed and comprehensive inaugural ESG Report forming part of the published FY2023 Annual Report.

## Directorate:

Mr. L Zembe resigned From the Board on 12 April 2024. On behalf of the Board and management, I would like to extend my gratitude for his contributions and leadership during his term of office. I wish him success in his

The regulators approved my appointment as substantive Chairman of the ZBFH board effective 4 July 2024.

Growth for the domestic economy has been revised downwards to 2.0% in 2024 [Government of Zimbabwe forecast], on the back of worse than anticipated impact of the El-Nino phenomenon, as well as depressed international commodity prices. On the positive, the 2024/2025 agriculture season is anticipated to be characterised by normal to above-normal rainfall patterns, and 2024 growth is projected to be 5.0%

The Group will focus on achieving its year end targets, enhancing lending capacity, and preserving the value through balance sheet hardening.

I remain grateful to our valued customers and other key stakeholders, without whom the Group would not have been able to maintain its profitability in this mostly challenging operating environment. Furthermore, I extend my gratitude to Board colleagues, Management and Staff, whose collective contributions enabled the Group to continue sustaining its operations up to and including the half year period to 30 June 2024.

A Makamure Chairperson

28 August, 2024

## **GROUP CHIEF EXECUTIVE'S REPORT**

The Group's results are denominated in Zimbabwean Gold (ZWG) following the change in functional and reporting currency on 5 April 2024 as a consequence of Statutory Instrument (SI) 60 of 2024 which changed the local currency from Zimbabwean Dollar (ZW\$) to Zimbabwean Gold (ZWG). Comparative numbers and 2024 numbers which were previously denominated in ZW\$ have been converted to ZWG at the prescribed exchange

The group ceased to publish inflation adjusted numbers on 30 March 2024 given that the ZWG has not yet exhibited all the characteristics that would indicate that it is a currency of a hyperinflationary economy.

#### **Performance Outturn:**

For the half year 30 June 2024, the Group recorded a 41% decrease in total income from ZWG2.175bn for the prior period in 2023, to ZWG1.275bn in 2024. Income performance continued to be mainly underpinned by fair value adjustments. Fair value adjustments decreased by 95%, from ZWG1.855bn in 2023 to ZWG95.6m in 2024. Performance was also supported by a 27% decrease in Other Operating Income, from ZWG1.255bn in 2023 to ZWG913.94m as well as 28% increase in Commissions and Fees from ZWG275.324m in 2023 to ZWG353.007m.

Net interest income rose by 20%, from ZWG174.948m in 2023 to ZWG209.977m in 2024. Net expected credit loses deceased 75%, from ZW36.235m in 2023 to ZWG 9.206m in 2024 due to recoveries made during the period under review. Resultantly, net income from lending activities rose by 45%, from ZWG138.695m in 2023 to ZWG200.771m in 2024.

Insurance service result slightly improved by 3%, from a deficit of ZWG236.737m in 2023, to a deficit of ZWG228.568m in 2024, largely as a result of an increase in claims.

Meanwhile, operating costs grew by 7% from ZWG618,704m in 2023 to ZWG663.944m in 2024, largely reflecting the macro level general price level increases.

Profit from ordinary activities declined by 61%, from ZWG1.556bn in 2023 to ZWG 611.639m in 2024.

Performance was also impacted by a 96% drop in share of associate companies' profit net of tax, from ZWG79.966m 2023 to ZWG3.417bn in 2023.

Profit After Tax (PAT) decreased by 60%, from ZWG2.68bn achieved in 2023 to ZWG1.060m in 2024.

Meanwhile, the Group's total assets increased by 4% in real terms, from ZWG8.772bn as at 31 December 2023 to ZWG9.143bn as at 30 June 2024.

Deposits and other related funding account balances decreased by 9%, from ZWG2.928bn as at 31 December 2023 to ZWG2.652bn as at 30 June 2024.

Earning assets decreased by 7% from ZWG6.014bn as at 31 December 2023 to ZWG5.588bn as at 30 June 2024 whilst constituting 61% of total assets (69% at 31 Dec ember 2023).

The Group maintained a comfortable liquidity margin of safety, with the ratio of liquid assets to customer deposits being above 60% throughout the year against a prescribed ratio of 30%

The Group's total equity increased by 29%, from ZWG3.936bn as at 31 December 2023 to ZWG5.067bn as at 30 June 2024, underpinned by the positive performance outturn for the period, reflected by a 60% rise in retained earnings.

#### **Operations Review:**

#### **Banking Operations:**

ZB Bank Limited remained profitable, posting a profit after tax of ZWG888.633bn in June 2024, as compared to ZWG1.489bn in June 2023. Its total assets stood at ZWG6.059bn as at 30 June 2024, from ZWG5.669m as at 31 December 2023

ZB Building Society posted a profit after tax of ZWG4.743m in 2024, as compared to a profit of ZWG260.420m in 2023. The Society's total assets stood at ZWG389.577m as at 30 June 2024, from ZWG408.026m as at 31 December 2023.

During the half year to June 2024, the Banking Cluster continued to work on the project to upgrade its core banking system, which is expected to continue in the rest of FY2024.

## **Insurance Operations:**

ZB Reinsurance posted a net loss after tax of ZWG52.861m in 2024 compared to ZWG146.206 made in 2023. Its total assets increased in real terms from ZWG328.914m as at 31 December 2023 to close the half year 2024 at ZWG237.056.

ZB Life Assurance posted a profit of ZWG333.579m in 2024, compared to ZWG632.489bn in 2023. Its total assets increased in real terms from ZWG752.995m as at 31 December 2023 to ZWG984.225m as at 30 June

The life assurance unit is working on a new retail insurance system to replace the old Premia system. This project is expected to be finalised in FY2024.

## Investments:

Our acquisition of Mashonaland Holdings (Mash) has been integrated, and property portfolio is now managed under one entity, Mash.

Mash posted a profit after tax of ZWG1.422bn which represents a more than 1000% improvement from ZWG157.825m in 2023. The performance was due to the improved operating profit position and a capital gain on investment property of ZWG1,4bn (2023: ZWG225.437m).

## **Internal Processes:**

The Group's organisational transformation program (OTP), through which the medium term strategy to FY2025 is being implemented, is now towards its tail end, with most projects under the Program having been successfully completed. The new customer-centric business model and organisational design has now settled. Meanwhile, Digital Transformation and Culture Transformation continue to be implemented in FY2024 and

The project to re-purpose and refurbish bank branches into full-fledged Group-wide customer service centres continued. The concept evolves around converting the previous bank branches into #OneZB customer service centres serving the whole bouquet of banking, insurance and investments services. As at half year 2024, less than 10 out of the 45 "branches" remain to be converted into customer service centres.

FY2024 is the penultimate year in the Group's medium term plan [2021-2025], which embedded long term sustainability of operations as a key theme underpinning its strategy. This strategy is based on the Triple Bottom Line: People, Planet and Profit. The Group Group's FY2024 strategy is thus summarised in one statement: sustainable growth through creating happy people.

Construction works on the Pomona Commercial Centre Development commenced in the 3rd quarter of 2023 and the project has achieved a 65% completion stage and is on course for delivery in the fourth quarter of the

The Group's 3 High Impact Goals, remain "Promote financial inclusion", "Foster investments in Sustainable Infrastructure" and "Stimulate the Real Economy" towards supporting Government priorities, particularly the National Development Strategy 1 (NDS1), as well as Sustainable Development Goals (SDGs) being prioritised by Government in the country's Vision 2030 towards attaining upper middle-income status.

Innovation remains of paramount importance as a pillar of the strategy: the Innovation Hub which was launched in Q1 2024, is now functional. Through it, the Group seeks to promote idea generation and incubation of business ventures with a view to supporting them for growth. This initiative is aligned with Government of Zimbabwe policy on innovation, empowering the youths and helping to fight the scourge of drug and substance abuse within the country's youth population.

## People & Culture:

Following adoption of a new Structure supportive of the new business model and organisational design, the Group undertook a job evaluation exercise, closely linked to deployment of staff to fill all positions across the Group. As at 31 December 2023, this project had been completed. As the new Group Structure settled, the Group adopted a Voluntary Disengagement Scheme (VDS) which was taken up by 62 staff members, mostly those who were nearing retirement. However, some staff members could not be accommodated within the new organisational design, thus necessitating a Compulsory Disengagement Scheme (CDS) which saw 36 staff members being disengaged.

The Group staff complement as at 30 June 2024 stood at 995.

Industrial relations remained cordial during the year under review.

I take this opportunity to express my gratitude to our valued customers and stakeholders for their continued support and unwavering commitment to the ZBFH Group. My appreciation also goes to ZBFH Staff and Management team for their collective inputs, which resulted in this performance to 30 June 2024.

In conclusion, I remain always indebted to the Board for its invaluable counsel and guidance.

S. T. Fungura Group Chief Executive

28 August, 2024







STATEMENT OF FINANCIAL POSITION As at 30 June 2024

		Unre	viewed
	Notes	30 Jun 2024 ZWG	Restated 31 Dec 2023 ZWG
ASSETS			
Cash and cash equivalents		1 400 864 316	1 219 782 219
Treasury bills	3	479 148 148	388 546 097
Mortgages and other advances	4	2 098 606 445	2 476 161 585
Financial assets held at fair value through profit	or loss	321 643 743	364 027 226
Financial assets held at amortised cost		36 399 587	41 314 471
Inventories		32 011 564	9 303 642
Trade and other receivables		1 050 866 095	401 316 093
Investments in associates		131 625 238	120 079 417
Reinsurance Contract Assets	12	49 661 106	130 993 355
Insurance Contract Assets	12	88 250 790	132 755 897
Right of use assets	6	202 118 066	43 290 581
Property and equipment	7	828 363 804	993 380 309
Assets held for sale	·	-	55 860 798
Investment properties	5	2 383 193 497	2 360 203 374
Intangible assets	8	40 061 310	28 059 663
Deferred Tax assets	9	780 914	7 026 081
Total assets		9 143 594 623	8 772 100 808
LIABILITIES			
Deposits and other accounts	9	2 652 829 015	2 928 302 831
Trade and other payables		702 233 304	893 644 327
Financial liabilities at FVPL		88 234 995	113 539 196
Current tax liabilities		35 058 777	22 316 647
Offshore borrowings	11	174 403 091	261 167 369
Re-Insurance Contract Liabilities	12	3 595 474	16 012 791
Insurance Contract Liabilities	12	200 052 355	303 046 897
Lease liabilities	10	34 617 357	32 341 358
Deferred tax liabilities		184 840 356	265 197 692
Total liabilities		4 075 877 051	4 835 617 958
EQUITY			
Share capital		5 047 445	5 047 445
Share premium		78 432 875	78 432 875
Other components of equity		960 190 040	877 671 237
Retained income		2 584 830 618	1 615 298 381
Functional currency translation Reserve		_	
Attributable to equity holders of parent		3 628 500 978	2 576 449 938
Non-controlling interests		1 439 216 594	1 360 032 912
Total equity		5 067 717 572	3 936 482 850
Total equity and liabilities		9 143 594 623	8 772 100 808
		J 1-13 33-7 023	0 7 7 2 100 000

		Office	viewed
		30 Jun 2024	Restate 30 Jun 202
Note	es	ZWG	ZW
Interest income calculated using the effective			
	3	254 394 498	251 610 99
Other interest and related income 1	3	4 610 264	5 263 11
nterest expense calculated using the effective			
interest rate method 1	4	(48 705 599)	(81 412 44
Other interest and related expenses 1	4	(321 364)	(512 68
Net interest income		209 977 799	174 948 98
Loan impairment charges, net recoveries 1	5	(9 206 379)	(36 253 24
Net income from lending activities		200 771 420	138 695 73
nsurance Revenue 16.	1	189 498 508	246 167 07
nsurance Service Expense 16.		(431 304 078)	(441 438 40
Allocation of Reinsurance Premiums	-	(39 725 482)	(44 057 22
Amounts Recoverable from reassurers for incurred claims		52 962 468	2 591 45
nsurance Service Result		(228 568 584)	(236 737 10
nsurance finance income / (expenses) from		(220 300 304)	(230 737 10
insurance contracts		52 200 050	(727 650 59
Reinsurance contracts		(36 187)	593 57
Net Financial Result  16.	Δ	52 163 863	(727 057 0
air value of financial liabilities at fair value	4		,
through profit or loss		(111 328 301)	(385 067 5
Commissions and fees	-	353 007 008	275 324 2
<b>Fg</b>	7	913 940 964	1 255 290 6
Fair value adjustments		95 597 083	1 855 221 10
Total income		1 275 583 453	2 175 670 04
Operating expenses 1	8	(663 944 324)	(618 704 62
Profit from ordinary activities		611 639 129	1 556 965 4
Share of associate companies' profit net of tax		3 417 795	79 966 6
Effects of inflation adjustments		573 195 664	1 168 081 9°
Profit before taxation		1 188 252 588	2 805 013 90
Income tax expense 1	9	(127 988 156)	(125 242 84
Profit for the period		1 060 264 432	2 679 771 1
Profit attributable to:			
Owners of parent		979 288 957	1 765 784 70
Non-controlling interests		80 975 475	959 673 3
,			
Profit for the period		1 060 264 432	2 725 458 13
Other comprehensive income:			
tems that will not be reclassified to profit or loss			
Gains on property and equipment revaluation		23 359 634	427 117 8
Related tax		(375 457)	
Equity -accounted investees -share of OCI, net of tax		8 128 074	(3 277 5
tems that may be subsquently not be reclassified			
to profit or loss			
Fair value gains / (losses) on financial assets at FVTOCI		(39 110 977)	(59 767 83
Foreign currency translation differences		79 799 847	
Equity -accounted investees -share of OCI, net of tax		-	
Related tax		9 975 033	12 314 30
Actuarial (losses)/ gains on defined benefit pension plans			
Other comprehensive income for the period net of tax		81 776 154	376 386 82
Total comprehensive income for the period		1 142 040 586	3 101 844 9
Total comprehensive income attributable to:			
Owners of parent from		1 040 820 967	2 139 383 34
Non-controlling interests		101 219 619	962 461 6
<u>-</u>			
Total comprehensive income for the period		1 142 040 586	3 101 844 9

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half year ended 30 June 2024

					Ur	reviewed				
	Share capital ZWG	Share premium ZWG	Foreign currency translation reserve ZWG	General reserve ZWG	Property and equipment revaluation reserve ZWG	Financial assets at FVTOCI ZWG	Retained income ZWG	Attributable to equity holders of parent ZWG	Non controlling interests ZWG	Total ZWG
Restated June 2023										
Balance at 31 December 2022 Initial application of IFRS17	5 047 445	78 025 494 -	:	911 952	540 558 067 (59 114 801)	(21 163 867)	573 103 901 (33 284 613)	1 176 482 992 (92 399 413)	687 517 313 12 291 858	1 864 000 305 (80 107 555)
Prior year adjustment	-			-		14 388 717		14 388 717		14 388 717
Restated balance as at 30 June 2023	5 047 445	78 025 496		911 951	481 443 266	(6 775 150)	539 819 288	1 098 472 297	699 809 171	1 798 281 468
Changes in equity for 2023 Profit or loss										
Profit for the period	-	-		-		-	1 765 784 769	1 765 784 769	959 673 368	2 725 458 137
Profit for the period as previously reported	-	-		-			1 892 810 140	1 892 810 140	835 839 988	2 728 650 128
Initial application of IFRS17	-	-	-	-			(127 025 371)	(127 025 371)	123 833 380	(3 191 991)
Other comprehensive income,										
net of tax										
Revaluation of property	-	-		-	418 591 798	-	-	418 591 798	2 788 251	421 380 049
air value gain on financial assets at FVTOCI						(44 993 225)		(44 993 225)		(44 993 225
Transaction with owners of the parent										
Dividends paid	-	-		-			(20 094 749)	(20 094 749)	(1 631 363)	(21 726 112
Other movements										
Arising from acquisition of										
non-controlling interests	-			-			50 533 090	50 533 090	(77 596 394)	(27 063 304
Restated Balance at 30 June 2023	5 047 445	78 025 496		911 951	900 035 064	(51 768 375)	2 336 042 398	3 268 293 979	1 583 043 033	4 851 337 012
lune 2024										
Balance at 1 January 2024	5 047 445	78 432 875	5 029 680	911 951	925 732 235	(54 002 629)	1 615 298 381	3 268 293 979	1 360 032 912	3 936 482 850
Changes in equity for 2024 Profit or loss										
Profit for the period	-	-		-		-	979 288 957	979 288 957	80 975 475	1 060 264 432
Other comprehensive income,										
net of tax										
Revaluation of property		-			29 692 028	-		29 692 028	1 420 227	31 112 255
Fair value gain on financial assets at FVTOCI		-				(24 337 297)		(24 337 297)	(719 054)	(25 056 351
Transaction with owners of the parent										
Dividends paid		-		-			(13 009 607)	(13 009 607)	(1 793 903)	(14 803 510
Other movements										
Opening balance differences										
Currency translation differences on										
ranslating foreign operations		-	79 799 847					79 799 847		79 799 847
Transfer to retained income					(2 635 775)		2 635 775			
					, , , , , ,					
Acquisition of non-controlling interests							617 112	617 112	(699 063)	(81 951

**CONSOLIDATED STATEMENT OF CASH FLOWS** For the half year ended 30 June 2024

	Unrevi	ewed
Notes	30 Jun 2024 ZWG	Restated 30 Jun 2023 ZWG
Cash generated from operating activities	1 807 172 702	1 975 497 410
Interest and related income received	259 004 762	257 311 258
Dividends received	3 712 898	6 241 811
Interest and related expense paid	(49 026 963)	(82 741 423)
Income tax paid	(56 275 605)	(12 296 240)
Interest expense on lease liability 10	(54 802)	(5 039 423)
Interest expense on offshore borrowings 11	(10 939 956)	(12 976 974)
Net cash generated from operating activities	1 953 593 036	2 125 996 419
Cash flows from investing activities		
Purchase of investment property 5	(87 787 273)	(19 780 769)
Purchase of intendible assets 8	(22 071 495)	(1 706 926)
Purchase of many bie assets 6  Purchase of property and equipment 7	(32 314 253)	(39 872 523)
	3 868 570	4 323 197
Proceeds on disposal of property and equipment  Purchase of investment securities		
	(22 305 423)	(35 409 471)
Proceeds on disposal of investment securities	11 713 955	24 414 520
Net cash used in investing activities	(148 895 919)	(68 031 972)
Cash flows from financing activities		
Dividends paid	(14 803 467)	(21 726 113)
Payment for lease liabilities 10	(72 973 393)	(1 299 244)
Proceeds from offshore borrowings 11	· -	534 675 851
Repayments on offshore borrowings 11	(46 893 818)	(675 591 026)
Acquisition of non-controlling interests	(3 669 686 144)	(27 063 304)
Net cash used in financing activities	(3 804 356 822)	(191 003 836)
Net (decrease) / increase in cash and cash equivalents	(1 999 659 706)	1 866 960 611
Cash and cash equivalents at beginning of period	1 491 878 022	571 195 677
Effects of exchange rates fluctuating on cash and cash equivalents	875 583 772	(1 308 116 517)
Effects of inflation adjustments on cash and cash equivalents	1 033 062 228	361 838 251
Cash and cash equivalents at end of period	1 400 864 316	1 491 878 022
Cash and cash equivalents comprise:		
Cash	471 482 226	518 012 500
Local bank accounts	333 080 781	560 908 207
Foreign bank accounts	596 301 309	412 957 315
	1 400 864 316	1 491 878 022

#### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS For the half year ended 30 June 2024

## 1. BASIS OF PREPARATION

Following the Monetary Policy Statement of 5 April 2024, the Government of Zimbabwe issued a Statutory Instrument (SI) 60 of 2024 which formalised the Reserve Bank of Zimbabwe (RBZ) (Central Bank)'s introduction of a structured currency called the Zimbabwean Gold (ZWG). A structured currency is generally defined as a currency that is pegged to a specific exchange rate or currency basket and backed by a bundle of foreign exchange assets (potentially including gold). This means that the Central Bank can only issue domestic notes and coins when they are fully backed by a foreign "reserve" currency or foreign exchange assets and that the currency is fully convertible into the reserve currency on demand. The ZWG is anchored by a composite basket of foreign currency and precious metals (mainly gold) held as reserves by the Reserve Bank of Zimbabwe.

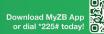
With effect from 5 April 2024, Banks were required to convert the previously existing Zimbabwean Dollar (ZW\$) balances into ZWG. The new currency is co-circulating with other foreign currencies in the economy. The swap rate on 5 April 2024 was ZWG 1: ZW\$ 2 498, 7242 as guided by the closing interbank exchange rate and the price of gold as at that date. This swap rate was used to make legitimate conversions of all ZW\$ balances into ZWG; these included deposits, loans and advances made by the sector, ZW\$ treasury bills; outstanding auction allotments; export surrender obligations.

In addition to the developments mentioned above, management used judgement to determine the currency that would faithfully represent and reflect the economic effects of the underlying transactions that are relevant to the Group and its operations as required by IAS 21- The Effects of Changes in Foreign Exchange Rates given the exposure to multiple currencies circulating in the economy and they concluded that the Group's functional currency changed from the ZW\$ to ZWG.

The Condensed interim financial results of the Group are therefore presented in Zimbabwean Gold (ZWG) and all information presented has been rounded off to the nearest ZWG unless otherwise stated.









NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### 1.2 Statement of compliance

The condensed consolidated interim financial results as at, and for the half year ended 30 June 2024, have been prepared under the supervision of E Mungoni CA(Z), Group Chief Finance Officer of ZB Financial Holdings Limited. The condensed consolidated interim financial results are based on accounting records maintained under the historical cost convention as modified by the revaluation of property and equipment, investment properties and certain financial instruments carried at fair value.

The condensed consolidated interim financial results have been prepared in accordance with IFRS Accounting Standards promulgated by the International Accounting Standards Board (IASB) which includes standards and interpretations approved by IASB, the International Financial Reporting Interpretations Committee (IFRIC) and in the manner required by the Companies and Other Business Entities Act (Chapter 24:31), the Banking Act (Chapter 24:20), the Building Societies Act (Chapter 24:02, the Insurance Act (Chapter 24:07), the Microfinance Act (24:29), Securities and Exchange Act (Chapter 24:25) and relevant regulations

The condensed consolidated interim financial results were authorised for issue by the board of directors on 27 August 2024.

#### 1.4 Conversion from Zimbabwean Dollar to Zimbabwean Gold

Following the Introduction of the Zimbabwean Gold Currency 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 (ZW\$) balances were converted into ZWG as at that date. The swap rate of ZWG 1: ZW\$ 2 498, 7242 was used as guided by the closing interbank exchange rate and the price of gold as at that date.

The 2023 previously reported balances and transactions between 1 January 2024 and 31 March 2024 were Inflated to the 30th of March 2024. These amounts were converted using the same rate for adoption as the comparative balances and current results in the Condensed financial results for the period ended 30 June 2024.

The transactions that occurred between 1 April 2024 and 30 June 2024 have not been restated using the Consumer Price Index (CPI) given that the ZWG has not as yet exhibited all the characteristics that would indicate that it is a currency of a hyperinflationary

The conversion factors to restate the comparative and transactions that happened between 1 January 2024 and 31 March 2024 are as follows:

	Index	factors
31 March 2024	429 219.71	1.00
31 December 2023	65 703.45	6.53
30 June 2023	42 710.73	10.049

The Total Consumption Poverty Line (TCPL) released by Zimbabwe Central Statistical Office (ZIMSTAT), was used to estimate and apply inflation rates for the period ended 31 March 2024 in accordance with International Accounting Standard (IAS) 29 - "Financial Reporting in Hyperinflationary Economies" in the preparation of its condensed consolidated financial statements.

## 1.5 Basis of reporting

The same accounting policies and methods of computation were applied to the financial results as at the reporting date of ZB Bank Limited, ZB Building Society, ZB Reinsurance and ZB Life Company incorporated in this reporting package.

## Retrospective application of IFRS 17

The 2023 numbers have been restated to account for the retrospective application of IFRS 17 - Insurance Contracts.

## 1.6 Basis of consolidation

A subsidiary is an entity controlled by another entity, that is the parent. The Group controls an entity when it is exposed to, or has rights to variable returns from its involvement with the investee and has the ability to exert control over the entity's financial and operational decisions through its power over the investee. The results of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

## **Business combinations**

The Group accounts for business combinations using the acquisition method when control is transferred to the entity parent. The consideration transferred in the acquisition is measured at fair value, as are the identifiable net assets acquired. Any excess of the consideration over the fair values of the identifiable net assets acquired is recognised as goodwill. Where the fair values of the identifiable net assets acquired exceed the consideration, a bargain purchase (negative goodwill) is recognised in profit or loss in the period of acquisition. Transaction costs are expensed, except if related to the issue of debt or equity securities.

The consideration transferred does not include amounts related to the settlement of pre-existing relationships. Such amounts are generally recognised in profit or loss

## Non-controlling interests (NCI)

Non-controlling interests are measured at their proportionate share of the fair values of the assets and liabilities recognised.

Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

Where necessary, adjustments are made to the financial statements of subsidiaries and associates to bring the accounting policies used into line with those used by the Group

## Transactions eliminated on consolidation

Intra-Group transactions, balances, and unrealised income and expenses are eliminated on consolidation.

## 1.7 Key sources of judgement and estimation uncertainty

Significant assumptions and estimations, as at the date of financial reporting, with material implications on the reported financial outturn and balances have been made in the following areas

- The computation of insurance and reinsurance assets and liabilities (IFRS 17)
- Determination of the fair value of financial assets (IFRS 13)
- Valuation of property (including investment properties) and equipment (IAS 16 and IAS 40)
- Estimation of liabilities under insurance contracts including life funds valuation (IFRS 4) Ascertaining of the degree of control or significant influence in investee companies (IAS 27 and IAS 28)
- Determination of carrying amounts of right of use assets and lease liabilities (IFRS 16)

Estimation of CPI used to generate inflation adjusted numbers (IAS 29) (note 1.3).

The nature of assumptions made and processes involved in the development of estimates, and relevant models used, where applicable, are discussed in the accounting policy notes in the Group's annual report as at 31 December 2023

The same above significant assumptions and estimates were applied to the extent where relevant, to the financial results as at the reporting date of ZB Bank Limited, ZB Building Society, ZB Reinsurance and ZB Life Company incorporated in this reporting NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### 2. SEGMENT INFORMATION

			Unreviewed		
30 June 2024	Banking operations ZWG	Insurance operations ZWG	Investments operations ZWG	Other operations incl. consolidation adjustments ZWG	Consolidated ZWG
External revenue					
Interest income calculated using the					
effective interest rate method	217 417 527	8 887 122	28 844 952	(755 103)	254 394 498
Other interest and related income	7 260 501	(2 657 961)	7 724	-	4 610 264
Interest expense calculated using					
the effective interest rate method	605 121 303	(195 838)	(654 386 167)	755 103	(48 705 599)
Other interest and related expenses	(649 901 165)	(420 199)	650 000 000	-	(321 364)
Net interest income	179 898 166	5 613 124	24 466 509	-	209 977 799
Fees and commission income	350 255 706	-	2 094 639	656 663	353 007 008
Corporate Banking	52 538 356	-	-	-	52 538 356
Retail Banking	297 717 350	-	-	-	297 717 350
Other commissions	-	-	2 094 639	656 663	2 751 302
Insurance revenue	-	189 498 508	-	-	189 498 508
Insurance insurance service expense	-	(431 304 078)	-	-	(431 304 078)
Fair value adjustments	(59 847 474)	(32 923 293)	(61 109 205)	249 477 055	95 597 083
Other revenue	746 563 884	179 757 021	44 323 994	(56 703 935)	913 940 964
Total segment revenue	1 216 870 282	(89 358 718)	9 775 937	193 429 783	1 330 717 284
Inter-segmental Revenue	(24 638 371)	(3 407 075)	(1 382 230)	29 427 676	-
Total segment operating expenses	(758 522 849)	(53 222 109)	(24 082 576)	171 883 210	(663 944 324)
Material non-cash items included in the above figures:					
Expected credit loses	(3 239 502)	-	(5 960 720)	(6 157)	(9 206 379)
Depreciation	(78 468 441)	(1 750 104)	(221 689)	(3 018 007)	(83 458 241)
Amortisation of intangible assets	(886 293)	(9 834)	<u>-</u>	(80 605)	(976 732)
Profit from associates net of tax Reportable segment profit	-	246 855 248	-	(243 437 453)	3 417 795
before taxation	458 347 433	(104 274 421)	(16 017 783)	850 197 359	1 188 252 588
Income tax expense	(46 604 246)	`(17 331 993)	(54 373 008)	(9 678 909)	(127 988 156)
Reportable segment assets					
as at 30 June 2024	8 058 120 565	2 214 906 664	3 720 452 576	(4 849 885 182)	9 143 594 623
Reportable segment liabilities as at 30 June 2024	5 066 894 715	1 284 821 151	2 018 470 509	(4 294 309 324)	4 075 877 051
Investment in associates as at 30 June 2024	1 349 008 818	1 611 996 124	1 798 678 424	(4 628 058 128)	131 625 238

			Unreviewed		
31 December 2023	Banking operations ZWG	Insurance operations ZWG	Investments operations ZWG	Other operations incl. consolidation adjustments ZWG	Consolidated ZWG
External revenue					
Interest income calculated using the					
effective interest rate method	248 939 448	(1 116 097)	5 607 397	(1 819 749)	251 610 999
Other interest and related income	3 454 720	1 807 848	551	-	5 263 119
Interest expense calculated using the					
effective interest rate method	(80 014 007)	(208 645)	(3 009 545)	1 819 749	(81 412 448)
Other interest and related expenses	(428 606)	-	(84 080)	-	(512 686)
Net interest income	171 951 554	483 106	2 514 323	-	174 948 983
Fees and commission income	268 990 536	1 567 715	4 118 205	647 759	275 324 215
Corporate Banking	6 931 503	-	-	-	6 931 503
Retail Banking	262 059 033	-	· · · · · ·	·	262 059 033
Other commissions	-	1 567 715	4 118 205	647 759	6 333 679
Insurance revenue	-	246 167 071	-	-	246 167 071
Insurance insurance service expense		(441 438 404)	077 542 444	45.052.247	(441 438 404)
Fair value adjustments Other revenue	543 042 599 1 107 945 625	289 582 108 (906 084 048)	977 543 114 48 052 765	45 053 347 1 005 376 270	1 855 221 168 1 255 290 612
Total segment revenue	2 091 930 315	(809 722 452)	1 032 228 407	1 051 077 376	3 365 513 646
Inter-segmental Revenue	(32 985 820)	(225 209)	1 384 168	31 826 861	3 303 313 040
inter-segmentar nevenue	(32 303 020)	(223 203)	1 304 100	31 020 001	
Total segment operating expenses	(728 824 657)	29 748 937	(21 836 048)	102 207 146	(618 704 622)
Material non-cash items included					
in the above figures:					
Expected credit loses	(35 613 623)	-	(639 626)	-	(36 253 249)
Depreciation	(50 324 510)	(417 192)	(217 540)	(36 435 893)	(87 395 135)
Amortisation of intangible assets	(426 243)	-	-	(1 614 514)	(2 040 757)
Profit from associates net of tax	-	640 778 350	-	(560 811 725)	79 966 625
Reportable segment profit					
before taxation	1 363 105 658	139 195 165	1 011 472 997	291 240 142	2 805 013 962
Income tax expense	(24 384 824)	(28 041 058)	(53 060 782)	(19 756 179)	(125 242 843)
Reportable segment assets					
as at 31 December 2023	6 348 267 882	1 232 365 830	1 888 663 972	(697 196 877)	8 772 100 808
Reportable segment liabilities					
as at 31 December 2023	4 211 030 412	592 528 642	201 545 147	(169 486 243)	4 835 617 958
				, , , , , ,	
Investment in associates					
as at 31 December 2023	-	465 801 664	-	(345 722 247)	120 079 417

		Unreviewed		
		30 Jun 2024 ZWG	31 Dec 2023 ZWG	
3.	TREASURY BILLS			
	Treasury bills include: Short term treasury bills <sup>1</sup>	445 161 218	18 011 392	
	Assets classified as 'at fair value through other comprehensive income (FVTOCI): Medium term treasury bills acquired from the market	32 608 939	370 431 666	
	Assets classified as 'amortised cost' (AMCO): Treasury bills issued as substitution for debt instruments <sup>3</sup>	8 289	54 189	
	Capitalisation treasury bills <sup>4</sup>	1 369 702 479 148 148	48 850 388 546 097	
	Maturity within 1 year Maturity after 1 year	217 930 140 261 218 008 479 148 148	23 684 132 364 861 965 388 546 097	

- 1. The Group invested in treasury bills issued by the RBZ over an average period of 106 days (December 2023:161 days) which were at an average rate of 9% (December 2023: 27.83%).
- The Group purchased treasury bills from the secondary market. These treasury bills have an average coupon rate of 2.5%, with an
- The Group received treasury bills as substitution for debt instruments from the Zimbabwe Asset Management Company (ZAMCO). The treasury bills have a coupon rate of 5% and maturity periods ranging from 3 years to 8 years.
- Capitalisation Treasury Bills (CTBs) with a face value of \$8,004.08 were acquired on 26/05/2015 from the Government of Zimbabwe by the holding company, ZB Financial Holdings Limited (ZBFH). The CTBs were then used to recapitalise ZB Bank Limited, a 100% owned subsidiary of ZBFH. The CTBs mature on 26/05/2025 and carry a coupon of 1% which is payable on maturity.

Treasury bills amounting to ZWG660.593m (December 2023: ZWG37.922m) were used as security for the Group to access

## 3.2 Determination of fair value of treasury bills

The fair value of treasury bills was determined using level 2 and level 3 inputs for treasury bills which are classified as FVTPL and FVTOCI respectively. The use of level 2 and level 3 inputs is due to lack of active market for treasury bills which are classified as "FVTPL" and FVTOCI. The Group used the discounted cash flow valuation technique by applying an average yield market rate on the contractual cash flows in order to determine the fair value of the treasury bills

Treasury bills purchased from the secondary market value were fair valued using TBs average yield market rate of 68%.

USD denominated Treasury bills fair value was computed using a proxy discount rate of 5% by reference to US Federal Reserve TBs with same tenor and adjusted for country risk







### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### 3.3 Impairment assessment of treasury bills

Treasury bills at FVTOCI and AMCO were assessed for ECL in the current year in line with IFRS 9. Treasury bills, being local sovereign exposures have been assessed as "low risk" instruments and there were no defaults recorded in past on all Government Instruments. In addition, the Government of Zimbabwe has a strong capacity to meet its contractual cashflow obligations in the near term and an adverse in the economics and business conditions in the longer term may but will not necessarily reduce the Government of Zimbabwe's ability to fulfil its obligations. The amount of ECL was immaterial as such no adjustment for impairment was recognized.

		Unre	viewed
		30 Jun 2024 ZWG	31 Dec 2023 ZWG
4. MORTGAG	ES AND OTHER ADVANCES		
4.1 Gross loan	book		
Mortgage a	advances	148 779 507	145 827 279
Other adva Loans, over Finance lea Bills discou Total other	rdraft and other accounts uses nted	1 762 974 272 271 302 742 7 229 402 2 041 506 416	2 150 967 382 312 318 226 - 2 463 285 608
Gross adva	nces	2 190 285 923	2 609 112 887
In respect of	e sheet exposures of guarantees of Letter of credit of Loan commitments	32 600 570 - 731 042 355	110 980 555 - 1 250 227 311
Gross credi	t exposure	2 953 928 848	3 970 320 753
	nces vance for loan impairments oan benefit liability	2 190 285 923 (91 679 478) -	2 609 112 887 (132 951 302) -
Net advanc	ces	2 098 606 445	2 476 161 585
	d nonth and 6 months and 12 months	160 517 461 145 086 827 938 451 455 267 946 551 1 441 926 554 2 953 928 848	161 376 041 224 561 047 705 374 715 747 187 121 2 131 821 829 3 970 320 753
Non-perfor Less: Allow Less: Intere	orming loans In the above are the following; Iming loans Ivance for loan impairments Ist reserved In received from security held	73 830 694 (8 469 776) - 65 360 918	40 362 019 (11 491 586) - 28 870 433

For the secured non-performing loans, security exists in the form of liens registered over funded accounts, bonds registered over landed property and guarantees in various forms. The Group discounts the value of the security at hand using internal thresholds for prudential purposes. Generally, no security value is placed on ordinary guarantees. The internally discounted value of the security held in respect of the non-performing book amounted to ZWG148 446 512 as at 30 June 2024 (2023: ZWG107 211 312).

		Unrev	iewed	
	30 Jun 2024	As a % of	31 Dec 2023	As a % of
	ZWG	Total	ZWG	Total
.4 Sectorial analysis				
Gross advances:				
Private	665 311 370	23%	800 806 121	20%
Agriculture	198 325 263	7%	229 920 509	6%
Mining	343 382 414	12%	362 685 176	9%
Manufacturing	108 214 920	4%	124 817 747	3%
Distribution	108 423 550	4%	140 016 326	4%
Construction	33 218 081	1%	40 556 600	1%
Transport	64 791 256	2%	86 865 905	2%
Services	490 045 051	17%	684 442 132	17%
Financial	178 278 702	6%	138 670 463	3%
Communication	295 316	0%	331 908	0%
	2 190 285 923	74%	2 609 112 887	66%
Guarantees:				
Manufacturing	2 973 573	0.1%	74 755 341	2%
Distribution	6 440 457	0.22%	678 629	0%
Construction	17 603 897	0.60%	30 366 972	1%
Transport	17 003 037	0.00%	30 300 372	0%
Services	5 582 643	0.19%	5 179 613	0%
Total guarantees	32 600 570	1%	110 980 555	3%
Loan commitments				
Private		0%		0%
	103 632 977	4%	167 094 766	4%
Agriculture		4% 9%		
Mining	267 328 973	3%	135 271 239	3%
Manufacturing	77 560 554	=	81 749 318	2%
Distribution	92 958 460	3%	122 548 278	3%
Construction	27 798 962	1%	42 961 143	1%
Transport	30 371 229	1%	77 040 555	2%
Communication	-	0%	75 420	0%
Services	80 005 700	3%	597 058 197	15%
Financial Services	51 385 500	2%	26 428 395	1%
Total Loan commitments	731 042 355	25%	1 250 227 311	31%
Total credit exposure	2 953 928 848	100%	3 970 320 753	100%
5 Mortgage advances				
Mortgage advances				
were spread as follows:				
Type of property:-				
High density	1 528 626	1%	4 071 590	3%
Medium density	36 859 315	25%	61 312 132	42%
Low density	52 455 608	35%	33 016 944	23%
Commercial	57 935 958	39%	47 426 613	33%
23mereiai	148 779 507	100%	145 827 279	100%

## 4.6 Finance lease receivables

Loans and advances to customers include the following finance lease receivables for leases of certain equipment where the Group is the lessor:

	Unrevi	iewed
	30 Jun 2024 ZWG	31 Dec 2023 ZWG
Gross investment in finance leases: Less than 1 year Between 1 and 5 years	123 941 377 485 049 102	465 076 759 409 1 249 581 401 065
Gross investment in finance leases Unearned finance charges		1 714 658 160 474 (934 261 050 414)
Net investment in finance leases	271 302 742	780 397 110 060
Less than 1 year Between 1 and 5 years	55 573 154 215 729 588 271 302 742	217 167 387 398 563 229 722 662 780 397 110 060

#### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

		Unrevi	ewed
		30 Jun 2024 ZWG	31 Dec 2023 ZWG
5	INVESTMENT PROPERTIES		
	Made up as follows:		
	Land stock held for capital appreciation and completed properties available for lease:		
	Residential	192 073 817	29 118 353
	Commercial	2 131 456 080	323 128 324
	Industrial	59 663 600	9 044 990
	Balance at end of period	2 383 193 497	361 291 667
	Reconciliation of carrying		
	Carrying amount at beginning of period	2 360 203 374	37 695 544
	Additions	87 787 273	8 239 711
	Disposals	-	(344 176)
	Fair value adjustment (note 30)	(64 797 150)	316 692 412
	Reclassified as held for sale	-	(991 824)
	Balance at end of period	2 383 193 497	361 291 667
6	RIGHT OF USE ASSETS		
	Balance at the beginning of period	43 290 581	19 849 284
	Depreciation	(4 920 398)	(8 042 695)
	Lease reassessments	163 747 883	31 483 992
	Balance at end of period	202 118 066	43 290 581

#### 7. PROPERTY AND EQUIPMENT

				Unreviewed			
			Equipment		Marine assets		
	Freehold properties	Leasehold improvements	furniture & fittings	Computer equipment	and motor vehicles	Capital work in progress	Total
30 June 2024	ZWG	zwg	ZWG	ZWG	ZWG	ZWG	ZWG
GROUP							
Cost or valuation							
Balance at 1 January 2024	645 677 219	144 993 516	196 558 288	327 164 041	112 941 346	6 337 737	1 433 672 147
Additions	-	512 734	4 329 630	18 138 442	9 333 447	-	32 314 253
Disposals	-	-	-	-	(6 530 229)	-	(6 530 229)
Surplus on revaluation	18 364 426	-	3 960 198	863 795	171 216	-	23 359 635
Balance at 30 June 2024	664 041 645	145 506 250	204 848 116	346 166 278	115 915 780	6 337 737	1 482 815 806
Accumulated depreciation							
Balance at 1 January 2024	62 058 242	86 536 212	115 849 291	130 133 887	41 944 695	3 769 511	440 291 838
Recognised in statement of profit or loss	11 647 352	2 273 983	7 112 552	52 159 453	10 264 901	-	83 458 241
Disposals	-		-	-	(698 900)	-	(698 900)
Impairment	31 481 929	1 321 004	31 817 661	36 049 312	30 730 917	-	131 400 823
Balance at 30 June 2024	105 187 523	90 131 199	154 779 504	218 342 652	82 241 613	3 769 511	654 452 002
Carrying value at 30 June 2024	558 854 122	55 375 051	50 068 612	127 823 626	33 674 167	2 568 226	828 363 804
Carrying value at 31 December 2023	583 618 977	58 457 304	80 708 997	197 030 154	70 996 651	2 568 226	993 380 309

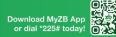
i							
				Unreviewed			
31 December 2023	Freehold properties ZW\$	Leasehold improvements	Equipment furniture & fittings ZW\$	Computer equipment	Marine assets and motor vehicles ZW\$	Capital work in progress ZW\$	Total ZW\$
GROUP							
Cost or valuation							
Balance at 1 January 2023	337 390 445	104 262 761	166 492 271	192 967 716	59 738 263	6 328 898	867 180 354
Additions	-	25 693 390	14 477 161	20 379 187	16 987 300	15 063 974	92 601 012
Disposals	-		(352 867)	(121 006)	(1 645 924)	-	(2 119 797)
Transfer between categories	-	15 035 446	19 690	-	-	(15 055 135)	1
Surplus on revaluation	308 286 774	1 919	15 922 033	113 938 144	37 861 707	-	476 010 577
Balance at 31 December 2023	645 677 219	144 993 516	196 558 288	327 164 041	112 941 346	6 337 737	1 433 672 147
Accumulated depreciation							
Balance at 1 January 2023	38 050 103	82 273 505	101 981 753	95 195 776	28 545 479	3 769 511	349 816 127
Recognised in statement of profit or loss	24 008 139	4 252 556	10 829 091	34 441 470	13 863 879	-	87 395 135
Disposals	-		(68 652)	(27 856)	(464 663)	-	(561 171)
Impairment	-	10 151	3 107 099	524 497	-	-	3 641 747
Balance at 31 December 2023	62 058 242	86 536 212	115 849 291	130 133 887	41 944 695	3 769 511	440 291 838
Carrying value at 31 December 2023	583 618 977	58 457 304	80 708 997	197 030 154	70 996 651	2 568 226	993 380 309
Carrying value at 31 December 2022	30 836 882	1 040 547	21 796 225	27 218 212	3 301 122	80 874	84 273 862

	Unrev	iewed
	30 Jun 2023 ZWG	31 Dec 2023 ZWG
B. INTANGIBLE ASSETS		
Carrying amount at beginning of period Additions at cost Amortisation	28 059 663 22 071 495 (976 732)	18 424 351 11 700 523 (2 040 757)
Impairment Balance at end of period	(9 093 116) 40 061 310	(24 454) 28 059 663
9 DEPOSITS AND OTHER ACCOUNTS		
9.1 Summary of deposits by type Balances of banks Current accounts Savings and call accounts Fixed deposits	307 480 296 178 672 542 1 810 769 903 355 906 274 2 652 829 015	378 098 327 236 163 135 2 101 920 957 212 120 412 2 928 302 831
9.2 Maturity analysis On demand Within 1 month Between 1 and 6 months Between 6 and 12 months After 12 months	419 306 574 1 926 333 139 157 841 341 82 236 530 67 111 431 2 652 829 015	683 036 454 2 144 313 632 100 921 051 566 31 128 2 928 302 831

		Unreviewed						
	30 Jun 2024 ZWG	% Contribution	31 Dec 2023 ZWG	% Contribution				
0.3 Deposit concentration								
Private individuals	489 509 365	18.45%	491 617 807	17%				
Agriculture	59 885 404	2.26%	68 710 614	2%				
Mining	87 132 594	3.28%	77 893 227	3%				
Manufacturing	69 907 637	2.64%	56 037 259	2%				
Distribution	121 422 366	4.58%	80 467 463	3%				
Construction	32 696 579	1.23%	79 385 095	3%				
Transport	17 803 717	0.67%	18 982 740	1%				
Services	1 242 947 612	46.85%	1 249 317 066	43%				
Financial	445 564 049	16.80%	656 954 279	22%				
Communication	85 959 692	3.24%	148 937 280	5%				
	2 652 829 015	100%	2 928 302 831	100%				







NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

		Unreviewed			
		30 Jun 2024 ZWG	31 Dec 2023 ZWG		
9.4	Secured and unsecured				
	deposits analysis				
	Secured deposits	170 936 843 965	446 898 442		
	Unsecured deposits	(168 284 014 950)	2 481 404 389		
		2 652 829 015	2 928 302 831		
10	LEASE LIABILITIES				
	Balance at the beginning of period	32 341 358	10 328 642		
	Add accrued interest posted to profit or loss	54 802	9 517 499		
	Exchange gains	26 593 980	16 742 324		
	Less lease liabilities paid during the period	(73 028 195)	(19 164 496)		
	Lease liability modification	163 747 883	31 483 992		
	Effects of inflation adjustments	(115 092 471)	(16 566 603)		
	Balance at end of period	34 617 357	32 341 358		
	Within 1 year	6 923 471	6 468 272		
	Over 1 year	27 693 886	25 873 086		
11	OFFSHORE BORROWINGS				
	Balance at beginning of year	261 167 369	84 355 219		
	Additions	-	1 166 366 359		
	Interest expense	10 939 956	34 386 535		
	Repayments	(46 893 818)	(1 348 412 909)		
	Interest expense paid	(10 939 956)	(34 386 535)		
	Exchange rates movement	166 099 863	338 976 108		
	Effects of inflation adjustments	(205 970 323)	19 882 592		
	Balance at end of year	174 403 091	261 167 369		

#### 12 INSURANCE AND REINSURANCE CONTRACTS

The breakdown of Group's insurance and reinsurance contracts held, that are in an asset position and those in a liability

position is set out in the table below:

	Unrevie	wed
	30 Jun 2024 ZWG	31 Dec 2023 ZWG
Insurance contracts issued		
Insurance contract liabilities	200 052 355	303 046 897
Insurance contract Assets	(88 250 790)	(132 755 897)
Net insurance contracts issued	111 801 565	170 291 000
Reinsurance contracts held		
Reinsurance contracts Liabilities	3 595 474	16 012 791
Reinsurance contracts Assets	(49 661 106)	(130 993 355)
Net reinsurance contracts (assets) held	(46 065 632)	(114 980 564)

	Unrevi	ewed
	30 Jun 2024 ZWG	30 Jun 2023 ZWG
13 INTEREST AND RELATED INCOME		
Interest income calculated using the effective interest rate method		
Advances	172 803 511	191 788 597
Mortgages	20 778 450	5 369 833
Overdraft accounts	28 731 748	19 014 174
Financial assets at amortised cost	- 22 240 405	228 360
Treasury bills at FVTOCI Treasury bills at FVTPL	23 248 195 545 041	8 993 883 15 129 893
Cash and short-term funds	2 166 606	3 753 154
Loans to other banks	6 120 947	7 333 105
Logis to other parks	254 394 498	251 610 999
	254 554 450	231 010 333
Other interest and related income	_	_
Other interest receivable categories	4 610 264	5 263 119
•	4 610 264	5 263 119
Total interest and related income	259 004 762	256 874 118
14 INTEREST AND RELATED EXPENSE		
Interest expense calculated using the effective interest rate method		
Customer deposits	26 042 501	38 299 196
Placements from other banks	11 668 340	14 425 285
Finance cost on operating lease liabilities	54 802	15 710 993
Offshore borrowings	10 939 956	12 976 974
Total	48 705 599	81 412 448
Other interest and valeted averages		
Other interest and related expenses Other interest payable categories	321 364	512 686
other interest payable categories	321 304	312 000
Total interest and related expenses	49 026 963	81 925 134
Net interest and related income	200 077 700	174.040.004
Net interest and related income	209 977 799	174 948 984
15 LOAN IMPAIRMENTS		
Loans and other advances	(69 959 201)	(60 870 548)
Other financial assets	-	81 052
Guarantees	(1 196 193)	(3 672 238)
Loan commitements	(2 511 985)	(2 370 351)
Net recoveries against loans previously written off	64 461 000	30 578 836
	(9 206 379)	(36 253 249)

## 16. INSURANCE REVENUE AND EXPENSES

## 16.1 Insurance Service Revenue

		Unrevi	ewed 30 Jun	e 2024		Unreviewed 30 June 2023				
	Life Risk ZWG	Life Savings ZWG	Annuities ZWG	Non Life ZWG	Total ZWG	Life Risk ZWG	Life Savings <i>I</i> ZWG	Annuities ZWG	Non Life ZWG	Total ZWG
Contracts not measured under the PAA										
Amounts relating to the changes in the LRC										
Expected insurance service expenses incurred										
in the period	951 630	384 591	15 068		1 351 289	3 516 404	(2 382 895)	1 669 014		2 802 523
Change in the risk adjustment for nonfinancial risk	(94 013)	(16 997)	(46 261)		(157 271)	(225 882)	(130 429)	(161)		(356 472)
Amount of CSM recognised in profit or loss	1 701 300	9 290	-		1 710 590	51 908	1 305	-		53 213
Amounts relating to recovery of insurance										
acquisition cash flows	84 284	74 782	-		159 066	120 561	208 157	-		328 718
Insurance revenue from contracts not measured										
under the PAA	2 643 201	451 666	(31 193)		3 063 674	3 462 991	(2 303 862)	1 668 853		2 827 982
Insurance revenue from contracts measured										
under the PAA	34 119 796		-	152 315 038	186 434 834	47 122 737		-	196 216 352	243 339 089
Total Insurance revenue	36 762 997	451 666	(31 193)	152 315 038	189 498 508	50 585 728	(2 303 862)	1 668 853	196 216 352	246 167 071

#### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### 16.2 Insurance Service Expenses

	Unreviewed 30 June 2024				Unreviewed 30 June 2023					
	Life Risk ZWG	Life Savings ZWG	Annuities ZWG	Non Life ZWG	Total ZWG	Life Risk ZWG	Life Savings ZWG	Annuities ZWG	Non Life ZWG	Total ZWG
Incurred claims	4 230 070	904 412		104 973 372	110 107 854	(720 002)	553 627		50 322 270	50 155 895
Other directly attributable expenses	23 435 114	3 110 901	305 466	10 222 217	37 073 698	120 885 166	5 456 428	-	10 734 978	137 076 572
Changes that relate to past service -										
adjustments to the LIC	3 128 389			8 647 743	11 776 132	13 918 758			15 228 867	29 147 625
Losses and reversal of losses on onerous contracts	153 163 519	19 253 195	711 993		173 128 707	104 054 417	66 900 111	5 895 219		176 849 747
Amortisation of insurance acquisition cash flows	90 644	74 782	-	99 052 261	99 217 687	121 155	208 157		47 879 253	48 208 565
Total insurance service expenses	184 047 736	23 343 290	1 017 459	222 895 593	431 304 078	238 259 494	73 118 323	5 895 219	124 165 368	441 438 404

Total insurance service expenses	184 047 736	23 343 290	1 017 459	222 895 593	431 304 078	238 259	494 73 118 323	5 895 219	124 165 368	441 438 404
								Unrevie	ewed	
							30 Jur	2024	30 J	un 2023
								ZWG		ZWG
16.3 Net income or expens	es from rei	nsurance	contrac	ts held						
Amounts relating to th	o changes	i.								
the assets for remaini	_									
Expected claims and oth								98		14 957
changes in the risk adju		•	r the risk	c expired				2		258
CSM recognised for the	services rece	eived						4 881		50 060
Reinsurance Expenses from	om contract	s held no	t measur	ed under F	PAA			4 981		65 275
Reinsurance Expenses from	om contract	s held me	easured ι	ınder PAA-	Life		(1 0	53 834)	(3	112 433)
Reinsurance Expenses fro	om contract	s held me	easured u	ınder PAA-	Non Life		40 78	34 335	47	104 382
Allocation of Reinsurance	e Premiums						39 72	25 482	44	057 224
Amounts Recoverable from	om reassure	rs for inc	urred cla	ims						
Reinsurance Recoveries							(55 17	71 135)	(2	667 215)
Changes that related to	past service	- adjustn	nents to	incurred cla	aims		2 20	08 667		75 763
Amounts Recoverable from	om reassure	rs for inc	urred cla	ims- Non li	fe		(52 96	52 468)	(2	591 452)
Amounts Recoverable fr	om reassure	rs for inc	urred cla	ims-Life				-		-
Net (income)expense fro	om reinsurar	nce contra	cts held				(13 23	36 986)	41	465 772

#### 16.4 Net Insurance Financial Results

Insurance finance income / (expenses) from insurance contracts issued  $% \left( \frac{1}{2}\right) =\frac{1}{2}\left( \frac{1}{2}\right) =\frac{1}{$ 

An analysis of investment income and net insurance finance expenses is presented below:

	Uni	reviewed 30 June	2024	Unrevi	ewed 30 June 202	23
	Insurance related	Non- insurance	Total	Insurance related	Non- insurance	Total
	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG
Investment income						
Amounts recognised in profit or loss		4.054.000	4.054.000		2 204 207	2 204 207
Rental income from investment property Other interest income	(304 929)	1 054 980	1 054 980 (304 929)	337 710	2 294 207	2 294 207 337 710
Other dividend income - investments and securities	1 119 429	-	1 119 429	1 944 611	•	1 944 611
Impairment loss on debt	1 119 429	-	1 119 429	1 944 011	•	1 944 011
instruments at amortised cost	_	_	_	_		_
Net foreign exchange income / (expense)						
Total investment income	814 500	1 054 980	1 869 480	2 282 321	2 294 207	4 576 528
Interest revenue calculated using effective						
interest method	4 435 563	-	4 435 563	255 534	-	255 534
Total amounts recognised in the profit or loss	5 250 063	1 054 980	6 305 043	2 537 855	2 294 207	4 832 062
Insurance finance income / (expenses) from insurance contracts issued						
Interest accreted to insurance contracts	-	-	-	-	-	-
using current financial assumptions	52 386 168		52 386 168	(727 647 046)		(727 647 046)
Interest accreted to insurance contracts	J2 J00 100		32 300 100	(727 047 040)		(727 047 040)
using locked-in rate	(186 118)	_	(186 118)	(3 545)		(3 545)
Due to changes in interest rates and other	(		(/	()		()
financial assumptions	-	-	-	-	-	-
Change in fair value of underlying assets						
of contracts measured under VFA	-	-	-	-	-	-
Net foreign exchange income / (expense)	-	-	-	-	-	-
Total insurance finance income / (expenses)						
from insurance contracts issued	52 200 050	-	52 200 050	(727 650 591)	-	(727 650 591)
Reinsurance finance income / (expenses) from						
reinsurance contracts held Interest accreted to insurance contracts using						
current financial assumptions	(36 187)		(36 187)	593 572		593 572
Interest accreted to reinsurance contracts	(50 107)		(50 107)	393 372		393 372
using locked-in rate	_	_	_	_	_	_
Due to changes in interest rates and other						
financial assumptions	-	-	-		-	-
Changes in non-performance risk of reinsurer	-	-	-	-	-	-
Net foreign exchange income / (expense)	-	-	-	-	-	-
Reinsurance finance income / (expenses)						
from reinsurance contracts held	(36 187)	-	(36 187)	593 572	-	593 572

		Unrev	iewed
		30 Jun 2024 ZWG	30 Jun 2023 ZWG
17	OTHER OPERATING INCOME		
	Exchange income	875 583 772	1 159 547 375
	Dividends from investment securities	3 712 898	6 896 929
	Profit on disposal of investment property	97 011	96 990
	(Loss) / Profit on disposal of property and equipment	(1 962 759)	3 342 312
	Rent received	8 036 557	27 466 808
	Other	28 473 485	57 940 197
		913 940 964	1 255 290 612
	Commission and fees income comprosed of:		
	Digital channels	106 958 521	55 727 396
	Management and service fees	227 684 946	144 916 929
	Other commissions	18 363 541	74 679 890
		353 007 008	275 324 215
18	OPERATING EXPENSES		
	- "		
	Staff expenses	256 085 650	326 823 206
	Communication expenses	11 002 511	5 667 195
	National Social Security Authority expenses	2 460 656	1 916 953
	Pension fund expenses	11 856 653	9 226 862
	Marketing expenses	5 404 608	6 909 094
	Computers and information technology expenses	67 331 668	56 913 234
	Occupation expenses	16 717 034	28 227 742
	Transport expenses	7 266 540	7 771 335
	Travelling expenses	7 045 527	9 638 146
	Security costs	18 213 304	21 148 113
	Depreciation of property and equipment	83 458 241	87 395 135
	Amortisation of intangible assets	976 732	2 040 757
	Depreciation of right of use asset	4 920 398	8 042 695
	Consultancy fees	4 856 531	4 025 422
	Consumables and statinery	3 819 599	9 891 777
	Impairment of property and equipment	131 400 823	3 641 747
	Impairment of intangible assets	9 093 116	24 454
	Administration expenses	13 654 508	17 795 037
	Directors fees	3 131 807	5 504 785
	Auditors' remuneration	6 505 497	6 100 933
		667 511 074	618 704 622





NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

	Unre	Unreviewed			
	30 Jun 2024 ZWG	30 Jun 2023 ZWG			
INCOME TAX EXPENSE					
Current income tax Deferred tax expense Current year Change in tax rate	42 817 781 23 423 627 23 423 627	64 366 880 60 875 963 60 875 963			
	66 241 408	125 242 843			

#### 20 EARNINGS PER SHARE

The calculation of basic earnings per share for the period ended 30 June 2024 of ZWG 621.68 cents (2023: ZWG 1 120.97 cents) is based on the attributable profit after tax of ZWG979.288m (2023: ZWG1.65bn) and weighted average number of shares of 157 522 902 (2023:157 522 902).

There were no dilutive instruments for the period.

#### 21 RISK MANAGEMENT

#### 21.1 Capital risk management

The primary objectives in managing capital at the Group are:

- To guarantee the ability of entities within the Group to continue as going concerns whilst providing an equitable return to the Group's shareholders and benefit to customers and other stakeholders.
- To maintain a strong fallback position which is commensurate with the level of risk undertaken by the entities within the Group in the normal course of their business.
- To comply with the regulatory capital requirements as prescribed by relevant authorities.

The Group's capital consists of equity attributable to the shareholders of the parent Company, comprising the issued share capital, reserves and retained income (all referred to as shareholder's equity) and debt, which includes direct loans plus the residual funding from deposit taking activities after deducting the associated liquidity buffer (referred to as operational funding).

The Group's operating target is to maintain operating assets at a level that is lower than the available operating funds at all times in order to restrict recourse on shareholders' equity for operational funding. Gearing was maintained at below 1%, throughout the year, the Group borrowed funds with a maturity value of ZW\$20 million in 2025.

The gearing level, and the loan instrument used are considered comfortable for the Group's operations and are not expected to cause a strain in cash resources in the foreseeable future.

The banking and insurance operations in the Group are subject to prescribed minimum regulatory capital requirements and minimum capital adequacy and solvency ratios as prescribed from time to time.

Management of the Group monitors the level of capital adequacy on a continual basis, employing techniques adopted from the guidelines developed by the Basel Committee and contained in the Basel II capital accord as implemented by the supervisory authorities for each of the affected entities. For the life assurance business, regular actuarial reviews are undertaken to establish the solvency of the business.

An Internal Capital Adequacy Assessment Plan (ICAAP) has been developed for Banking operations and defines capital targets which are generally set above regulatory levels, stress test scenarios and risk appetite across different lines of operations.

## 21.2 Financial risk management

The Group maintains active trading positions in a variety of non-derivative financial instruments in anticipation of customer demand. The Group manages its trading activities by the type of risk involved and on the basis of the categories of trading instruments held. Regular feedback on risk related matters is provided to the Board through the Board Governance, Risk and Compliance Committee

## 21.2.1 Classification and measurement of financial assets and liabilities

	Designated	Designated	Designated					
	at FVTPL	at AMCO	at FVTOCI	Total	Level 1	Level 2	Level 3	Total
30 June 2024	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG
30 June 2024	ZVVG	ZWG	ZVVG	ZWG	ZWG	ZWG	ZWG	ZWG
Financial assets measured at fair value:								
Listed equity securities	96 071 934			96 071 934	96 071 934			96 071 934
Unlisted equity investments	201 565 718			201 565 718			201 565 718	201 565 718
Treasury bills	445 161 218		32 608 939	477 770 157	-	445 161 218	32 608 939	477 770 157
Financial assets not measured at fair value:								
Trade and other receivables		203 956 075		203 956 075				
Cash and cash equivalents		1 400 864 316		1 400 864 316				
Treasury bills		1 377 991		1 377 991				
Advances and other accounts		2 098 606 445		2 098 606 445				
Total	742 798 870	3 704 804 827	32 608 939	4 480 212 636				
Financial liabilities								
Deposit and other accounts		(2 652 829 015)		(2 652 829 015)				
Trade and other payables		(702 233 304)		(702 233 304)				
Offshore borrowings		(174 403 091)		(174 403 091)				
Long term borrowings		(12 327)		(12 327)				
Investment contracts liabilities	(88 234 995)			(88 234 995)				
Total	(88 234 995)	(3 529 477 737)		(3 617 712 732)				
				Unreview	red			
	CA	RRYING AMOU	NT		FAIR VALUE			
	Designated	Designated	Designated					
	at FVTPL	at AMCO	at FVTOCI	Total	Level 1	Level 2	Level 3	Total
31 December 2023	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG	zwg
Financial assets measured at fair value:								
Listed equity securities	54 223			54 223	54 223			54 223
Unlisted equity investments	82 363			82 363			82 363	82 363
Treasury bills	7 208		148 248	155 456		7 208	148 248	155 456
Financial assets not measured at fair value:								
Trade and other receivables		401 316 093		401 316 093				
Cash and cash equivalents		488 162		488 162				
Treasury bills		41		41				
Advances and other accounts		990 970		990 970				
Total	143 794	402 795 266	148 248	403 087 308				
Financial liabilities								
Deposit and other accounts		(1 171 919)		(1 171 919)				
Trade and other payables	-	(362 333)	-	(362 333)				
Offshore borrowings		(104 520)		(104 520)				

Туре	Valuation technique	Significant unobservable inputs	Inter-relationship between unobservable inputs and fair value measurement
Equity Security	Net Asset Value: The valuation model determines the fair value of investment securities (non-listed entities) with reference to the net asset value, which was determined by the directors as a proxy valuation method. NAV valuation method was used where investees are largely property holdings and investment entities.	The fair values of investment securities are based on net asset values which make use of the net movements in the assets and liabilities of investee entities.	The estimated fair value would increase or decrease due to the following:  Increase or decrease in fair value or historical cost adjustments of underlying assets and liabilities held by investees.  Decrease as a result of economic obsolescence of underlying assets.  Financial performance of the investee.
	The market approach as prescribed by IFRS 13 – Fair valuation requires the identification of a similar or identical quoted assets with similar risk profiles.	Adjusted market price earnings multiple Discounting rate.	The estimated fair value would increase / decrease if the adjusted market price earnings multiple and discounting rates were higher or lower.

#### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### 21.2.1.1 Level 1 valuation

Listed equity investments are valued in relation to prices ruling at the stock market at which the stock is listed at the close of business on 30 June 2024.

#### 21.2.1.2 Level 2 valuation

These investments are valued using inputs other than quoted prices which are observable for the asset. The unit trust investments are valued in relation to gold prices on the international market. Treasury bills are valued by discounting cash flows using the market rate for similar instruments as the discounting rate.

### 21.2.1.3 Level 3 valuation

Unlisted investments were valued at net asset value and price earnings multiple techniques. In applying these methods, judgement was used. The following factors are relevant in understanding the basis:

### 21.2.1.4 Level 3 valuation

#### Level 3 recurring fair values

A reconciliation from the opening balances to the closing balances for level 3 fair values is shown below:

	Unreviewed		
	30 Jun 2024 ZWG	31 Dec 2023 ZWG	
Balance at beginning of period	230 611	121 746	
Fair value adjustments	203 745 359	97 295	
Additions	4 777 035	27 804	
Disposals	(7 187 287)	(16 234)	
Balance at end of period	201 565 718	230 611	

The Group defines financial risk collectively to include liquidity risk, market risk and credit risk.

### 21.2.2 Liquidity risk

#### Definition

There are two types of liquidity risk, funding liquidity risk and market liquidity risk. Funding liquidity risk is the risk that the Group is unable to meet its payment obligations as they fall due. These payment obligations could emanate from depositor withdrawals, the inability to roll over maturing debt or meet contractual commitments to lend. Market liquidity risk is the risk that the Group will be unable to sell assets, without incurring an unacceptable loss, in order to generate cash required to meet payment obligations under a stress liquidity event.

Through the robust Liquidity Risk Management Framework, the Group manages the funding and market liquidity risk to ensure that the Group's operations continue uninterrupted under normal and stressed conditions. The key objectives that underpin the Liquidity Risk Management Framework include maintaining financial market confidence at all times, protecting key stakeholder interests and meeting regulatory requirements.

### Identification techniques

This risk is identified through the analysis of contractual maturity mismatch between assets and liabilities and stress testing.

## Measurement method:

Liquidity risk is measured using the gap analysis techniques and the term structure of assets and liabilities.

The Group uses liquidity management tools such as the liquidity ratio, maturity gap analysis (contractual and behavioural), daily cash flow summary & forecasting and stress testing to measure liquidity risk.

## Liquidity gap analysis as at 30 June 2024

The tables below set out the remaining contractual maturities of the Group's financial assets and financial liabilities.

	Unreviewed						
	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Gr Above 12 months ZWG	oss nominal inflow/ (outflow) ZWG	Carrying amount ZWG	
FINANCIAL ASSETS BY TYPE:							
Cash and cash equivalents	1 194 048 502	95 268 762	111 547 052	-	1 400 864 316	1 400 864 316	
Trade and other receivables	98 870 578	105 085 497	-	-	203 956 075	203 956 075	
Treasury bills	15 588 331	4 017 373 086	178 252 524	271 031 105	4 482 245 046	479 148 148	
Mortgages and other advances	301 160 187	547 138 024	183 324 773	1 064 408 866	2 096 031 850	2 098 606 445	
Financial assets held at fair value							
through profit or loss		22 076 013	-	299 567 730	321 643 743	321 643 743	
Financial assets held at amortised cost	-	1 400 864 316	-	(1 364 464 729)	36 399 587	36 399 587	
Total	1 609 667 598	6 187 805 699	473 124 349	270 542 972	8 541 140 617	4 540 618 314	
FINANCIAL LIABILITIES BY TYPE:							
Deposits and other accounts	(2 455 286 519)	(211 785 840)	(83 002 450)	(1 533 307)	(2 751 608 116)	(2 652 829 015)	
Trade and other payables	(426 245 678)	(205 444 030)	(70 543 596)	-	(702 233 304)	(702 233 304)	
Long term loan	-	-	-	(20 000 000)	(20 000 000)	(12 327)	
Offshore borrowings	-	(174 403 091)	-	-	(174 403 091)	(174 403 091)	
Lease liabilities	(576 956)	(2 884 780)	(3 461 736)	(27 748 687)	(34 672 159)	(34 617 357)	
Loan commitments	(16 902 214)	(342 548 349)	(26 899 661)	(344 692 131)	(731 042 355)	(8 185 345)	
Guarantees	(3 801 240)	(20 577 470)	(8 221 860)	-	(32 600 570)	(1 321 977)	
Investment contracts liabilities	(79 411 496)	-	8 823 500	-	(70 587 996)	(70 587 996)	
	(2 982 224 103)	(957 643 560)	(183 305 804)	(393 974 125)	(4 517 147 591)	(3 644 190 412)	
Period gap	(1 372 556 505)	5 230 162 139	289 818 546	(123 431 153)	4 023 993 026	896 427 902	
Cumulative gap	(1 372 556 505)	3 857 605 634	4 147 424 180	4 023 993 026	-	-	

## Liquidity gap analysis as at 31 December 2023

The tables below set out the remaining contractual maturities of the Group's financial assets and financial liabilities.

			Unr	reviewed		
	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	G Above 12 months ZWG	ross nominal inflow/ (outflow) ZWG	Carrying amount ZWG
FINANCIAL ASSETS BY TYPE:						
Cash and cash equivalents	962 422 953	99 983 933	157 375 333		1 219 782 219	1 219 782 219
Trade and other receivables	197 522 681	100 329 023	-		297 851 704	297 851 704
Treasury bills	16 946 299	11 590 213		366 544 539	395 081 051	388 546 09
Mortgages and other advances	358 388 512	456 906 010	400 054 552	2 467 236 298	3 682 585 372	2 476 161 58
Financial assets held at fair						
value through profit or loss	-	20 860 232	-	343 166 994	364 027 226	364 027 22
Financial assets held at amortised cost		10 266 034		31 589 358	41 855 392	41 314 47
	1 535 280 445	699 935 445	557 429 885	3 208 537 189	6 001 182 964	4 787 683 302
FINANCIAL LIABILITIES BY TYPE:						
Deposits and other accounts	(2 883 947 418)	(165 985 071)	(587)	(32 944)	(3 049 966 020)	(2 928 302 83
Trade and other payables	(639 716 689)	(87 409 297)	(166 518 341)	-	(893 644 327)	(893 644 32
Long term loan	-	-	-	(52 288)	(52 288)	(48 85)
Offshore borrowings	-	(267 663 135)	-	-	(267 663 135)	(261 167 369
Lease liabilities	(539 023)	(2 695 113)	(3 234 136)	(35 390 585)	(41 858 856)	(32 341 35
Loan commitments	(16 549 327)	(155 180 204)	(270 306 283)	(808 191 498)	(1 250 227 313)	(1 250 227 31
Guarantees	(10 456 707)	(76 302 266)	(24 221 582)	-	(110 980 555)	(110 980 55
Investment contracts liabilities	(8 150)	-	(32 598)	-	(40 748)	(40 74
	(3 551 217 314)	(755 235 086)	(464 313 527)	(843 667 315)	(5 614 433 242)	(5 476 753 351
Period gap	(2 015 936 869)	(55 299 641)	93 116 358	2 364 869 874	386 749 722	(689 070 049
Cumulative gap	(2 015 936 869)	(2 071 236 510)	(1 978 120 152)	386 749 722	300 749 722	(009 070 043







NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

### 21.2.2 Liquidity risk (continued)

	Unreviewed		
	30 Jun 2024 ZWG	31 Dec 2023 ZWG	
Liquidity ratios Total liquid assets Total liabilities to the public Liquidity ratio Average for the year Maximum for the year Minimum for the year Minimum statutory liquidity ratio	1 880 012 464 2 652 829 015 66% 99% 85% 48% 30%	1 608 328 316 2 928 302 831 54.92% 64% 85% 48% 30%	

Regulated banking operations, ZB Bank Limited and ZB Building Society reported liquidity ratios that were above the minimum

	Unreviewed	
	30 Jun 2024 ZWG	31 Dec 2023 ZWG
ZB Bank Limited ZB Building Society	51% 59%	51% 59%

#### 21.2.3 Market risk

Market risk is the risk of losses in on- and off-balance sheet positions arising from movements in market prices. The Group is exposed to market risk through holding interest rate, foreign exchange rate and stock price sensitive positions. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

### 21.2.3.1 Interest rate gap analysis

#### Interest rate gap analysis as at 30 June 2024

	Unreviewed						
	Up to 1	2 to 6	7 to 12	Above 12	Carrying		
	month	months	months	months	amount		
	ZWG	ZWG	ZWG	zwg	zwg		
FINANCIAL ASSETS BY TYPE:							
Cash and cash equivalents	1 400 864 316	-	-	-	1 400 864 316		
Treasury bills	15 588 331	17 373 086	178 252 524	267 934 207	479 148 148		
Advances and other accounts	326 170 197	547 138 024	183 324 773	1 064 408 866	2 121 041 860		
Financial assets held at fair value							
through profit or loss	84 957 768	31 715 487	44 024 749	289 928 256	450 626 260		
Financial assets held at amortised cost	-	22 076 013	-	14 323 574	36 399 587		
	1 827 580 612	618 302 610	405 602 046	1 636 594 903	4 488 080 171		
FINANCIAL LIABILITIES BY TYPE							
Deposits and other accounts	(2 520 864 642)	(211 785 840)	(83 002 450)	162 823 917	(2 652 829 015)		
Long term loan	-	-	-	(12 327)	(12 327)		
Offshore borrowings	-	(174 403 091)	-	-	(174 403 091)		
	(2 520 864 642)	(386 188 931)	(83 002 450)	162 811 590	(2 827 244 433)		
David and	(602.204.020)	232 113 679	322 599 596	1 799 406 493	1 660 835 738		
Period gap Cumulative gap	(693 284 030) (693 284 030)	(461 170 351)	(138 570 755)	1 660 835 738	1 000 835 738		
Cumulative gap	(055 284 050)	(401 170 331)	(150 570 755)	1 000 033 730			

## Interest rate gap analysis as at 31 December 2023

			Unreviewed		
	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Carrying amount ZWG
FINANCIAL ASSETS BY TYPE:					
Cash and cash equivalents	1 219 782 219	-	-	-	1 219 782 219
Treasury bills	16 918 621	1 132 586	-	370 494 890	388 546 097
Advances and other accounts	356 553 635	428 730 549	335 809 241	1 355 068 160	2 476 161 585
Financial assets held at fair value					
through profit or loss	-	-	-	364 027 226	364 027 226
Financial assets held at amortised cost	-	-	-	41 314 471	41 314 471
	1 593 254 475	429 863 135	335 809 241	2 130 904 747	4 489 831 598
FINANCIAL LIABILITIES BY TYPE					
Deposits and other accounts	(2 876 659 394)	(163 952 003)	-	112 308 566	(2 928 302 831)
Long term loan	·	· -	-	(48 850)	(48 850)
Offshore borrowings	_	(261 167 369)	-		(261 167 369)
-	(2 876 659 394)	(425 119 372)	-	112 259 716	(3 189 519 050)
Davied was	(1.202.404.010)	4 742 762	225 800 244	2 242 464 462	1 200 212 549
Period gap Cumulative gap	(1 283 404 919) (1 283 404 919)	4 743 763 (1 278 661 156)	335 809 241 (942 851 915)	2 243 164 463 1 300 312 548	1 300 312 548
Cultiviative gap	(1 203 404 919)	(1270 001 130)	(342 031 913)	1 300 312 346	-

Sensitivity analysis
A 10% change in the interest rate sensitive assets would result in the reported profit / loss and equity increasing or decreasing by ZWG550m (December 2023: ZWG340m).

A 10% change in the interest rate sensitive liabilities would result in the reported profit / loss and equity increasing or decreasing by ZWG578m (December 2023: ZWG240m).

## 21.2.3.2 Foreign exchange risk

Foreign currency position
The carrying amount of the Group's foreign denominated monetary assets and liabilities as at 30 June 2024 were as

	Unre	viewed
	30 Jun 2024 ZWG	31 Dec 2023 ZWG
Botswana pula	42 904 350	54 847 789
British pound	226 686 039	298 039 518
Euro	1 170 931 022	1 214 502 323
South African rand	1 589 004 519	1 567 944 727
Zambian kwacha	-	-
USD	10 036 486 728	8 778 913 006
Total assets	13 066 012 658	11 914 247 363
Botswana pula	(47 569 675)	(50 195 900)
British pound	(271 367 510)	(269 747 256)
Euro	(2 087 083 337)	(1 181 357 446)
South African rand	(2 329 267 682)	(1 526 039 105)
USD	(7 290 483 093)	(3 042 820 302)
Total liabilities	(12 025 771 297)	(6 070 160 009)
Net position	1 040 241 361	5 844 087 354

The Group's main exposure to foreign currency risk arises from the commitments for licence and support fees for information technology platforms that were sourced from foreign suppliers.

A 10% change in exchange rates would result in the reported profit being reduced or increased by ZWG104m (December 2023: ZWG584m) and equity being reduced or increased by ZWG104m (December 2023: ZWG584m).

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)** 

#### 21.2.4 Internal rating grade

		Unreviewed	June 2024			Unreviewed Dec	ember 2023	
	STAGE 1	STAGE 2	STAGE 3	TOTAL	STAGE1	STAGE 2	STAGE 3	TOTAL
	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG
Total loans and advances	1 655 371 770	455 176 054	79 738 099	2 190 285 923	2 438 369 054	130 148 882	40 594 951	2 609 112 887
Guarantees	32 600 570	-	-	32 600 570	110 980 555	-	-	110 980 555
Loan commitments	731 042 355	-	-	731 042 355	1 250 227 311	-	-	1 250 227 311
Treasury bills	479 148 148	<u> </u>		479 148 148	388 546 097	-	-	388 546 097
Total financial assets	2 898 162 843	455 176 054	79 738 099	3 433 076 996	4 188 123 017	130 148 882	40 594 951	4 358 866 850
Total loans and advances								
Good (AAA to -BBB-)	1 655 247 942	424 971	246 734	1 655 919 647	2 438 091 348	2 254 697	222 877	2 440 568 922
Special Mention (BB+ to CCC-)	123 828	454 751 083	18 488	454 893 399	277 706	127 894 185	8 719	128 180 610
Non performing (CC TO D)	-	-	79 472 877	79 472 877	-	-	40 363 355	40 363 35
Total loans and advances	1 655 371 770	455 176 054	79 738 099	2 190 285 923	2 438 369 054	130 148 882	40 594 951	2 609 112 883
Corporate Lending								
Good (AAA to -BBB-)	1 060 886 552	_		1 060 886 552	1 645 350 114			1 645 350 114
Special Mention (BB+ to CCC-)	1 000 800 332	436 801 088		436 801 088	1 045 550 114	91 315 496		91 315 496
Non performing (CC TO D)		-30 001 000	29 927 803	29 927 803		91 313 450	21 987 779	21 987 77
Total corporate lending	1 060 886 552	436 801 088	29 927 803	1 527 615 443	1 645 350 114	91 315 496	21 987 779	1 758 653 389
Small business Lending	-							
Good (AAA to -BBB-)	40 679 858	27 676	-	40 707 534	72 720 643	4 225	6 047	72 730 915
Special Mention (BB+ to CCC-)	2 520	6 063 240	-	6 065 760	-	9 411 227	-	9 411 227
Non performing(CC TO D)	-	-	12 811 528	12 811 528	-	-	3 964 790	3 964 790
Total small business Lending	40 682 378	6 090 916	12 811 528	59 584 822	72 720 643	9 415 452	3 970 837	86 106 932
Consumer Lending								
Good (AAA to -BBB-)	428 089 685	397 295	246 734	428 733 714	589 535 039	2 250 473	216 827	592 002 339
Special Mention (BB+ to CCC-)	121 308	7 307 303	18 488	7 447 099	277 706	17 789 145	8 719	18 075 570
	121 308	7 307 303			2// /06	17 789 145		
Non performing (CC TO D)  Total consumer lending	428 210 993	7 704 598	18 125 338 18 390 560	18 125 338 454 306 151	589 812 745	20 039 618	8 447 379 8 672 925	8 447 379 618 525 288
iotal consumer lending	420 210 333	7 704 330	10 330 300	454 500 151	303 012 743	20 033 010	0 072 323	010 323 200
Mortgage Lending								
Good (AAA to -BBB-)	125 591 847	-	-	125 591 847	130 485 552	-	3	130 485 55
Special Mention (BB+ to CCC-)	-	4 579 452	-	4 579 452	-	9 378 317	-	9 378 317
Non performing (CC TO D)	-	-	18 608 208	18 608 208	-	-	5 963 407	5 963 407
Total Mortgage Lending	125 591 847	4 579 452	18 608 208	148 779 507	130 485 552	9 378 317	5 963 410	145 827 279
Guarantees								
Good (AAA to -BBB-)	32 600 570	-		32 600 570	110 980 555	-	-	110 980 555
Special Mention (BB+ to CCC-)	-	-	-	-	-	-	-	
Non performing (CC TO D)	-	-	-	-	-	-	-	
Total guarantees	32 600 570	-	-	32 600 570	110 980 555	-	-	110 980 555
Loan commitments	734 043 355			724 042 255	4 250 227 244			4 250 227 244
Good (AAA to -BBB-)	731 042 355	-	-	731 042 355	1 250 227 311	-	-	1 250 227 31
Special Mention(BB+ to CCC-)	-	-	-	-	-	-	-	
Non performing(CC TO D)  Total loan commitments	731 042 355		-	731 042 355	1 250 227 311	-	-	1 250 227 311
our communero	751 042 533			751 042 555	. 250 227 511			. 230 227 311
Letters of Credit								
Good (AAA to -BBB-)	-	-	-	-	-	-	-	
Special Mention(BB+ to CCC-)	-	-	-	-	-	-	-	
Non performing (CC TO D)	-	-	-	-	-	-	-	
Total letters of credit	-	-	-	-	-	-	-	
Other financial accets								
Other financial assets Bonds								
Good (AAA to BBBO)								
Total other financial assets	-			-			-	

## An analysis of changes in the ECLs in relation to loans and advances are as follows:

Excel loans and advances		STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	STAGE1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG
Total Impairment allowances   45 863 942   37 185 252   8 630 264   9 167 9478   117 278 867   9 079 196   9142 219   132 957 302   18 185 945   18 185 945   18 185 945   18 185 945   18 18 185 945   18 185 945   18 185 945   18 185 945   18 18 18 18 18 18 18 18 18 18 18 18 18	Treasury bills	45 863 942 - -	37 185 252 - -	8 630 284 - -	91 679 478 - -	115 729 887 - -	8 079 196 - -	9 142 219 - -	132 951 302 - -
In respect of loan commitments Table   Second Prince   Second	Other financial assets Total impairment allowances In respect of guarantees		37 185 252 - -	8 630 284 - -			8 079 196 - -	9 142 219 - -	
Table Source and advances of Cocci (AAA to 889)	In respect of Loan commitments In respect of other financial assets		-	-	-	-	-	-	-
Special Mention (88 + to CCC)   2.4 fb   2.135 599   8.296   2.146 347   17.901   7.635 688   4.462   7.680 51 Nonperforming (CTO D)   5.141 300   5		55 3/1 264	37 185 252	8 630 284	101 186 800	153 613 854	8 079 196	9 142 219	170 835 269
Impairment allowance for loans and advances for loans and loans and advances for loans and advances for loans and advances for loans and loans and loans and loans and advances for loans and advances for loans and advances for loans and advances for loans and loans	SpecialMention(BB+toCCC-) Nonperforming(CCTOD)			8 296	2 146 347			4 462	7 658 051
And sharkness by lendring category.    Corporate Lendring Coop (AAA to -8BB)   Coop (AAA to -		45 863 942	37 185 252	8 630 284	91 679 478	115 729 887	8 079 196	9 142 219	132 951 302
Sood (AAA to -8BB)   Sopeial Memtron (BB+ to CCC)   Sopeial	and advances by lending category:								
Impairment allowance for corporate lending   30 614718   34974785   3391 042   68 980 545   81 013 784   2733 945   5919 426   89 667 155	Good (AAA to -BBB-)	30 614 718	34 974 785	3 391 042	68 980 545	81 013 784 -	- 2 733 945	-	
Small business Lending   Good (AAA to -8BB-)   S18 192		-	-	-	-	-	-		
Good (AAA to -8Be)   Special Mention (Be) + to CCC)   132   382 412   -   382 544   -   1779 96   -   1779 96   -   1779 96   Non performing (CCTOD)   -		30 614 718	34 974 785	3 391 042	68 980 545	81 013 784	2 733 945	5 919 426	89 667 155
Impairment allowance	Good (AAA to -BBB-) Special Mention (BB+ to CCC-)			- - 602 264	382 544	2 997 717 - -		-	177 986
Good (AAA to -BBB-)	Impairment allowance	518 324	386 746	602 264	1 507 334	2 997 717	180 620	272 380	3 450 717
For consumer lending 13 639 569 1 823 721 4 609 206 20 072 496 31 631 993 5 164 631 2 944 731 39 741 355  Mortgage Lending Good(AAA to -B8B-)	Good (AAA to -BBB-) Special Mention(BB+ to CCC-) Non performing (CC TO D)			8 296	1 763 803			4 462	4 746 120
Good (AAA to -B8B-) Special Mention (B8+ to CCC-) Non performing (CC TO D) Impairment allowances on guarantees and loan commitments  Good (AAA to -B8B-) Special Mention (B8+ to CCC-) Non performing (CC TO D) Impairment allowances on guarantees and loan commitments  Good (AAA to -B8B-) Special Mention (B8+ to CCC-) Non performing (CC TO D) Impairment allowances  Good (AAA to -B8B-) Special Mention (B8+ to CCC-) Non performing (CC TO D) Impairment allowances  for guarantees  1 321 977 - 1 321 977 821 703 - 821 703 Special Mention (B8+ to CCC-) Non performing (CC TO D) Impairment allowances  for guarantees  8 185 345 - 1 321 977 821 703 - 821 703 Special Mention (B8+ to CCC-) Non performing (CC TO D) Impairment allowances  for guarantees  8 185 345 - 1 321 977 821 703 - 821 703 Special Mention (B8+ to CCC-) Non performing (CC TO D) Impairment allowances  for guarantees  8 185 345 - 8 185 345 37 062 264 - 37 062 264  Other financial assets Debritures  Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mention (B8+ to CCC-) Non performing (CC TO D) Special Mentio		13 639 569	1 823 721	4 609 206	20 072 496	31 631 993	5 164 631	2 944 731	39 741 355
Impairment allowance for mortgage lending	Good(AAA to -BBB-) Special Mention (BB+ to CCC-)	1 091 331	- -	- -	-	86 394 -	- -	- -	
Second   Continues   Continu	Impairment allowance	-	-			-	-		
Guarantees   Good (AAA to -BBB-)   1 321 977   2 1 321 977   821 703   - 821		1 091 331	-	27 772	1 119 103	86 394	-	5 682	92 076
Good (AAA to -BBB-) Special Mention (BB+ to CCC-) Non performing (CC TO D) Impairment allowances for guarantes  1 321 977 - 1 321 977 821 703 - 821 703  1 321 977 821 703 - 821 703  Loan commitments Good (AAA to -BBB-) Special Mention (BB+ to CCC-) Non performing (CC TO D) Impairment allowances for loan commitments 8 185 345 - 8 185 345 37 062 264 - 37 062 264  Other financial assets Debntures Non performing (CC TO D) Non performing (CC TO D) Sonds Good (AAA to BBB-) Since Special Mention (BB-+ to CCC-) Non performing (CC TO D) Since Special Mention (B	guarantees and loan commitments								
Impairment allowances   1 321 977   1 321 977   821 703   821 703   821 703	Good (AAA to -BBB-) Special Mention (BB+ to CCC-)	1 321 977 -	-	-	1 321 977 -	821 703 -	-	- -	821 703 -
Loan commitments   Second (AAA to -BBB-)   Second (A	Impairment allowances	1 321 977			1 321 977	821 703			821 703
Non performing (CC TO D) Impairment allowances for loan commitments  8 185 345 - 8 185 345 37 062 264 - 37 062 264  Other financial assets Debntures Non performing (CC TO D) Bonds Good (AAA to BBB-) Impairment allowances	Loan commitments Good (AAA to -BBB-)		-	-			-	-	
for loan commitments 8 185 345 - 8 185 345 37 062 264 - 37 062 264  Other financial assets Debntures		-	-	-	-	-	-	-	-
Debntures		8 185 345	-	-	8 185 345	37 062 264	-	-	37 062 264
Bonds         - <td>Debntures</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td>	Debntures	-	-	-	-	-	-	-	-
Impairment allowances	Bonds	-	-	-	-	-	-	-	-
for other financial assets	Impairment allowances	-	-	-	-	-	-	-	-
	for other financial assets	-	-	-	-	-	-	-	-

## An analysis of changes in the gross carrying amount are as follows:

, ,	,	3							
		Unreviewed June 2024				Unreviewed December 2023			
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	STAGE1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	
Total loans and advances	1 655 371 770	455 176 054	79 738 099	2 190 285 923	2 438 369 055	130 148 882	40 594 951	2 609 112 888	
Guarantees	32 600 570	-	-	32 600 570	110 980 555	-	-	110 980 555	
Loan commitments	731 042 355		-	731 042 355	1 250 227 310		-	1 250 227 310	
Treasury bills	479 148 148		-	479 148 148	388 546 097		-	388 546 097	
Other financial assets	-		-		-		-	-	
Total financial assets	2 898 162 843	455 176 054	79 738 099	3 433 076 996	4 188 123 017	130 148 882	40 594 951	4 358 866 850	
Balance at the beginning									
of the year period	4 188 123 017	130 148 882	40 594 951	4 358 866 850	1 118 416 058	21 852 294	2 949 156	1 143 217 508	
Effects of inflation adjustments	(20 740 786 616)	(984 971 976)	(63 110 118)	(21 788 868 710)	(4 421 544 104)	(126 720 641)	(39 797 842)	(4 588 062 587)	
New assets	23 418 217 813	491 023 185	92 044 624	24 001 285 622	7 783 697 127	238 056 270	80 982 198	8 102 735 595	
Repayments	(3 129 036 349)	(5 761 082)	(3 409 335)	(3 138 206 766)	(283 144 801)	(5 607 502)	(645 955)	(289 398 258)	
Stage reassigments									
Stage 1	(838 355 022)	823 424 503	14 930 519		(9 301 263)	2 746 752	6 554 511		
Stage 2	( 555 022)	1 312 542	(1 312 542)		(2 301 203)	(178 291)	178 291		
Stage 3			(			(0231)	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
Write-offs							(9 625 408)	(9 625 408)	
Balance at the end of period	2 898 162 843	455 176 054	79 738 099	3 433 076 996	4 188 123 017	130 148 882	40 594 951	4 358 866 850	







#### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### 21.2.4 Internal rating grade (continued)

Impairment allowance on total financial assets

		Unreviewed	June 2024		Unreviewed December 2023			
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	STAGE1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG
Total loans and advances Total Loans and other advances In respect of guarantees In respect of Loan commitments In respect of other financial assets	45 863 942 45 863 942 1 321 977 8 185 345	37 185 252 37 185 252 - -	8 630 284 8 630 284 - -	91 679 478 91 679 478 1 321 977 8 185 345	115 729 890 115 729 890 821 701 37 062 264	8 079 195 8 079 195 - - -	9 142 218 9 142 218 - - -	132 951 303 132 951 303 821 701 37 062 264
Total impairment allowances	55 371 264	37 185 252	8 630 284	101 186 800	153 613 855	8 079 195	9 142 218	170 835 268
Balance at the beginning of period Effects of inflation adjustments New assets Repayments	153 613 854 (254 577 208) 349 071 062 (182 055 276)	8 079 196 (72 213 733) 91 745 221 (125 639)	9 142 219 (1 148 878) 568 166 (912 184)	170 835 269 (327 939 819) 441 384 449 (183 093 099)	51 001 639 (164 960 869) 285 330 097 (17 428 795)	4 974 004 (10 075 279) 14 936 666 (1 591 935)	976 506 (8 562 172) 16 450 735 (208 762)	56 952 149 (183 598 320) 316 717 498 (19 229 492)
Stage reassigments Stage 1 Stage 2 Stage 3 Write-offs	(10 681 168) - -	9 826 620 (126 413)	854 548 126 413 -	- - -	(328 218) - -	(131 494) (32 766)	459 712 32 766 - (6 566)	- - - (6 566)
Balance at the end of period	55 371 264	37 185 252	8 630 284	101 186 800	153 613 854	8 079 196	9 142 219	170 835 269

#### An analysis of ECLs movements are as follows:

analysis of ECLs movements are as follows:			
		Unrev	viewed
	30	Jun 2024 ZWG	31 Dec 2023 ZWG
Analysis of loans and advances			
Balance at beginning of period	13	2 951 302	52 581 805
ECL for current period		4 420 201	165 940 770
Write offs against provision		4 461 000)	(27 768 485)
Effects of inflation movements	,	1 231 025)	(57 802 788)
Balance at end of period		1 679 478	132 951 302
Analysis of guarantees and loan commitments			
Guarantees			
Balance at beginning of period		821 703	3 959 197
ECL for current period		1 196 193	(112 290)
Effects of inflation movements		(695 919)	(3 025 204)
Balance at end of period		1 321 977	821 703
Loan commitments			
Balance at beginning of period	3	7 062 264	328 338
ECL for current period		2 511 985	37 780 550
Effects of inflation movements	(3	1 388 904)	(1 046 623)
Balance at end of period		8 185 345	37 062 264
Analysis of other financial assets			
Balance at beginning of period			82 810
ECL for current period			(26 510)
Effects of inflation movements		-	(56 300)
Balance at end of period		-	-
•			

### 21.4 Other business risks

- Operational risk
- Legal, reputational and compliance risk
- Technological riskSolvency risk
- Solvency risk
  Underwriting risk

## 21.5 Risk rating

## 21.5.1 Regulatory risk rating

The Reserve Bank of Zimbabwe conducts regular offsite and onsite examinations of the institutions that it regulates. The last on-site examination of the Group was concluded on the 9th of December 2014 using data as at 30 September 2014.

Being a Bank Holding Group (BHG), the condition of ZB Financial Holdings Limited was assessed using the RFI/(C)D rating system which is an acronym for Risk Management; Financial Condition; Potential Impact of the parent Group and non-depository subsidiaries on the subsidiary depository institutions; Composite rating based on an evaluation and rating of its managerial and financial condition; and assessment of the subsidiary Depository institutions.

ZB Bank Limited and ZB Building Society were assessed using the Risk Assessment System (RAS) and the CAMELS5 rating model

The individual components of the rating systems were rated as follows:

RFI/(C)D/CAMELS/CEFM Component	Lates	t Rating
	ZB Bank Limited	ZB Building Society
Capital Adequacy	4	4
Asset Quality	4	2
Management	3	3
Earnings	4	3
Liquidity and Funds Under Management	2	2
Sensitivity to Market Risk	2	2
Composite rating	4	3

Key: 1 = Strong; 2 = Satisfactory; 3 = Fair; 4 = Weak; 5 = Critical

Summary of Risk Assessment

RAS Component Latest Rating				
	ZB Bank Limited	ZB Building Society		
Aggregate inherent risk	High	Moderate		
Quality of aggregate risk management systems	Acceptable	Acceptable		
Overall composite risk	High	Moderate		
Direction of overall composite risk	Increasing	Stable <sup>1</sup>		

 $^{1} \text{ "CAMELS" stands for } \underline{\textbf{C}} \textbf{apital Adequacy } \underline{\textbf{A}} \textbf{sset Quality } \underline{\textbf{M}} \textbf{anagement } \underline{\textbf{E}} \textbf{arnings, } \underline{\textbf{L}} \textbf{iquidity management and } \underline{\textbf{S}} \textbf{ensitivity to market risk}$ 

Overall Risk Matrix – ZB Bank Limited

Type of Risk	Level of Aggregate Inherent Risk	Adequacy of Aggregate Risk Management Systems	Overall Composite Risk	Direction of Overall Composite Risk
Credit Risk	High	Inadequate	High	Increasing
Liquidity Risk	Moderate	Acceptable	Moderate	Stable
Interest Rate Risk	Moderate	Acceptable	Moderate	Stable
Foreign Exchange Risk	Low	Acceptable	Low	Stable
Strategic Risk	Moderate	Acceptable	Moderate	Increasing
Operational Risk	High	Acceptable	Moderate	Stable
Legal & Compliance Risk	High	Inadequate	High	Increasing
Reputational Risk	High	Acceptable	High	Stable
Overall Risk	High	Acceptable	High	Increasing

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### 21.5.1 Regulatory risk rating (continued)

Overall Risk Matrix – ZB Building Society

Type of risk	Level of Aggregate Inherent Risk	Adequacy of Aggregate Risk Management Systems	Overall Composite Risk	Direction of Overall Composite Risk
Credit Risk	Low	Acceptable	Low	Stable
Liquidity Risk	Moderate	Acceptable	Moderate	Stable
Interest Rate Risk	Moderate	Acceptable	Low	Stable
Foreign Exchange Risk	Low	Acceptable	Low	Stable
Strategic Risk	Moderate	Acceptable	Moderate	Stable
Operational Risk	Moderate	Acceptable	High	Increasing
Legal & Compliance Risk	High	Weak	High	Increasing
Reputational Risk	Moderate	Acceptable	Moderate	Stable
Overall Risk	Moderate	Acceptable	Moderate	Stable

Entity	2023	2022	2021
ZB Bank Limited	BBB+	BBB+	BBB+
ZB Building Society	B-	B-	B-
ZB Reinsurance Company	A-	A-	BBB

The ratings for ZB Bank Limited and ZB Building Society expires in September 2024, whilst the rating for ZB Reinsurance expires in May 2025.

#### 22. COMPLIANCE WITH REGULATIONS

### 2.1 Regulatory capital requirements

Commercial banks and building societies in Zimbabwe were required to maintain a minimum capital level of ZW\$ equivalent of USD30 million and USD20 million respectively, using the spot rate as at the reporting date. ZB Bank Limited met this requirement as at 30 June 2024, whilst ZB Building Society was not in compliant with this minimum regulatory capital requirement as at 30 June 2024. The shareholders of the Society have resolved that the operating licence for the Society should be surrendered to RBZ and more details are as disclosed in note 24.

#### 22.2 Insurance operations

In terms of paragraph 3 of Statutory Instrument 206 of 2021, Amendment Regulations of 2021 (Number 22), paragraph 11B (1) was inserted to the principal regulations of the Insurance Act (Chapter 24:07) with the effect of setting the minimum prescribed assets ratios for insurers at the rate of 15% of the market value of total adjusted assets in the case life assurance businesses and 10% of the market value of total adjusted assets in the case of short-term re-insurance businesses.

ZB Life Assurance Limited did not comply with these ratios as at 30 June 2024, closing the year with ratio at 8.67% (Dec 2023: 6.01%). As further required by paragraph 11B sub-section 4, ZB Life Assurance has collaborated with the Insurance and Pensions Commissions (IPEC) on the non-compliance as required by the Regulations, and provided a roadmap to remedy the non-compliance which is being tracked on a monthly basis. Compliance has been affected by the shortage of qualifying assets on the market. Furthermore, the ratio has been impacted on by an inflationary growth in the value of assets. The non-compliance persisted up to the date of release of these financial statements. No penalties have been levied on ZB Life Assurance Limited for the non-compliance.

ZB Reinsurance complied with this requirement as at 30 June 2024 with a ratio of 11% (2023: 10%).

## 3 Other compliance issues

The directors are not aware of any other material cases of non-compliance with regulations governing the operations of all companies within the Group.

## 23. SUBSEQUENT EVENTS

On July 02, 2024, the Reserve Bank of Zimbabwe issued a corrective order to ZB Building Society (ZBBS) pursuant to section 48 of the Banking Act (Chapter 24:20). The order directed ZBBS to comply with to the minimum regulatory capital requirement of USD 20 million, as prescribed under section 12 of Banking Regulations S. I. 205 of 2000. Following this, on July 31, 2024, ZBBS held a Special General Meeting (SGM) at which the shareholders passed a resolution to discontinue the Society's operations and surrender over the banking license to the Reserve Bank of Zimbabwe (RBZ) immediately.

The SGM resolutions have been communicated to the RBZ. Management is consulting on the technical processes that need to be undertaken to put the resolution into effect while awaiting confirmation of acceptance of the resolution by the RBZ.

## 24. GOING CONCERN

The Board undertakes regular assessment of whether the Company and its subsidiaries is a going concern in the light of current economic conditions and all available information about future risks and uncertainties. The country's macroeconomic conditions have persisted in having a detrimental impact on the Group's operating environment. The negative factors, such as liquidity challenges, and price volatility will continue to affect how well the business performs. The Group have put in place strategies to avert the current economical challenges.

The Board has reviewed budgets for 2024 and the cash flow projections for the Group. The Board does not have any reason to conclude that the Group will not be a going concern for the foreseeable future. The going concern assumption has therefore been applied in the preparation of the inflation adjusted financial statements.

## 25. BOARDS ATTENDANCE HALF YEAR 2024

ENTITY	ZBFH	ZBBL	ZBBS	ZBRE	ZBLA	
TOTAL MEETINGS	6	2	2	2	2	
*A MAKAMURE (MRS)	6	Х	Х	Х	Х	
**L ZEMBE	2	Χ	X	X	X	
T SIBANDA (MS)	6	Χ	Х	X	Х	
S FUNGURA	4	2	2	2	X	
E MUNGONI (MRS)	4	Χ	2	X	Χ	
P M V WOOD	6	Χ	X	X	X	
S DIMAIRHO	6	Χ	X	X	Х	
O MANDIMIKA	X	2	X	X	X	
F NYAMBIRI	X	2	X	X	X	
P MURENA (MRS)	X	2	X	X	X	
E MASINIRE	X	2	X	X	X	
E CHIBVURI	X	2	X	X	X	
P PARADZA	X	2	Х	X	X	
T B VHIRIRI	X	2	X	X	X	
J KATSIDZIRA	Х	2	Х	Х	X	
Т КАРИМНА	X	Χ	2	X	X	
T F A MASIIWA	Х	Χ	2	X	X	
C MUCHINGAMI	X	Χ	2	X	X	
P MURAMBINDA (MRS)	Х	Χ	Х	2	X	
F B CHIRIMUUTA	X	Χ	X	2	Χ	
K NYATSINE	Х	Х	Х	2	X	
A NYAKONDA	X	Χ	X	2	X	
M SHONIWA (MRS)	Х	Χ	Х	2	X	
C MASIMBE (MRS)	X	Χ	X	2	X	
E T Z CHIDZONGA	Х	Х	Х	Х	2	
L MAWIRE (MRS)	X	Χ	X	X	2	
C MAKONI	Х	Χ	Х	X	2	
A MANGORO	X	Χ	Х	X	2	
R DZIMBA-MABVURUNGE (MRS)	Х	Х	Х	Χ	2	
O PAZVAKAVAMBWA	Х	Χ	Х	Χ	2	
E MASVASVIKE	Х	Х	Х	Х	2	
S MANANGAZIRA (MRS)	Х	Х	Х	Х	2	

<sup>\*\*</sup>L Zembe resigned from the ZBFH Boards with effect from 12 April 2024

\*A Makamure was appointed as Acting Chairman with effect from 20 March 2024 and was subsequently appointed substantive Chairman effective 27th June 2024.

KEY ZBFH

- ZB Financial Holdings Limited Board

ZBBL - ZB Bank Limited Board ZBBS - ZB Building Society Board

ZBRE - ZB Reinsurance Company Board
ZBLA - ZB Life Assurance Board









**UNREVIEWED CONDENSED** INTERIM FINANCIAL RESULTS for the half year ended 30 June 2024

STATEMENT	OF FINANCI	IAL POSITIO
As at 30 lur	ne 2024	

	Unreviewed	
Notes	30 Jun 2024 ZWG	31 Dec 2023 ZWG
1	1 327 661 373	1 133 136 009
2	472 076 183	382 913 174
3	2 070 650 765	2 437 987 031
4	31 607 523	8 291 752
5	970 682 367	338 046 165
6	172 033 402	201 359 910
7	9 533 603	10 266 035
8	512 121 567	581 601 486
9	195 645 437	165 295 767
10	39 046 394	19 175 560
11	257 438 624	377 841 439
	-	12 953 790
	6 058 497 238	5 668 868 118
12	2 741 576 959	2 959 629 797
13	589 293 087	781 654 379
14	119 505 968	105 633 300
15	174 403 091	261 167 369
	31 145 143	-
	37 859 861	31 337 215
	3 693 784 109	4 139 422 060
16	5 215 976	5 215 976
16		95 138 642
	355 989 461	358 590 606
		(51 067 056)
	1 988 199 071	1 121 567 890
	2 364 713 129	1 529 446 058
	6 058 497 238	5 668 868 118
	1 2 3 4 5 6 7 8 9 10 11	Notes  1

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the half year ended 30 June 2024

		Unreviewed			
	Notes	30 Jun 2024 ZWG	30 Jun 2023 ZWG		
Interest income calculated using the effective					
interest rate method	17.1.1	220 780 416	225 966 130		
Other interest and related income	17.1.2	-	646 880		
Interest expense calculated using the effective					
interest rate method	17.2.1	(53 050 752)	(83 886 416)		
Other interest and related expenses	17.2.2	(35 181)	(20 910)		
Net interest and related income		167 694 483	142 705 684		
Allowance for loan impairment	18	(3 239 502)	(35 562 308)		
Net income from lending activities		164 454 981	107 143 376		
Commission and fee income	19	337 063 620	248 436 508		
Other income	20	657 073 252	1 044 231 200		
Fair value adjustment	21	(98 008 383)	641 417 379		
Total income		1 060 583 470	2 041 228 463		
Operating expenses	22	(689 707 858)	(591 907 474)		
Profit from ordinary activities		370 875 612	1 449 320 989		
Net monetary gain		569 814 312	69 261 051		
Profit before tax		940 689 924	1 518 582 040		
Income tax (expense)/credit	23	(52 056 147)	(29 056 901)		
Net profit after taxation		888 633 777	1 489 525 139		
Other Comprehensive income: Items that will never be reclassified to profit or los	ss				
Gains on revaluation - PPE	11	36 453	14 406 771		
Related tax		(1 823)	(720 339)		
Items that may be reclassified to profit or loss					
Loss on treasury bills classified as available for sale		(38 738 000)	(59 767 833)		
Related tax		9 975 035	14 774 608		
Other comprehensive income for the year, net of t	ах	(28 728 335)	(31 306 793)		
Total comprehensive income for the period		859 905 442	1 458 218 346		
Earnings per share (Zig cents)		4.91	8.23		

#### STATEMENT OF CHANGES IN EQUITY For the half year ended 30 June 2024

	Share capital ZWG	Share premium ZWG	Property and equipment revaluation reserve	Financial assets at FVTOCI reserve ZWG	Retained income ZWG	Total ZWG
Balance at 1 January 2024	5 215 976	95 138 642	358 590 606	(51 067 056)	1 121 567 890	1 529 446 058
Changes in equity for 2024						
Profit or loss						
Profit for the year	-	-	-	-	888 633 777	888 633 777
Other comprehensive income, net of tax						
Revaluation of property	-	-	34 630	-	-	34 630
Fair value gains on available for sale financial assets  Distributions	-	-	-	(28 762 965)	-	(28 762 965)
Dividend to equity holders					(24 638 371)	(24 638 371)
Other movements	-	-	•	_	(24 030 371)	(24 030 371)
Transfer to retained income			(2 635 775)	_	2 635 775	_
Balance at 30 June 2024	5 215 976	95 138 642	355 989 461	(79 830 021)	1 988 199 071	2 364 713 129
Balance at 1 January 2023	5 215 976	94 955 898	239 307 911	(32 143 142)	326 662 265	633 998 908
Changes in equity for 2023						
Profit or loss						
Profit for the year	-	-	-	-	1 489 525 139	1 489 525 139
Other comprehensive income, net of tax						
Revaluation of property	-	-	13 686 432	-	-	13 686 432
Fair value gains on available for sale financial assets	-	-	-	(44 993 225)	-	(44 993 225)
Distributions Dividend to equity holders					(29 748 041)	(20.740.041)
Other movements	-	-	-	-	(29 /48 041)	(29 748 041)
Effect of changes in general price index				25 367 993		25 367 993
Balance at 30 June 2023	5 215 976	94 955 898	252 994 343	(51 768 374)	1 786 439 363	2 087 837 206

For the half year ended 30 June 2024

	Unreviewed		
	30 Jun 2024 ZWG	30 Jun 2023 ZWG	
Cash used in operating activities	(497 070 074)	(169 841 975)	
- Interest received	220 780 416	226 613 010	
- Interest paid	(35 073 969)	(83 907 327)	
- Interest paid lease liability	(7 072 008)	(85 319 320)	
- Interest paid offshore borrowings - Income taxes paid	(10 939 956) (4 415 146)	(34 386 535) (33 019 339)	
- Dividend received	276 554	3 024 478	
Net cash used in from operating activities	(333 514 183)	(76 154 090)	
		· · ·	
Cash flows from investing activities Proceeds on disposal of property & equip Proceeds on disposal of financial assest at	3 350 863	4 172 921	
fair value through profit or loss	2 789 642	-	
Purchase of financial assets at fair value through profit or loss	(2 001 021)	(18 367 178)	
Purchase of property and equipment	(17 884 095)	(36 755 657)	
Purchase of intangible assets	(20 757 127)	(39 325)	
Net cash used in investing activities	(34 501 738)	(50 989 239)	
Cash flows from financing activities			
Offshore loan received	-	534 675 851	
Lease liability payments	(18 037 922)	(72 351 920)	
Dividend paid	(24 638 371)	(29 748 041)	
Offshore loan capital repayments	(46 893 818)	(688 568 000)	
Net cash used in financing activities	(89 570 111)	(255 992 110)	
Net (decrease)/increase in cash and cash equivalents	(457 586 032)	(383 135 439)	
Cash and cash equivalents at beginning of the year	1 269 261 405	645 497 746	
Effect of exchange rate fluctuations on cash and cash equivalents held	646 672 647	1 006 899 098	
Effects of inflation adjustments	(130 686 647)	-	
Cash and cash equivalents at the beginning of the year	1 327 661 373	1 269 261 405	
Cash and cash equivalents comprise:			
- Cash on hand	543 997 183	504 720 892	
- Local bank accounts	666 434 470	542 254 806	
- Foreign bank accounts	117 229 720	222 285 707	
	1 327 661 373	1 269 261 405	
NOTES TO THE SERABATE FINANCIAL STATEMENTS			

NOTES TO THE SEPARATE FINANCIAL STATEMENTS For the half year ended 30 June 2024

		Unrevie	wed
	30 Ju	2024 ZWG	31 Dec 2023 ZWG
CASH AND SHORT TERM FUNDS			
Balances with the Reserve Bank of Zimbabwe Balances with other banks and cash Total cash and cash equivalents		67 419 93 954 61 373	393 206 582 739 929 427 1 133 136 009
2. TREASURY BILLS			
2.1 Reported in the statements of financial position  The Reserve Bank of Zimbabwe (RBZ) has issued various forms of treasury bills which the Bank has participated in. The Bank has three categories of treasury bills classified as for a sillar "Fair value through profit or loss (FVTPL)";  b) as "at "Fair value through other comprehensive income (FVTOCI)"; and c) as "at amortised cost (AMCO)".			
Classification of Treasury Bills as at 31 December 2023			
At fair value through Profit or Loss	32 6	08 939	18 011 392
At fair value through other comprehensive income	439 4	51 290	364 798 743
Held to maturity Zamco Treasury Bills Capitalisation Treasury Bills	472 0	8 289 7 665 76 183	54 189 48 850 382 913 174
Maturing within 1 year Maturing after 1 year		58 173 18 010	18 051 207 364 861 967

- The Bank invested in treasury bills issued by the RBZ over an average period of 106 days (December 2023:161 days) which were at an average rate of 9% (December 2023: 27.83%).
- an average rate of 9% (December 2023: 27.83%). The Bank purchased treasury bills from the secondary market. These treasury bills have an average coupon rate of 2.5%, with an average maturity period of 5 years.

  The Bank received treasury bills as substitution for debt instruments from the Zimbabwe Asset Management Company (ZAMCO). The treasury bills have a coupon rate of 5% and maturity periods ranging from 3years to 8 years.

  Capitalisation Treasury Bills (CTBs) with a face value of \$8,004.08 were acquired on 26,05/2015 from the Government of Zimbabwe by the holding company, ZB Financial Holdings Limited (ZBFH). The CTBs were then used to recapitalise ZB Bank Limited, a 100%
- owned subsidiary of ZBFH. The CTBs mature on 26/05/2025 and carry a coupon of 1% which is payable on maturity.

Treasury bills amounting to ZWG48 183 273 (December 2023: ZWG 37 922 734) were fixed deposits.	used as security for	ed as security for the Bank to access			
	Unrevi	ewed			
	30 Jun 2024 ZWG	31 Dec 2023 ZWG			
3. ADVANCES AND OTHER ACCOUNTS					
3.1. Loans, overdrafts and other accounts at amortised cost Mortgage loans Finance leases Bills Discounted Gross advances	1 734 627 955 148 774 664 271 302 742 7 229 402 2 161 934 763	2 158 163 842 145 792 772 312 318 226 - 2 616 274 840			
Off balance sheet exposures In respect of guarantees In respect of loan commitments	32 600 570 731 042 355 763 642 925	110 980 555 1 250 227 311 1 361 207 866			
Gross credit exposure	2 925 577 688	3 977 482 706			
Gross advances Less: Allowance for loan impairment Less: Staff loan benefit liability Net Advances	2 161 934 763 (82 672 142) (8 611 856) 2 070 650 765	2 616 274 840 (122 029 300) (56 258 509) 2 437 987 031			
3.2 Maturity analysis On Demand Within 1 Month Between 1 and 6 Months Between 6 and 12 Months After 12 Months	159 392 178 144 922 725 892 874 240 234 106 873 1 494 281 672 2 925 577 688	154 527 513 224 460 241 653 335 229 624 285 388 2 320 874 335 3 977 482 706			
3.3 Loans and advances to customers by business line:     Corporate lending     Small business lending     Consumer lending     Mortgage lending	2 289 042 500 57 603 706 430 156 818 148 774 664	3 113 681 432 83 357 821 634 650 681 145 792 772			
Corporate lending includes guarantees and loan commitments.	2 925 577 688	3 977 482 706			
3.4 Mortgage loans Mortgage advances were spread as follows:					
Type of property: High density Medium density Low density Commercial	1 528 626 36 859 315 52 455 609 57 931 114 148 774 664	4 062 069 61 305 259 32 998 831 47 426 613 145 792 772			
3.5 Finance lease receivables Gross investment in finance leases: Less than 1 year Between 1 and 5 years	123 941 377 485 049 102	186 125 687 500 087 765			
Gross investment in finance leases Unearned finance charges Net investment in finance leases	608 990 479 (337 687 737) 271 302 742	686 213 452 (373 895 226) 312 318 226			
Less than 1 year Between 1 and 5 years	55 573 154 215 729 588 271 302 742	86 911 308 225 406 918 312 318 226			







NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

	Unreviewed					
	30 Jun 2024	%	31 Dec 2023	%		
	ZWG	Contribution	ZWG	Contribution		
3.6 Sectoral analysis of advances						
Private	571 885 788	26.45%	770 330 257	29.44%		
Agriculture	198 325 263	9.17%	229 920 509	8.79%		
Mining	343 382 414	15.88%	362 685 176	13.86%		
Manufacturing	108 214 920	5.01%	124 800 245	4.77%		
Distribution	108 423 550	5.02%	139 973 184	5.35%		
Construction	33 218 081	1.54%	40 541 326	1.55%		
Transport	64 791 256	3.00%	86 865 905	3.32%		
Services	541 209 126	25.03%	715 282 552	27.34%		
Financial	192 189 049	8.89%	145 543 778	5.56%		
Communication	295 316	0.01%	331 908	0.01%		
	2 161 934 763	100%	2 616 274 840	100%		
3.7 Sectoral analysis of guarantees						
Manufacturing	2 973 573	9.12%	74 755 342	67.36%		
Distribution	6 440 457	19.76%	678 629	0.61%		
Construction	17 603 897	54.00%	30 366 972	27.36%		
Services	5 582 643	17.12%	5 179 612	4.67%		
	32 600 570	100%	110 980 555	100%		
3.8 Sectoral analysis of loan commitments						
Agriculture	103 632 977	14.18%	167 094 766	13.37%		
Mining	267 328 973	36.57%	135 271 239	10.82%		
Manufacturing	77 560 554	10.61%	81 749 318	6.54%		
Distribution	92 958 460	12.72%	122 548 278	9.80%		
Construction	27 798 962	3.80%	42 961 143	3.44%		
Transport	30 371 229	4.15%	77 040 555	6.16%		
Communications	80 005 700	10.94%	597 058 197	47.76%		
Services	51 385 500	7.03%	26 428 395	2.11%		
Financial	-	0.00%	75 420	0.01%		
	731 042 355	100%	1 250 227 311	100%		

	••	
	30 Jun 2024 ZWG	31 Dec 2023 ZWG
3.9 Non-performing debt  Non-performing loans and advances Less: Allowance for loan impairment Value to be received from security held	73 830 694 (8 469 776) 65 360 918	1 073 366 810 (360 539 375) 712 827 435

For the secured non performing loans, security exists in the form of liens registered over funded accounts, bonds registered over landed property and guarantees in various forms. The company discounts the value of the security at hand using internal thresholds for prudential purposes. Generally no security value is placed on ordinary guarantees.

30 Jun 2024 ZWG	31 Dec 2023 ZWG
122 029 300	51 295 376
(103 349 482)	(56 617 049)
63 992 324	127 352 989
-	(2 016)
82 672 142	122 029 300

## Balance at 30 June 2024 3.11 Internal rating grade:

3.10 Loan impairment movement
Balance at beginning of the period
Effects of monetary gain or loss
Charge to profit or loss
Write offs charged to provision

Loans and advances are carried at amortised cost using the effective interest rate.

	Unreviewed								
		ECL STAGE CLASSIFICATION							
		20	024			2023	1		
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	
3.11.1 Total loans and advances									
Total loans and advances Good (AAA to A- Special mention (BBB+ to B-	1 633 379 431 -	- 454 724 638		1 633 379 431 454 724 638	2 448 113 329	- 127 873 048		2 448 113 329 127 873 048	
Non performing (CC to D) Total	1 633 379 431	454 724 638	73 830 694 73 830 694	73 830 694 2 161 934 763	2 448 113 329	127 873 048	40 288 463 40 288 463	40 288 463 2 616 274 840	
Corporate lending Good (AAA to A- Special mention (BBB+ to B- Non performing (CC to D) Total	1 058 670 684 - - 1 058 670 684	436 801 088 - 436 801 088	- - 29 927 803 29 927 803	1 058 670 684 436 801 088 29 927 803 1 525 399 575	1 639 170 291 - - 1 639 170 291	91 315 496 - 91 315 496	- - 21 987 779 21 987 779	1 639 170 291 91 315 496 21 987 779 1 752 473 566	
Small business lending Good (AAA to A- Special mention (BBB+ to B- Non performing (CC to D) Total	38 739 046 - - - 38 739 046	6 063 240 - 6 063 240	12 801 420 12 801 420	38 739 046 6 063 240 12 801 420 57 603 706	70 003 082 - - 70 003 082	9 398 918 - 9 398 918	3 955 820 3 955 820	70 003 082 9 398 918 3 955 820 83 357 820	
Consumer lending Good (AAA to A- Special mention (BBB+ to B- Non performing (CC to D) Total	410 382 698 - - - 410 382 698	7 280 858 - 7 280 858	- - 12 493 262 12 493 262	410 382 698 7 280 858 12 493 262 430 156 818	608 488 908 - - - 608 488 908	- 17 780 317 - 17 780 317	8 381 457 8 381 457	608 488 908 17 780 317 8 381 457 634 650 682	
Mortgage lending Good (AAA to A- Special mention (BBB+ to CCC-) Non performing (CC to D) Total	125 587 003 - - - 125 587 003	4 579 452 - 4 579 452	- 18 608 209 18 608 209	125 587 003 4 579 452 18 608 209 148 774 664	130 451 048 - - - 130 451 048	9 378 317 - 9 378 317	5 963 407 5 963 407	130 451 048 9 378 317 5 963 407 145 792 772	

	Unreviewed										
				ECL STAGE	CLASSIFICATION						
		2024				2023					
	STAGE 1	STAGE 2	STAGE 3	TOTAL	STAGE 1	STAGE 2	STAGE 3	TOTAL			
	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG			
11.2 Financial guarantees											
and loan commitments											
Financial guarantees											
Good (AAA to A-)	32 600 570	-	-	32 600 570	110 980 555	-	-	110 980 555			
Total	32 600 570	-	-	32 600 570	110 980 555	-	-	110 980 555			
Loan commitments											
Good (AAA to A-	731 042 355	-	-	731 042 355	1 250 227 311	-	-	1 250 227 311			
Total `	731 042 355	-	-	731 042 355	1 250 227 311	-	-	1 250 227 311			

## 3.12 Impairment allowance for loans and advances

				Unreview	ved			
	ECL STAGE CLASSIFICATION							
		2024		202011102		2023		
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG
3.12.1 Total loans and advances								
Total loans and advances Good (AAA to A- Special mention (BBB+ to B-	37 100 178 -	- 37 102 188		37 100 178 37 102 188	105 359 283	- 7 623 940	-	105 359 283 7 623 940
Non performing (CC to D)  Total	37 100 178	37 102 188	8 469 776 8 469 776	8 469 776 82 672 142	105 359 283	7 623 940	9 046 077 9 046 077	9 046 077 122 029 300
Corporate lending Good (AAA to A- Special mention (BBB+ to B- Non performing (CC to D) Total	22 732 665 - - - 22 732 665	34 974 785 - 34 974 785	- - 3 391 042 3 391 042	22 732 665 34 974 785 3 391 042 61 098 492	72 537 288 - - - 72 537 288	2 733 946 - 2 733 946	- - 5 919 424 5 919 424	72 537 288 2 733 946 5 919 424 81 190 658
Small business lending Good (AAA to A- Special mention (BBB+ to B- Non performing (CC to D) Total	505 391 - - - 505 391	382 412 - 382 412	- - 601 915 601 915	505 391 382 412 601 915 1 489 718	2 775 419 - - - 2 775 419	166 562 - 166 562	- - 258 883 258 883	2 775 419 166 562 258 883 3 200 864
Consumer lending Good (AAA to A- Special mention (BBB+ to B- Non performing (CC to D) Total	12 770 810 - - 12 770 810	1 744 991 - 1 744 991	- - 4 449 047 4 449 047	12 770 810 1 744 991 4 449 047 18 964 848	29 960 182 - - 29 960 182	4 723 432 - 4 723 432	2 862 088 2 862 088	29 960 182 4 723 432 2 862 088 37 545 702
Mortgage lending Good (AAA to A- Special mention (BBB+ to CCC-) Non performing (CC to D) Total	1 091 312 - - 1 091 312	-	- - 27 772 27 772	1 091 312 - 27 772 1 119 084	86 394 - - - 86 394	-	- - 5 682 5 682	86 394 - 5 682 92 076

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

3.12 Impairment allowance for loans and advances

	Unreviewed								
				ECL STAGE C	LASSIFICATION				
		202	24			2023			
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	
3.12.2 Financial guarantees and loan commitments Financial guarantees									
Good (AAA to A-)	1 321 976	_	_	1 321 976	821 703	-	-	821 703	
Total	1 321 976	-	-	1 321 976	821 703	-	-	821 703	
Loan commitments									
Good (AAA to A-)	8 185 345	-	-	8 185 345	37 062 264	-	-	37 062 264	
Total	8 185 345	_	_	8 185 345	37 062 264	_	_	37 062 264	

	Loan commitments Good (AAA to A-) Total	8 185 345 8 185 345	8 185 345     37 062 264       8 185 345     37 062 264	<u>.</u>	- 37 062 264 - 37 062 264
				Unrevie	wed
				30 Jun 2024 ZWG	31 Dec 2023 ZWG
4.	INVENTORIES			2.110	2,10
	Point of sale mach	nines		14 558 635	27 977
	Stationery Fuel			17 042 714 905	8 230 897 21 652
	PPE materials ATM spares			5 122 136	10 947 258
	Computer consum	lables		31 607 523	8 291 752
5.	TRADE AND OTH	ER RECEIVABLES			
	Accrued interest Remittances in tra			2 550 093 2 720 893	9 356 483
	Advance payment Amounts clearing	s and sundry assets from other banks		940 477 005 24 934 376	283 688 168 45 001 514
6.	FINANCIAL ASSET			970 682 367	338 046 165
	THROUGH PROFIT				
6.1	Carrying amount Unlisted equities Listed Equities	S		132 635 910 17 321 479	160 488 016 20 011 662
	Virtual Gold Tocke	ens purchased		22 076 013 172 033 402	20 860 232 201 359 910
6.2	Movement of fin			102	
	fair value throug Balance at beginn			201 359 910	103 231 452
	Movements during			(2 789 642)	_
		Tockens purchased		2 001 021 200 571 289	18 403 775 121 635 227
	- on listed equity i	nvestments		(2 690 183)	(3 986 295)
	- on unlisted equi - on Virtual Gold 1	ty investments Tockens purchased		(25 062 463) (785 241) 172 033 402	60 744 016 2 456 457 180 849 405
	Exchange gains - On listed equity	investments		172 055 402	15 557 609
	- On unlisted equi Balance at 30 Jun	ty investments		172 033 402	4 952 896 201 359 910
7.	FINANCIAL ASSET	TS AT AMORTISED COST			
7.1	Carrying amount Cash balances	rs .		9 533 603	10 266 035
7 2	Movement of fin	ancial accets		9 533 603	10 266 035
1.2	held at amortise				
	Carrying amounts Balance at beginn			10 266 035	8 198 613
	Movements during				(2 682 293)
	Widtarries or so			10 266 035	5 516 320
		on debentures and bonds ed in current period		-	(133 448)
	Exchange gains or	n cash halances		10 266 035 7 962 113	5 382 872 9 136 893
				18 228 148	14 519 765
	Impairment revers - on bonds	sal		- 18 228 148	26 510 14 546 275
	Monetary losses			10 220 140	14 340 273
	- On bonds - On cash balance			(8 694 545)	16 566 (4 296 806)
	Balance at 30 Jur	ne 2024		9 533 603	10 266 035
8.	INVESTMENT IN S	SUBSIDIARY COMPANY			
	Investment in Bard Opening Net Aset Fair value gain to Carrying Value			581 601 486 (69 479 919) 512 121 567	264 790 250 316 811 236 581 601 486
9.	RIGHT OF USE AS	SET			
	Cost Balance at beginn	ing of the year		218 774 849	60 087 055
	Arising from Lease Balance at the end	e reassesment		38 157 516 256 932 365	158 687 794 218 774 849
	Accumulated der Balance at beginn			53 479 082	32 654 104
		ent of profit or loss		7 807 846 61 286 928	20 824 978 53 479 082
	Carrying value at	the end of the year		195 645 437	165 295 767

		Unreviewed	
	Computer software ZWG	Capital work in progress ZWG	Total ZWG
10. INTANGIBLE ASSETS			
2024			
Cost or valuation Balance at 1 January 2024 Additions Balance at 30 June 2024	68 915 141 2 745 955 71 661 096	15 826 931 18 011 172 33 838 103	84 742 072 20 757 127 105 499 199
Accumulated depreciation and impairment Balance at 1 January 2024 Charge to income statement Balance at 30 June 2024	65 566 512 886 293 66 452 805	<u> </u>	65 566 512 886 293 66 452 805
Net book value at 30 June 2024	5 208 291	33 838 103	39 046 394
2023			
Cost or valuation Balance at 1 January 2023 Additions at cost Balance at 31 December 2023	65 468 154 3 446 987 68 915 141	15 650 083 176 848 15 826 931	81 118 237 3 623 835 84 742 072
Accumulated depreciation and impairment Balance at 1 January 2023 Charge to income statement Balance at 31 December 2023	63 764 327 1 802 185 65 566 512	- -	63 764 327 1 802 185 65 566 512
Net book value at 31 December 2023	3 348 629	15 826 931	19 175 560

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)







# Unreviewed Condensed Interim Financial Results for the half year ended 30 June 2024

				Unreviewed			
	Freehold properties ZWG	Leasehold improvements ZWG	Equipment, furniture & fittings ZWG	Computer equipment ZWG	Motor vehicles ZWG	Capital work in progress ZWG	Total ZWG
PROPERTY AND EQUIPMENT							
2024							
Cost or valuation							
Balance at 1 January 2024	17 196 667	142 234 422	161 279 275	304 486 103	85 105 226	6 120 745	716 422 438
Additions		373 404	1 712 331	8 588 158	7 210 202	- 120713	17 884 095
Gains on revaluation	36 453	-		-		_	36 453
Disposals	50 .55		_	_	(3 975 610)	_	(3 975 610
Transfer between categories	_	_	_	_	-	_	(
Other movements	_		_	_	_	_	-
Balance at 30 June 2024	17 233 120	142 607 826	162 991 606	313 074 261	88 339 818	6 120 745	730 367 376
Accumulated depreciation							
and impairment							
Balance at 1 January 2024	713 120	85 165 866	98 842 014	117 051 291	33 039 197	3 769 511	338 580 999
Charge to income statement	-	2 269 892	5 937 279	49 892 725	8 673 756	-	66 773 652
Disposals	-	-	-	-	(439 519)	-	(439 519
Impairment		-	20 521 662	26 943 835	20 548 123	-	68 013 620
Balance at 30 June 2024	713 120	87 435 758	125 300 955	193 887 851	61 821 557	3 769 511	472 928 752
Net book value at 30 June 2024	16 520 000	55 172 068	37 690 651	119 186 410	26 518 261	2 351 234	257 438 624
2023							
Balance at 1 January 2023	9 068 154	101 600 655	138 506 862	177 886 380	43 642 461	6 111 905	476 816 417
Additions	-	25 598 321	10 430 942	15 900 432	14 981 433	15 315 846	82 226 974
Gain on revaluation	8 128 513	-	12 668 854	110 769 113	27 776 428	-	159 342 908
Disposals	-	-	(347 072)	(69 822)	(1 295 096)	-	(1 711 990
Transfer between categories	-	15 035 446	19 689	-	-	(15 055 135)	-
Other movements	-	-	-	-	-	(251 871)	(251 871
Balance at 31 December 2023	17 196 667	142 234 422	161 279 275	304 486 103	85 105 226	6 120 745	716 422 438
Accumulated depreciation and impairment							
Balance at 1 January 2023	713 120	81 106 777	89 449 994	84 269 010	20 918 970	3 769 511	280 227 382
Charge to income statement	7.13 120	4 059 089	9 460 268	32 800 090	12 509 649		58 829 096
Disposals	_	-	(68 248)	(17 809)	(389 422)	_	(475 479
Impairment	_			/	-	_	,
Balance at 31 December 2023	713 120	85 165 866	98 842 014	117 051 291	33 039 197	3 769 511	338 580 999
Net book value at 31 December 2023	16 483 547	57 068 556	62 437 261	187 434 812	52 066 029	2 351 234	377 841 439

	Hara	viewed
	Office	newed
	30 Jun 2024 ZWG	31 Dec 2023 ZWG
2. DEPOSITS FROM CUSTOMERS		
Deposits by type		
Current accounts	161 753 371	214 168 338
Savings and call accounts	1 868 628 893	2 092 252 819
Term deposits	403 714 399	275 110 313
Bank deposits	307 480 296	378 098 327
	2 741 576 959	2 959 629 797
Maturity Analysis of deposits from customers		
On Demand	502 639 617	612 720 592
Within 1 Month	1 949 504 069	2 182 957 202
Between 1 and 6 Months	205 663 435	163 952 003
Between 6 and 12 months	82 236 531	
After 12 Months	1 533 307	-
	2 741 576 959	2 959 629 797
Secured and unsecured deposits analysis		
Secured deposits	304 522 527	68 409 648
Unsecured deposits	2 437 054 432	
	2 741 576 959	

		Unreviewed							
	30 Jun 2024 ZWG	% Contribution	31 Dec 2023 ZWG	% Contribution					
Deposit Concentration									
Private	423 931 242	15.47%	419 787 240	14.18%					
Agriculture	59 885 404	2.18%	67 863 061	2.29%					
Mining	87 132 594	3.18%	77 893 227	2.63%					
Manufacturing	69 907 637	2.55%	55 843 188	1.89%					
Distribution	121 422 366	4.43%	78 642 293	2.66%					
Construction	32 695 562	1.19%	74 313 841	2.51%					
Transport	17 803 717	0.65%	18 982 740	0.64%					
Services	1 242 947 612	45.34%	1 248 743 040	42.19%					
Financial	599 935 090	21.88%	769 423 760	26.00%					
Communications	85 915 735	3.13%	148 137 407	5.01%					
	2 741 576 959	100.00%	2 959 629 797	100.00%					

	Unrev	riewed
	30 Jun 2024 ZWG	31 Dec 2023 ZWG
13. TRADE AND OTHER PAYABLES		
Items in transit	137 283 074	275 857 317
Interest accrued on deposits and other accounts	10 031 145	15 797 031
Accrued expenses	99 497 690	148 462 489
Sundry creditors	221 774 551	205 807 434
Deferred income	25 602 252	42 326 945
Amounts clearing to other banks	85 597 052	55 519 196
Loan impairment provision for guarantees and loan commitments	9 507 323	37 883 967
	589 293 087	781 654 379
14. LEASE LIABILITIES		
Balance at beginning of the period	105 633 300	74 299 346
Add accrued interest posted to profit and loss	7 072 008	85 319 320
Less lease commitments paid during the period	(25 109 930)	(91 108 343)
Add lease liability reassessment	38 157 516	158 687 794
Add profit on adjustment of lease liabilities	-	(30 302 393)
Exchange loss on lease liabilities	87 171 706	24 625 387
Effects of inflation adjustments	(93 418 632)	(115 887 811)
Balance at 30 June 2024	119 505 968	105 633 300
15. OFFSHORE BORROWINGS		
Balance at beginning of the year	261 167 369	84 355 219
New Joans		1 166 366 359
Interest accrued	10 939 956	34 386 535
Repayments		(1 382 799 444)
Exchange rate movement	166 099 863	338 976 108
Effects of monetary adjustments	(205 970 322)	19 882 592
Balance at 30 June 2024	174 403 091	261 167 369

-	NOTES TO	THE	SEPARATE	FINANCIAL	<b>STATEMENTS</b>	(continued)	)
	TOILS IO		JEIANAIL	IIIVAIVCIAL	JIAILIVILIVIS	(continuca)	,

16.		Unrev	iewed
16.		30 Jun 2024 ZWG	31 Dec 2023 ZWG
	CAPITAL ADEQUACY		
	Ordinary share capital	5 215 976	5 215 976
	Share premium Total Reserves	95 138 642 2 264 358 512	95 138 642 1 429 091 440
	IFRS Capital	2 364 713 130	1 529 446 058
	Add/(less) Regulatory adjustments Fair value adjustment on		
	capitalisation treasury bills Interest in reserve on non-	374	(2 326
	performing loans Loans to group entities and directors	(11 801 295) (53 882 774)	(5 462 073 (74 544 818
	Revaluation reserve Tier 1 capital	(355 989 461) 1 943 039 974	(358 590 606 1 090 846 235
	Revaluation reserve	355 989 461	358 590 606
	General provision Tier 2 Capital	16 574 074 372 563 535	20 097 033 378 687 639
	Total Capital Base	2 315 603 509	1 469 533 874
	Credit risk weighted assets Operational risk equivalent assets	4 074 189 121 1 999 040 489	3 921 460 206 2 254 336 801
	Market risk equivalent assets Total Risk weighted Assets	931 088 604 7 004 318 214	1 004 695 414 7 180 492 421
	Tier 1 capital ratio	27.74%	15.19%
	Tier 2 capital ratio Capital adequacy ratio	5.32% 33.06%	5.27% 20.47%
		Unrev	iewed
		30 Jun 2024	30 Jun 2023
,	NET INTEREST AND RELATED INCOME	ZWG	ZWG
	1.1 Interest income calculated using the effective interest rate method		
	Advances Overdrafts	146 824 783 28 330 043	158 488 471 18 923 542
	Establishment fees Placements with other banks	15 711 407 6 120 947	12 271 614 8 147 894
	Financial assets at amortised cost Treasury bills at FVTOCI	23 248 195	228 360 8 993 883
	Treasury bills at FVTPL	545 041 220 780 416	18 912 366 225 966 130
7.	1.2 Other interest and related income Other interest receivable categories	-	646 880
	Total interest and related income	220 780 416	226 613 010
7.2	2.1 Interest expense calculated using the effective interest rate method Customer deposits	18 579 007	38 532 054
	Placements from other banks Offshore borrowings	11 668 340 10 939 956	14 425 285 12 976 974
	Lease liabilities Productive sector facility	9 839 888 2 023 561	15 710 993 2 241 110
, .	2.2 Other interest and related expenses	53 050 752	83 886 416
,	Other interest and related expenses  Other interest payable categories  Total interest expense	35 181 35 181	20 910 20 910
	Total interest and related expenses	53 085 933	83 907 326
	Net interest and related income	167 694 483	142 705 684
	ANALYSIS OF LOAN INDIVIDUE STATE STA		
3	ANALYSIS OF LOAN IMPAIRMENT CHARGES/(RECOVERIES) TO STATEMENT OF PROFIT OR LOSS:		
	Impaiment charges on loans and overdrafts (Note 3.11) Impairment reversal on financial assets at amortised cost	63 992 324	60 179 607 (81 052
	Impairment charge on guarantees (Note 24.2) Impairment charge on undrawn facilities (Note 24.3)	1 196 193 2 511 985	3 672 238 2 370 351
	Recoveries during the year	(64 461 000) 3 239 502	(30 578 836 35 562 308
)	COMMISSION AND FEE INCOME COMPRISES:		
	Commission and fee income comprises: Digital channels	106 958 521	55 727 396
	Service fees Other commissions	227 684 946 2 420 153	144 916 929 47 792 183
		337 063 620	248 436 508
	OTHER INCOME		
0	Evchango loss realised		
0	Exchange loss - realised Exchange income -unrealised	4 008 814 646 672 647	1 006 899 098
0	Exchange income -unrealised Dividends from other investments Rentals and recoveries	646 672 647 276 554 313 053	1 006 899 098 3 024 478 832 471
O	Exchange income -unrealised Dividends from other investments	646 672 647 276 554 313 053 (185 227) 5 987 411	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783
	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment	646 672 647 276 554 313 053 (185 227)	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783
	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments	646 672 647 276 554 313 053 (185 227) 5 987 411	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783
	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919)	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200 153 066 888 477 257 660
	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL)	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241)	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200 153 066 888 477 257 660 505 811 10 587 020
1.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL)	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200 153 066 888 477 257 660 505 811 10 587 020
1.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241)	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200 153 066 888 477 257 660 505 811 10 587 020 641 417 379
1.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Communication expenses Computer and information technology	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241) (98 008 383) 229 492 727 10 428 299 73 497 363	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200 153 066 888 477 257 660 505 811 10 587 020 641 417 379 311 470 033 5 206 915 71 807 530
1.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Computer and information technology Occupation expenses Transport expenses	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241) (98 008 383) 229 492 727 10 428 299 73 497 363 17 825 617 5 562 761	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200 153 066 888 477 257 660 505 811 10 587 020 641 417 379 311 470 033 5 206 915 71 807 530 34 274 025 4 647 684
1.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Computer and information technology Occupation expenses	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241) (98 008 383) 229 492 727 10 428 299 73 497 363 17 825 617 5 562 761 2 951 883 349 949 208	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200 153 066 888 477 257 660 505 811 10 587 020 641 417 379 311 470 033 5 206 915 71 807 530 34 274 025 4 647 684 4 985 900 159 515 387
1.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Computer and information technology Occupation expenses Transport expenses Travelling expenses Administration expenses	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241) (98 008 383) 229 492 727 10 428 299 73 497 363 17 825 617 5 562 761 2 951 883	1 006 899 098 3 024 478 832 477 3 296 323 1 505 783 1 044 231 200 153 066 888 477 257 660 505 811 10 587 020 641 417 379 311 470 033 5 206 915 71 807 530 34 274 025 4 647 688 4 985 900 159 515 387
1.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Computer and information technology Occupation expenses Transport expenses Transport expenses Transport expenses Included in operating expenses are the following Depreciation charge on property and equipment	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241) (98 008 383) 229 492 727 10 428 299 73 497 363 17 825 617 5 562 761 2 951 883 349 949 208	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200  153 066 888 477 257 660 505 811 10 587 020 641 417 379  311 470 033 5 206 915 71 807 530 34 274 025 4 647 687 4 985 900 159 515 387 591 907 474
1.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Computer and information technology Occupation expenses Transport expenses Travelling expenses Administration expenses Included in operating expenses are the following	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241) (98 008 383) 229 492 727 10 428 299 73 497 363 17 825 617 5 562 761 2 951 883 349 949 208 689 707 858	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200 153 066 888 477 257 660 505 811 10 587 020 641 417 379 311 470 033 5 206 915 71 807 530 34 274 025 4 647 684 4 985 900 159 515 387 591 907 474 58 829 096 1 802 185 20 824 978
1.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Computer and information technology Occupation expenses Transport expenses Transport expenses Travelling expenses Administration expenses Included in operating expenses are the following Depreciation charge on property and equipment Amortisation of intangible assets Depreciation charge on right of use asset	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241) (98 008 383) 229 492 727 10 428 299 73 497 363 17 825 617 5 562 761 2 951 883 349 949 208 689 707 858	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200 153 066 888 477 257 660 505 811 10 587 020 641 417 379 311 470 033 5 206 915 71 807 530 34 274 025 4 647 684 4 985 900 159 515 387 591 907 474 58 829 096 1 802 185 20 824 978
1.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Computer and information technology Occupation expenses Transport expenses Travelling expenses Administration expenses Included in operating expenses are the following Depreciation charge on property and equipment Amortisation of intangible assets Depreciation charge on right of use asset Auditors'remuneration  INCOME TAX EXPENSE  Current income tax	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241) (98 008 383) 229 492 727 10 428 299 73 497 363 17 825 617 5 562 761 2 951 883 349 949 208 689 707 858 66 773 652 886 293 7 807 846 2 887 446	1 006 899 098 3 024 478 832 477 3 296 323 1 505 783 1 044 231 200  153 066 888 477 257 660 505 811 10 587 020 641 417 379  311 470 033 5 206 915 71 807 530 34 274 025 4 647 684 4 985 900 159 515 387 591 907 474  58 829 096 1 802 185 20 824 978 3 481 364
1.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Computer and information technology Occupation expenses Transport expenses Transport expenses Travelling expenses Administration expenses Included in operating expenses are the following Depreciation charge on property and equipment Amortisation of intangible assets Depreciation charge on right of use asset Auditors'remuneration  INCOME TAX EXPENSE	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241) (98 008 383) 229 492 727 10 428 299 73 497 363 17 825 617 5 562 761 2 951 883 349 949 208 689 707 858 66 773 652 886 293 7 807 846 2 887 446	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200 153 066 888 477 257 660 505 811 10 587 020 641 417 379 311 470 033 5 206 915 71 807 530 34 274 025 4 647 684 4 985 900 159 515 387 591 907 474 58 829 096 1 802 185 20 824 978 3 481 364
1.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Computer and information technology Occupation expenses Transport expenses Travelling expenses Administration expenses Included in operating expenses are the following Depreciation charge on property and equipment Amortisation of intangible assets Depreciation charge on right of use asset Auditors'remuneration  INCOME TAX EXPENSE  Current income tax	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241) (98 008 383) 229 492 727 10 428 299 73 497 363 17 825 617 5 562 761 2 951 883 349 949 208 689 707 858 66 773 652 886 293 7 807 846 2 887 446	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200 153 066 888 477 257 660 505 811 10 587 020 641 417 379 311 470 033 5 206 915 71 807 530 34 274 025 4 647 684 4 985 900 159 515 387 591 907 474 58 829 096 1 802 185 20 824 978 3 481 364
1.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Computer and information technology Occupation expenses Transport expenses Travelling expenses Travelling expenses Administration expenses Included in operating expenses are the following Depreciation charge on property and equipment Amortisation of intangible assets Depreciation charge on right of use asset Auditors'remuneration  INCOME TAX EXPENSE  Current income tax Deferred taxation	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241) (98 008 383) 229 492 727 10 428 299 73 497 363 17 825 617 5 562 761 2 951 883 349 949 208 689 707 858 66 773 652 886 293 7 807 846 2 887 446	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200 153 066 888 477 257 660 505 811 10 587 020 641 417 379 311 470 033 5 206 915 71 807 530 34 274 025 4 647 684 4 985 900 159 515 387 591 907 474 58 829 096 1 802 185 20 824 978 3 481 364 24 203 088 4 853 813
1. 2	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Computer and information technology Occupation expenses Transport expenses Travelling expenses Administration expenses Included in operating expenses are the following Depreciation charge on property and equipment Amortisation of intangible assets Depreciation charge on right of use asset Auditors' remuneration  INCOME TAX EXPENSE  Current income tax Deferred taxation  CONTINGENT LIABILITIES  In respect of treasury bills held in trust on behalf of customers  The nominal values of such commitments are listed below: In respect of guarantees	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241) (98 008 383) 229 492 727 10 428 299 73 497 363 17 825 617 5 562 761 2 951 883 349 949 208 689 707 858 66 773 652 886 293 7 807 846 2 887 446 35 560 289 16 495 858 52 056 147	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200  153 066 888 477 257 660 505 811 10 587 020 641 417 379  311 470 033 5 206 915 71 807 530 34 274 025 4 647 684 4 985 900 159 515 387 591 907 474  58 829 096 1 802 185 20 824 978 3 481 364  24 203 088 4 853 813 29 056 901
1. 2	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Computer and information technology Occupation expenses Transport expenses Transport expenses Travelling expenses Administration expenses Included in operating expenses are the following Depreciation charge on property and equipment Amortisation of intangible assets Depreciation charge on right of use asset Auditors' remuneration  INCOME TAX EXPENSE  Current income tax Deferred taxation  CONTINGENT LIABILITIES  In respect of treasury bills held in trust on behalf of customers The nominal values of such commitments are listed below:	646 672 647 276 554 313 053 (185 227) 5 987 411 657 073 252 (27 752 646) (69 479 919) 9 423 (785 241) (98 008 383) 229 492 727 10 428 299 73 497 363 17 825 617 5 562 761 2 951 883 349 949 208 689 707 858 66 773 652 886 293 7 807 846 2 887 446 35 560 289 16 495 858 52 056 147	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200  153 066 888 477 257 660 505 811 10 587 020 641 417 379  311 470 033 5 206 915 71 807 530 34 274 025 4 647 684 4 985 900 159 515 387 591 907 474  58 829 096 1 802 185 20 824 978 3 481 364  24 203 088 4 853 813 29 056 901
1. 2 2	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Computer and information technology Occupation expenses Transport expenses Travelling expenses Administration expenses Included in operating expenses are the following Depreciation charge on property and equipment Amortisation of intangible assets Depreciation charge on right of use asset Auditors'remuneration  INCOME TAX EXPENSE  Current income tax Deferred taxation  CONTINGENT LIABILITIES  In respect of treasury bills held in trust on behalf of customers The nominal values of such commitments are listed below: In respect of guarantees In respect of undrawn commitments	646 672 647	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200  153 066 888 477 257 660 505 811 10 587 020 641 417 379  311 470 033 5 206 915 71 807 530 34 274 025 4 647 684 4 985 900 159 515 387 591 907 474  58 829 096 1 802 185 20 824 978 3 481 364  24 203 088 4 853 813 29 056 901
11. 22. 22. 24. 44. 44. 44.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Communication expenses Transport expenses Transport expenses Travelling expenses Administration expenses Included in operating expenses are the following Depreciation charge on property and equipment Amortisation of intangible assets Depreciation charge on right of use asset Auditors' remuneration  INCOME TAX EXPENSE  Current income tax Deferred taxation  CONTINGENT LIABILITIES  In respect of treasury bills held in trust on behalf of customers The nominal values of such commitments are listed below: In respect of guarantees In respect of undrawn commitments	646 672 647	28 673 047 1 006 899 998 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200  153 066 888 477 257 681 10 587 020 641 417 379  311 470 033 5 206 915 71 807 530 34 274 025 4 647 684 4 985 900 159 515 387 591 907 474  58 829 096 1 802 185 20 824 978 3 481 364  24 203 088 4 853 813 29 056 901  110 980 555 1 250 227 311 1 361 207 866  3 959 197 (112 290
1. 2 2	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Computer and information technology Occupation expenses Transport expenses Travelling expenses Administration expenses Included in operating expenses are the following Depreciation charge on property and equipment Amortisation of intangible assets Depreciation charge on right of use asset Auditors' remuneration  INCOME TAX EXPENSE  Current income tax Deferred taxation  CONTINGENT LIABILITIES  In respect of treasury bills held in trust on behalf of customers  The nominal values of such commitments are listed below: In respect of guarantees In respect of undrawn commitments	646 672 647	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200  153 066 888 477 257 660 505 811 10 587 020 641 417 379  311 470 033 5 206 915 71 807 530 34 274 025 4 647 684 4 985 900 159 515 387 591 907 474  58 829 096 1 802 185 20 824 978 3 481 364  24 203 088 4 853 813 29 056 901
33 34 44.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Communication expenses Communication expenses Computer and information technology Occupation expenses Travelling expenses Travelling expenses Travelling expenses Administration expenses  Included in operating expenses are the following Depreciation charge on property and equipment Amortisation of intangible assets Depreciation charge on right of use asset Auditors'remuneration  INCOME TAX EXPENSE  Current income tax Deferred taxation  CONTINGENT LIABILITIES In respect of treasury bills held in trust on behalf of customers The nominal values of such commitments are listed below: In respect of guarantees In respect of undrawn commitments  Impairment movement on Guarantees Balance at beginning of the year Charge/(reversal) to statement of profit or loss in respect of guarantees(Note 18) Effect of monetary adjustment Balance at end of the period  Impairment movement on undrawn	646 672 647	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200  153 066 888 477 257 660 505 811 10 587 020 641 417 379  311 470 033 5 206 915 71 807 530 34 274 025 4 647 684 4 985 900 159 515 387 591 907 474  58 829 096 1 802 185 20 824 978 3 481 364  24 203 088 4 853 813 29 056 901  110 980 555 1 250 227 311 1 361 207 866  3 959 197  (112 290 (3 025 204
33 34 44.	Exchange income -unrealised Dividends from other investments Rentals and recoveries (Loss)/profit on sale of property, plant and equipment Sundry income  FAIR VALUE ADJUSTMENTS  Arising from FVTPL investments Financial assets at fair value through profit or loss (FVTPL) Investment in subsidiary company Treasury bills at fair value through profit or loss (FVTPL) Virtual Gold Tockens purchased  OPERATING EXPENSES  Staff expenses Compunication expenses Computer and information technology Occupation expenses Transport expenses Transport expenses Transport expenses Transport expenses Administration expenses Included in operating expenses are the following Depreciation charge on property and equipment Amortisation of intangible assets Depreciation charge on right of use asset Auditors'remuneration  INCOME TAX EXPENSE  Current income tax Deferred taxation  CONTINGENT LIABILITIES  In respect of treasury bills held in trust on behalf of customers In respect of guarantees In respect of guarantees In respect of undrawn commitments  Impairment movement on Guarantees Balance at beginning of the year Charge/(reversal) to statement of profit or loss in respect of guarantees(Note 18)  Effect of monetary adjustment Balance at end of the period	646 672 647	1 006 899 098 3 024 478 832 471 3 296 323 1 505 783 1 044 231 200  153 066 888 477 257 660 505 811 10 587 020 641 417 379  311 470 033 5 206 915 71 807 530 34 274 025 4 647 684 4 985 900 159 515 387 591 907 474  58 829 096 1 802 185 20 824 978 3 481 364  24 203 088 4 853 813 29 056 901  110 980 555 1 250 227 311 1 361 207 866  3 959 197 (112 290 (3 025 204







#### NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

#### 25. RISK MANAGEMENT

25.1 Financial assets and financial liabilities classification and fair values

			Unreviewed						
			CARRYIN	IG AMOUNT		FAIR VALUE			
	Notes	Designated at fair value ZWG	Designated at AMCO ZWG	FVTOCI ZWG	Total ZWG	Level 1 ZWG	Level 2 ZWG	Level 3 ZWG	Total ZWG
30 June 2024									
Equity Securities	6	149 957 389			149 957 389	17 321 479		132 635 910	149 957 389
Treasury Bills	2	32 608 939		439 451 290	472 060 229		32 608 939	439 451 290	472 060 229
Virtual Gold Tockens Purchased	6	22 076 013			22 076 013	22 076 013			22 076 013
Investment in Subsidiary company	8	512 121 567			512 121 567			512 121 567	512 121 567
		716 763 908	-	439 451 290	1 156 215 198	39 397 492	32 608 939	1 084 208 767	1 156 215 198
Cash and short term funds	1		1 327 661 373		1 327 661 373				
Treasury Bills	2		15 954		15 954				
Advances and other accounts	3		2 070 650 765		2 070 650 765				
Trade other receivables	5		970 682 367		970 682 367				
Financial assets at amortised cost	7		9 533 603		9 533 603				
		-	4 378 544 062		4 378 544 062				
Deposits from customers	12		(2 741 576 959)		(2 741 576 959)				
Trade and other payables	13		(563 690 834)		(563 690 834)				
Orizinore porrowings	15		, ,						
Offshore borrowings	15		(174 403 091) (3 479 670 884)		(174 403 091)				

			Unreviewed								
		CARRYING AMOUNT				FAIR VALUE					
	Notes	Designated at fair value ZWG	Designated at AMCO ZWG	FVTOCI ZWG	Total ZWG	Level 1 ZWG	Level 2 ZWG	Level 3 ZWG	Total ZWG		
31 December 2023											
Equity Securities	6	180 499 678			180 499 678	20 011 662		160 488 016	180 499 678		
Treasury Bills	2	18 011 392		364 798 743	382 810 135		18 011 392	364 798 743	382 810 135		
Virtual Gold Tockens Purchased	6	20 860 232			20 860 232	20 860 232			20 860 232		
Investment in subsidiary	8	581 601 486			581 601 486		-	581 601 486	581 601 486		
		800 972 788	-	364 798 743	1 165 771 531	40 871 894	18 011 392	1 106 888 245	1 165 771 531		
Cash and short term funds	1		1 133 136 009		1 133 136 009						
Treasury Bills	2		103 038		103 038						
Advances and other accounts	3		2 437 987 031		2 437 987 031						
Trade other receivables	5		338 046 165		338 046 165						
Financial assets at amortised cost	7		10 266 035		10 266 035						
			3 919 538 278		3 919 538 278						
Deposits from customers	12		(2 959 629 797)		(2 959 629 797)						
Trade and other payables	13		(781 654 379)		(781 654 379)						
Offshore borrowings	15		(261 167 369)		(261 167 369)						
			(4.002.451.545)		(4.002.451.545)						

#### 25.2 Liquidity risk

The tables below set out the remaining contractual maturities of the Bank's financial assets and financial liabilities.

	Unreviewed								
Liquidity gap analysis	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Total ZWG	Carrying amount ZWG			
As at 30 June 2024									
Assets									
Cash and short term funds	1 194 048 502	95 268 762	38 344 109	-	1 327 661 373	1 327 661 373			
Treasury bills	15 588 331	17 373 086	178 252 524	271 031 105	482 245 046	472 076 183			
Advances and other accounts	301 160 187	547 138 024	183 324 773	1 064 408 866	2 096 031 850	2 070 650 765			
Trade and other receivables	84 957 768	31 715 487	44 024 749	3 517 397	164 215 401	164 215 401			
Financial assets at fair value									
through profit or loss		22 076 013	-	149 957 389	172 033 402	172 033 402			
	1 595 754 788	713 571 372	443 946 155	1 488 914 757	4 242 187 072	4 206 637 124			
Liabilities									
Deposits and other accounts	2 455 286 519	211 785 840	83 002 450	1 533 307	2 751 608 116	2 741 576 959			
Offshore borrowings		174 403 091	-	_	174 403 091	174 403 091			
Trade and other payables	312 173 077	155 444 030	40 543 596	178 955 202	687 115 905	687 115 905			
Lease liability	12 518 769	25 037 538	52 161 538	35 469 846	125 187 691	119 505 968			
Loan commitments	16 902 214	342 548 349	26 899 661	344 692 131	731 042 355	731 042 355			
Guarantees	3 801 240	20 577 470	8 221 860	-	32 600 570	32 600 570			
	2 800 681 819	929 796 318	210 829 105	560 650 486	4 501 957 728	4 486 244 847			
David days	(4.204.027.024)	(246.224.046)	233 117 050	928 264 271	(250 770 656)	(270 607 722)			
Period gap	(1 204 927 031)	(216 224 946)			(259 770 656)	(279 607 723)			
Cumulative gap	(1 204 927 031)	(1 421 151 977)	(1 188 034 927)	(259 770 656)	-	-			

#### NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

			Unrevi	ewed		
Liquidity gap analysis	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Total ZWG	Carrying amount ZWG
As at 31 December 2023						
Assets						
Cash and short term funds	962 422 953	99 983 933	70 729 125		1 133 136 009	1 133 136 009
Treasury bills	16 946 299	1 132 586	-	366 544 539	384 623 424	382 913 174
Advances and other accounts	353 359 406	448 583 884	387 913 596	1 912 901 936	3 102 758 822	2 437 987 031
Trade and other payables	149 201 338	10 444 696	52 385 908	90 130	212 122 072	212 122 072
Financial assets at fair value through						
profit or loss	-	20 860 232	-	180 499 677	201 359 910	201 359 910
	1 481 929 996	581 005 331	511 028 629	2 460 036 282	5 034 000 238	4 367 518 196
Liabilities						
Deposits from customers	2 802 948 386	165 982 676		-	2 968 931 062	2 959 629 797
Offshore borrowings	-	267 663 135	-	-	267 663 135	261 167 369
Trade and other payables	402 346 501	87 278 576	166 435 214	83 267 139	739 327 430	739 327 430
Lease liability	19 095 262	38 190 524	79 563 592	54 103 242	190 952 620	105 633 300
Loan commitments	16 549 327	155 180 204	270 306 283	808 191 498	1 250 227 312	1 250 227 312
Guarantees	10 456 707	76 302 266	24 221 582	-	110 980 555	110 980 55
	3 251 396 183	790 597 381	540 526 671	945 561 879	5 528 082 114	5 426 965 763
Period gap Cumulative gap	(1 769 466 187) (1 769 466 187)	(209 592 050) (1 979 058 237)	(29 498 042) (2 008 556 279)	1 514 474 403 (494 081 876)	(494 081 876)	(1 059 447 567

	Ur	Unreviewed	
	30 Jun 202 ZW		
5.2 Liquidity risk (continued)			
Liquidity ratios			
Liquid assets			
Cash and short term funds	1 327 661 37	73 1 1 1 3 3 1 3 6 0 0	
Treasury Bills	472 076 18	382 913 174	
Total liquid assets	1 799 737 55	1 516 049 183	
Total liabilities to the public	2 741 576 95	2 959 629 797	
At 30 June	66	% 51%	
Average for the year	55	% 50%	
Maximum for the year	58		
Minimum for the year	50	% 57%	
Minimum statutory liquidity ratio	30	% 30%	

25.3 Interest rate risk					
			Unreviewed		
Interest rate gap analysis	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Carrying amount ZWG
As at June 2024					
Assets Cash and short term funds Treasury bills Advances and other accounts	202 496 770 15 542 005 287 412 689 505 451 464	17 063 795 543 096 489 560 160 284	178 252 373 181 836 044 360 088 417	261 218 010 1 058 305 543 1 319 523 553	202 496 770 472 076 183 2 070 650 765 2 745 223 718
Liabilities Deposits from customers Offshore borrowings Lease liability	2 452 143 686 11 950 597 2 464 094 283	205 663 435 174 403 091 23 901 194 403 967 720	82 236 531 - 49 794 153 132 030 684	1 533 307 - 33 860 024 35 393 331	2 741 576 959 174 403 091 119 505 968 3 035 486 018
Period gap Cumulative gap	(1 958 642 819) (1 958 642 819)	156 192 564 (1 802 450 255)	228 057 733 (1 574 392 522)	1 284 130 222 (290 262 300)	(290 262 300
As at 31 December 2023					
Financial asset by type Cash and short term funds Treasury bills Advances and other accounts	551 412 414 16 918 621 351 981 721 920 312 756	1 132 586 421 852 759 422 985 345	- - 329 757 523 329 757 523	364 861 967 1 334 395 028 1 699 256 995	551 412 414 382 913 174 2 437 987 031 3 372 312 619
Financial liability by type Deposits from customers Offshore borrowings Lease liability	2 795 677 794 10 563 330 2 806 241 124	163 952 003 261 167 369 21 126 660 446 246 032	- - 44 013 875 44 013 875	- - 29 929 435 29 929 435	2 959 629 797 261 167 369 105 633 300 3 326 430 466
Period gap	(1 885 928 368)	(23 260 687)	285 743 648	1 669 327 560	45 882 153

(1 885 928 368) (1 909 189 055) (1 623 445 407)



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## **Unreviewed Condensed Interim Financial Results** for the half year ended 30 June 2024



UNREVIEWED CONDENSED INTERIM FINANCIAL RESULTS for the half year ended 30 June 2024

STATEMENT OF FINANCIAL POSITION

		Unrev	iewed
		30 Jun 2024	31 Dec 2023
	Notes	ZWG	ZWG
ASSETS			
Cash and cash equivalents	1	57 268 929	41 126 036
Treasury Bills	2	5 709 928	5 632 923
Loans and other advances	3	25 384 278	40 471 223
Trade and other receivables	4	6 739 412	36 070 603
Inventories	5	220 631	220 631
Financial assets at FVTPL	6	16 378 526	19 076 342
Right of use assets	7	4 991 738	1 186 956
Property and equipment	8	398 708	3 596 011
Investment properties	9	204 580 000	170 629 773
Investments in subsidiaries	10	72 041 636	90 016 242
Total assets		393 713 786	408 026 740
LIABILITIES			
Deposits from customers	11	65 578 123	81 015 658
Trade and other payables	12	18 776 667	14 375 641
Lease liabilities	13	1 094 704	2 119 105
Deferred tax liabilities	14	(2 545 169)	8 531 489
Total liabilities		82 904 324	106 041 893
EQUITY			
Share capital	15.1	2 750 929	2 750 929
Share premium	15.1	25 705 790	25 705 790
Reserves	15.2	281 978 474	273 528 128
Total equity		310 435 193	301 984 847
Total equity and liabilities		393 713 786	408 026 740

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME For the half year ended 30 June 2024

		Officerie	ewed
	Notes	30 Jun 2024 ZWG	30 Jun 2023 ZWG
Interest income	16.1	3 897 612	12 905 156
Interest expense	16.2	(123 376)	(209 165)
Net interest income	16	3 774 236	12 695 991
Net recoveries / (allowance for loan impairment)	17	_	(51 316)
Net income from lending activities		3 774 236	12 644 675
Commissions, fees and operating income	18	22 775 827	53 977 370
Fair value adjustments	19	13 277 806	241 033 219
Total income		58 904 210	307 655 264
Total operating expenses	20	(23 179 918)	(25 592 584)
Operating profit		35 724 292	282 062 680
Net monetary loss		(22 606 610)	(14 688 228)
Profit before taxation		(6 332 927)	267 374 452
Income tax expense	21	11 076 658	(6 953 474)
Profit for the period		5 117 999	260 420 978
Other comprehensive income:			
Items that will not be reclassified to profit or loss			
Gains on property and equipment revaluation		-	-
Related tax		-	-
Other comprehensive income for the year, net of ta	х	-	-
Total comprehensive income for the period		4 743 731	260 420 978
Earnings per share			
Basic and fully diluted earnings per share (ZWG cents)			

STATEMENT OF CHANGES IN EQUITY For the half year ended 30 June 2024

				Unreviewed		
	Ordinary shares ZWG	Share premium ZWG	Property revaluation reserve ZWG	Available for sale financial assets ZWG	Retained income ZWG	Total ZWG
Balance at 1 January 2024	2 750 929	25 705 790	2 846 896	(4 224 803)	274 906 035	306 209 650
Changes in equity for 2024 Profit or loss Revaluation of property Fair value on financial assets at FVTOCI Effects of changes in general price index Balance at 30 June 2024	- - - 2 750 929	- - - - 25 705 790	- - - - 2 846 896	(372 979) 4 079 593 (518 188)	5 117 999 - - - 280 024 034	5 117 999 - (372 979) 4 079 593 310 809 461
Balance at 1 January 2023	2 750 929	25 633 149	23 316 232	-	115 670 420	146 370 732
Changes in equity for 2023 Profit or loss Revaluation of property Fair value on financial assets at FVTOCI Balance at 30 June 2023	- - - 2 750 929	- - - 25 705 790	530 664 - 2 846 896	- - (4 224 803) (4 224 803)	159 235 615 - - 274 906 035	- - (4 224 803) 301 984 847

STATEMENT OF CASH FLOWS For the half year ended 30 June 2024

Tor the hair year ended 50 June 2024			
		Un	reviewed
		30 Jun 2024	30 Jun 2023
	Notes	ZWG	ZWG
Cash flows generated from operating activities		(227 248 952	) 209 700 912
Interest received	16.1	3 897 612	12 905 156
Interest paid	16.2	(123 376	(209 165)
Net cash generated from operating activities		(223 474 716	) 222 396 903
Cash flows from investing activities			
Purchase of property and equipment	8	(1	-
Dividends received	18	17 863	229 976
Net cash generated from investing activities		17 862	229 976
Cash flows from financing activities			
Lease commitments paid during the period	13	(186 063	(4 980 690)
Net cash used in financing activities		(186 063	) (4 980 690)
Net increase in cash and cash equivalents		(223 642 917	) 217 646 189
Cash and cash equivalents at beginning of period		280 911 847	63 265 658
Cash and cash equivalents at end of period		57 268 930	280 911 847
Cash and cash equivalents comprise;			
Cash on hand		1 238 382	6 074 432
Local bank accounts		40 896 657	200 603 634
Balances at the RBZ		15 133 890	74 233 779
		57 268 929	280 911 845

NOTES TO THE FINANCIAL STATEMENTS

		Unreviewed	
		30 Jun 2024 ZWG	31 Dec 2023 ZWG
1.	CASH AND CASH EQUIVALENTS		
	Cash on hand	1 238 382	2 943 455
	Local bank accounts	40 896 657	23 018 009
	Balances at the RBZ	15 133 890	15 164 572
		57 268 929	41 126 036
2.	MONEY MARKET INVESTMENTS		
	Fixed deposits	5 709 928	5 632 923

Fixed deposits are investments in money market instruments on an unsecured basis. Fixed deposits on average run for 30 days on an average interest rate of 5.5% per annum (2018: 2%).

These money market placements are short term in nature and the carrying amount approximates the fair value, thus these have been classified as level 2 financial instruments in the fair value hierarchy.

	Unrev	viewed
	30 Jun 2024 ZWG	31 Dec 2023 ZWG
3. LOANS AND OTHER ADVANCES		
3.1 Categories of loans and advances		
Mortgage loans		
Residential properties	4 843	34 50
	4 843	34 50
Other loans and overdrafts		
Consumer loans	26 130 450	42 882 22
Gross loans and advances	26 135 293	42 916 73
Less: Allowance for loan impairment	(751 016)	(2 445 51
Loans and advances	25 384 278	40 471 22
2.2 Maturity analysis		
3.2 Maturity analysis Within 1 month	9 181 348	4 403 01
Between 2 – 6 months	2 198 443	6 877 79
Between 7 – 12 months	2 099 516	10 711 50
After 12 months	12 665 987	20 924 41
	26 135 293	42 916 73
3.3 Loans and advances to customers		
by business line Mortgage lending	4 844	34 50
Consumer lending	26 130 449	40 133 11
Small business lending	20 130 143	2 749 11
,	26 135 293	42 916 73
A Markon I consumed		
3.4 Mortgage loans spread Residential high density	4 843	9 52
Residential medium density	4 043	6 87
Residential low density	_	18 11
,	4 843	34 50
8.5 Non-performing debt		
Non-performing debt	_	27 36
Less: Allowance for loan impairment	_	(63 59
Value to be received from security held	-	(36 22

For the secured non-performing loans, security exists in the form of liens registered over funded accounts, bonds registered over landed property and guarantees in various forms. The Society discounts the value of the security at hand using internal thresholds for prudential purposes. Generally no security value is placed on ordinary guarantees. The internally discounted value of security held in respect of the non-performing book amounted to ZW\$1 245 141 as at 30 June 2024 (2023: ZW\$634 567).

		Unreviewed				
	30 Jun 2024 ZWG	Percentage Contribution	31 Dec 2023 ZWG	Percentage Contribution		
3.7 Sectorial analysis						
Private	24 154 177	0%	40 167 622	94%		
Manufacturing	16 902	0%	17 503	0%		
Distribution	43 079	0%	43 143	0%		
Construction	24 679	0%	15 274	0%		
Services	1 896 457	0%	2 673 191	6%		
	26 135 293	0%	42 916 733	100%		

		Unrevie	wed
		30 Jun 2024 ZWG	31 Dec 2023 ZWG
4.	TRADE AND OTHER RECEIVABLES		
	Interest receivable	_	_
	Sundry debtors and other accounts	2 977 273	36 068 585
	Intercompany balances	11	27
	Prepayments	63	1 991
		2 977 347	36 070 603
	Sundry debtors and other accounts comprises		
	VAT claimable	105 639	133 144
	Trade debtors	3 306 131	(12 498 626
	Lease receivables	201 415	49 052 698
	ECL on lease receivables	(635 912)	
		2 977 273	36 068 585
5.	INVENTORIES		
	Serviced land held for resale	220 630	220 631
5.	FINANCIAL ASSETS AT FVTPL		
6.1	Unlisted equity investments		
	Unlisted equity investments		
	Balance at beginning of period	19 076 342	8 408 335 811
	Fair value gain	(2 697 816)	
	Balance at end of period	16 378 526	19 076 342

The fair value of investment securities has been categorised into Level 3 of the fair value hierarchy.





NOTES TO THE FINANCIAL STATEME	NTS (Continued)
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		Unreviewed	
		30 Jun 2024 ZWG	31 Dec 2023 ZWG
7.	RIGHT OF USE ASSETS		
	Balance at beginning of period Lease reassessments Depreciation charge Impairment loss	1 049 364 400 3 864 139 (59 357)	23 812 916 1 112 375 656 (75 832 349) (10 991 824)
	Balance at end of period	1 053 169 182	1 049 364 399
8.	INVESTMENT PROPERTIES		
8.1	Assets at fair value through profit or loss		
	Balance at beginning of period Transfer from property and equipment	170 629 773 -	83 235 699 -
	Fair value gain	33 950 227	87 394 074
	Balance at end of period	204 580 000	170 629 773
	Comprising of		
	Commercial	204 580 000	144 869 016
	Residential	-	25 760 756
		204 580 000	170 629 772

The fair value of investment properties of ZW\$65 265 197 000 for the Society has been categorised under level 3 in the fair value hierarchy based on the inputs to the valuation technique used and the significant amount of judgement applied. The reconciliation of carrying amount shown above reconciles the opening balance and the closing balances for level 3 fair values.

#### 8.2 Measurement of fair value

The fair value of investment properties has been categorised under level 3 in the fair value hierarchy based on the inputs to the valuation technique used and the significant amount of judgement applied. The reconciliation of carrying amount shown above reconciles the opening balance and the closing balances for level 3 fair values.

	Unrev	iewed
	30 Jun 2024 ZWG	31 Dec 2023 ZWG
9 INVESTMENT IN SUBSIDIARIES		
9.1 Assets at fair value through profit or loss Investment in Finsure Investments (Private) Limited		
Balance at beginning of period Effects of changes in functional currency	615 459 -	6 605 161 433 -
Fair value gain	(258 219)	(6 604 545 974)
Balance at end of period	357 240	615 459
Investment in Wentspring Investments (Private) Limited		
Balance at beginning of period	-	121 661 704
Effects of changes in functional currency	-	-
Fair value gain	-	(121 661 705)
Balance at end of period	-	(1)
Investment in subsidiaries		
Balance at beginning of period	615 458	6 726 823 137
Fair value gain	(258 219)	(6 726 207 679)
Balance at end of period	357 239	615 458

## 9.2 Measurement of fair value

The fair value of investment in subsidiaries has been categorised under level 3 in the fair value hierarchy based on the inputs to the valuation technique used and the significant amount of judgement applied. The reconciliation of carrying amount shown above reconciles the opening balances for the level 3 fair values.

	Unrevie	wed
	30 Jun 2024 ZWG	31 Dec 2023 ZWG
9.3 Assets at fair value through profit or loss		
Total assets Total liabilities Net assets	540 406 489 (28 638 909) 511 767 580	595 526 199 (30 945 579) 564 580 620
Carrying amount	357 240	615 459
Revenue Profit / (loss)	(36 140 959) (54 177 066)	368 131 338 306 305 880
Profit allocated to NCI	(26 546 762)	150 089 881
Other comprehensive income allocated to NCI	668 372	-
Cash flows from operating activities Cash flows from investing activities Cash flows from financing activities Net increase in cash and cash equivalents	4 534 765 (1 199 039) - 4 534 765	(2 442 129) (1 229 282) - (2 442 129)

## 10. PROPERTY AND EQUIPMENT

			Unre	viewed		
	Freehold properties ZWG	Leasehold improvements ZWG	Motor vehicles ZWG	Office furniture & equipment ZWG	Computer equipment ZWG	Total ZWG
2024						
Cost / Valuation Balance at beginning of period Additions Transfers to investment property Additions Revaluation gains	:	1 960 485 799 - - - -	914 603 195 - - -	3 008 886 884	867 278 888 - - - -	6 751 254 766 - - -
Balance at end of period	-	1 960 485 799	914 603 195	3 008 886 884	867 278 888	6 751 254 766
Accumulated depreciation and impairment charges Balance at beginning of period Transfers to investment property Charge to statement of profit or loss	Ī	781 091 416 -	675 312 523 -	1 599 236 145 - 2	783 002 014 -	3 838 642 098 - 2
Impairment charge		1 256 186	423 327	1 382 232	135 559	3 197 304
Disposals  Balance at end of period	-	782 347 602	675 735 850	1 600 618 379	- 783 137 573	3 841 839 404
Carrying amount at end of period	-	1 178 138 197	238 867 345	1 408 268 505	84 141 315	2 909 415 362
2023						
Cost / Valuation Balance at beginning of period Transfers between categories	-	771 255 315 -	864 586 881	1 979 022 738	867 286 729	4 482 151 663
Additions Revaluation gains Disposals	- - -	1 189 230 484 - -	50 016 314 -	572 300 553 459 687 848 (2 124 255)	- - (7 841)	1 761 531 037 509 704 162 (2 132 096)
Balance at end of period	-	1 960 485 799	914 603 195	3 008 886 884	867 278 888	6 751 254 766
Accumulated depreciation and impairment charges Balance at beginning of period Transfers between categories	-	757 317 561	654 913 696	1 579 516 112	769 929 336	3 761 676 705
Charge to statement of profit or loss Impairment charge Disposals	-	16 066 783 7 707 072	20 398 827	19 882 424 - (162 391)	12 625 533 449 105 (1 960)	68 973 567 8 156 177 (164 351)
Balance at end of period	-	781 091 416	675 312 523	1 599 236 145	783 002 014	3 838 642 098
Carrying amount at end of period	-	1 179 394 383	239 290 672	1 409 650 739	84 276 874	2 912 612 66

NOTES TO THE FINANCIAL STATEMENTS (Continued)

		Unrevie	wed
	3	0 Jun 2024 ZWG	31 Dec 2023 ZWO
11. DEPOSITS FROM CUSTOMERS			
11.1 Deposit by type			
Demand accounts		65 557 415	80 962 30
Savings accounts		6 737	9 93
Fixed deposits		13 970	43 418
		65 578 122	81 015 65
11.2 Maturity analysis			
On demand		65 578 121	80 979 39
Within 1 month		-	2 20
1 month to 6 months		-	2 36
6 months to 12 months		-	56
More than 1 year		-	31 12
		65 578 121	81 015 66

		Unrevi	iewed	
	30 Jun 2024 ZWG	% Contribution	31 Dec 2023 ZWG	% Contribution
11.3 Sectoral analysis				
Private individuals	65 578 123	100%	71 830 567	89%
Financial institutions	-	0%	160 240	0%
Communication	-	0%	512 748	1%
Manufacturing	-	0%	194 071	0%
Distribution	-	0%	1 825 170	2%
Construction	-	0%	5 071 284	6%
Agriculture	-	0%	847 553	1%
Services	-	0%	574 025	1%
	65 578 123	100%	81 015 658	100%

	Unrev	iewed
	30 Jun 2024 ZWG	31 Dec 2023 ZWG
12. TRADE AND OTHER PAYABLES		
Leave pay accrual Creditors and other accounts Deferred income Intercompany balances	19 540 (533 402) 121 056 19 189 474 18 776 668	222 448 5 885 801 790 819 7 476 573 14 375 641
13 LEASE LIABILITIES		
Balance at beginning of period Lease reassessments Accrued interest expense posted	8 816 3 864 139	1 511 152 103 786
to profit or loss  Lease commitments paid during the period  Gain on lease modification	51 898 (186 063) -	444 065 (2 446 975) (39 675)
Exchange loss on lease modification Effects of inflation adjustment Balance at end of period	(5 342 735)	436 463 8 816

		Unreview	ed	
	30 June 2024 ZWG	Discounted value	31 Dec 2023 ZWG	Discounted value
Below 1 year	_	-	-	-
Between 1 and 5 years More than 5 years	(14 320 521)	(1 603 945)	1 377 884	8 816
More than 5 years	(14 320 521)	(1 603 945)	1 377 884	8 816

			Unreviewed		
	Balance 1 January ZWG	Recognised in profit or loss ZWG	Recognised in other comprehensive income ZWG	Transfers between categories ZWG	Balance 31 December ZWG
4 DEFERRED TAX LIABILITIES					
2024					
Investment property	8 531 489 8 531 489	(7 528 002) (7 425 335)	-	-	1 003 487 1 106 154
2023					
Investment property	4 161 785	4 369 704	-		8 531 489 8 531 489

	4 161 785	4 369 704		8 531 489
			Unrev	iewed
			30 Jun 2024 ZWG	31 Dec 2023 ZWG
15. EQUITY AND RESERVES				
15.1 Share capital				
Authorised				
100 000 000 ordinary shares of ZW\$0.01 each			1 000 000	1 000 000
Issued and fully paid	L		2.750.020	2 750 929
95 481 425 ordinary shares of ZW\$0.01 eac Share premium	n		2 750 929 25 705 790	25 705 790
			28 456 719	28 456 719
15.2 Reserves				
Functional currency translation reserve			-	-
Revaluation reserves			2 846 896	2 846 896
Retained income			274 906 035	274 906 035
Total reserves			277 752 931	277 752 931
15.2.1 Functional currency translation reserve	<u>.</u>			
Balance at beginning of period			-	-
Other movements			-	-
Balance at end of period			-	-
15.2.2 Revaluation reserves				
Balance at beginning of period			2 846 896	2 846 896
Surplus on revaluation of property				
and equipment			-	-
Deferred tax arising on revaluation			-	-
Transfer to retained income			-	-
Balance at end of period			2 846 896	2 846 896





NOTES TO THE FINANCIAL STATEMENTS (Continued)				
	Unre	viewed		
	30 Jun 2024 ZWG	31 Dec 2023 ZWG		
15.2.3 Regulatory reserve in respect				
of doubtful debts				
Balance at beginning of period	-	-		
Transfer to retained income	-	-		
Balance at end of period	-	-		
15.2.3 Retained income				
Balance at beginning of period	274 906 035	274 906 035		
Dividend paid	-	_		
(Loss) / profit for the period	260 420 978	-		
Transfer from property and equipment				
revaluation reserve	-	-		
Balance at end of period	535 327 013	274 906 035		
15.2 Capital adequacy				
Share capital	2 750 929	2 750 929		
Share premium	25 705 790	25 705 790		
Retained income	274 906 035	274 906 035		
Tier 1 Capital	303 362 754	303 362 754		
Functional currency translation reserve				
Revaluation reserves	2 846 896	2 846 896		
Tier 2 Capital	2 846 896	2 846 896		
Total capital base	306 209 650	306 209 650		
Credit risk weighted assets	41 456 183 448	67 536 802 123		
Operational risk equivalent assets	14 603 737 657	30 738 186 926		
Total risk weighted assets	56 059 921 105	98 274 989 049		
Tier 1 ratio	0.5%	0.3%		

	Operational risk equivalent assets  Total risk weighted assets	14 603 737 657 56 059 921 105	30 738 186 926 98 274 989 049
	Tier 1 ratio	0.5%	0.3%
	Tier 2 ratio Capital adequacy ratio	0.0% 0.6%	0.0% 0.3%
		Unrev	iewed
		30 Jun 2024 ZWG	30 Jun 2023 ZWG
16.	NET INTEREST AND RELATED INCOME		
16.	1 Interest and related income	4.402	22.245
	Mortgage advances Consumer loans Short term funds and securities	1 102 2 618 406 739 643	32 345 8 930 347
	Other	538 461 3 897 612	3 313 317 629 147 12 905 156
16.	2 Interest and related expense	3 037 012	12 303 130
	Fixed deposits Savings accounts	281 123 096	3 817 129 687
	Other	123 377	75 662 209 166
	Net interest and related income	3 774 235	12 695 990
16.	3 Net interest and related income		
	Interest and related income Interest and related expense	3 897 612 (123 377)	12 905 156 (209 166)
17	LOAN IMPAIRMENT ALLOWANCE	3 774 235	12 695 990
17.	MOVEMENT		
	Balance at beginning of period Effect of inflation adjustments	941 159 (259 117 400)	788 379 (559 041)
	Charge / (recoveries) to statement of profit or loss	258 550 590	51 316
	Balance at end of period	374 349	280 654
18.	COMMISSIONS, FEES AND OPERATING INCOME		
	Account service fees Transaction fees	9 765 222 22 644 205	6 247 637 37 880 580
	Other commissions and fees Operating lease rental income	(21 864 706) 2 252 924	(24 823 660) 5 449 595
	Exchange gains Profit on disposal of equipment	9 854 281	28 710 494
	Dividend income Other	17 863 106 039	229 976 282 749
10	FAIR VALUE ADJUSTMENT	22 775 828	53 977 371
13	Fair value adjustment on;		
	Investment securities (note 6) Investment properties (note 9)	(2 697 816) 33 950 227	19 905 669 139 069 487
	Investments in subsidiaries (note 10)	(258 219) 30 994 192	82 058 063 241 033 219
20	OPERATING EXPENSES		
	Operating expenses comprise the following:		
	Staff cost Communication expenses	1 497 926 35 445	1 430 094 32 805
	Computer and information technology expenses	7 073 226	5 807 673
	Occupation expenses Transport costs	550 293 14 118	634 873 64 630
	Security Administration expenses	273 226 13 735 682	131 397 17 491 112
	to all all the extractions are	23 179 916	25 592 584
	Included in administration expenses are the following: Audit fees	966 103	212.650
	Audit lees Directors fees Depreciation of property and equipment	866 193 86 942 2	313 659 242 901 275 136
	Depreciation right of use assets Impairment of assets	59 357 3 197 304	67 059 10 991 824
	Lease liabilities finance cost	51 898	75 661
	Repairs & maintenance of IP	46 922	130 349
	Wages and salaries COVID-19 expenses	1 423 447	1 335 853 423
	NSSA contributions Pension contributions	14 195 60 284	17 719 76 100
		1 497 926	1 430 095
20	INCOME TAX EXPENSE		
20.	1 Income tax expense Deferred tax expense	(11 076 658)	6 953 474
	Total tax expense recognised in statement of profit or loss	(11 076 658)	6 953 474
20	2 Reconciliation of tax expense	, , , , , , , , , , , , , , , , , , , ,	
_0.	D. C.	(6.222.027)	

Profit / (loss) before tax Current tax at basic rates of 24.72% (2019: 25.75%)

Total tax expense recognised in

statement of profit or loss

Exempt income

#### NOTES TO THE FINANCIAL STATEMENTS (Continued)

#### 21 RISK MANAGEMEN

#### 21.1 Financial assets and financial liabilities classification and fair valu

The following table shows the carrying amounts and the fair value of financial assets and financial liabilities including their Levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

reasonable approximation of fair	value.							
		Unreviewed						
		CARRYING	AMOUNT			FAIR	VALUE	
	Designated at	Amortised De						
	FVTPL	cost	FVOCI	Total	Level 1	Level 2	Level 3	Total
	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG
As at 30 June 2023								
Financial assets measured at fair value								
Financial assets at FVTPL	16 378 526			16 378 526			16 378 526	16 378 526
Investments in subsidiaries	72 041 636			72 041 636			72 041 636	72 041 636
	88 420 162			88 420 162	-	-	88 420 162	88 420 162
Financial assets not measured at fair value								
Trade and other receivables		2 977 284		2 977 284				
Loans and advances		25 010 010		25 010 010				
Money market investments		5 709 928		5 709 928				
Cash and cash equivalents		57 268 929		57 268 929				
		90 966 151		90 966 151				
Financial liabilities not measured at fair value								
Trade and other payables		(15 014 602)		(15 014 602)				
Deposits from customers		(65 578 123)		(65 578 123)				
		(80 592 725)		(80 592 725)				
As at 31 December 2023								
AS at 31 December 2023								
Financial assets measured at fair value								
Financial assets at FVTPL	19 076 342			19 076 342			19 076 342	19 076 342
Investments in subsidiaries	90 016 242			90 016 242			90 016 242	90 016 242
	109 092 584			109 092 584			109 092 584	109 092 584
Financial assets not measured at fair value								
Trade and other receivables		36 068 612		36 068 612				
Loans and advances		40 471 223		40 471 223				
Money market investments		5 632 923		5 632 923				
Cash and cash equivalents		41 126 036		41 126 036				
		123 298 794		123 298 794				
Financial liabilities not measured at fair value								
Trade and other payables		(14 375 641)		(14 375 641)				
Deposits from customers		(81 015 658)		(81 015 658)				
		(95 391 299)		(95 391 299)				

#### 21.2 Interest rate risk

			Unreviewed		
Interest rate gap analysis	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Carrying amount ZWG
As at 30 June 2023					
Financial assets by type Local bank accounts Money market investments Loans and other advances	40 896 657 5 709 928 25 010 010 71 616 595	- - - -	- - - -	: : :	40 896 657 5 709 928 25 010 010 71 616 595
Financial liability by type Deposits from customers	65 578 123	-	-		65 578 123
Sensitivity gap Cumulative gap	6 038 472 6 038 472	6 038 472	6 038 472	6 038 472	6 038 472
As at 31 December 2023					
Financial assets by type Local bank accounts Money market investments Loans and other advances	23 018 009 5 632 923 (14 753 978) 13 896 954	- 10 580 351 10 580 351	- 14 466 979 14 466 979	- - 30 177 871 30 177 871	23 018 009 5 632 923 40 471 223 69 122 155
Financial liability by type Deposits from customers	(215 563 690)	3 858 650	251 716 616	41 004 082	81 015 658
Sensitivity gap Cumulative gap	229 460 644 229 460 644	6 721 701 236 182 345	(237 249 637) (1 067 292)	(10 826 211) (11 893 503)	(11 893 503)

## 21.3 Liquidity risk

		Unreviewed										
	Up to 1	2 to 6	7 to 12	Above	Gross nominal	Carrying						
	month	months	months	12 months	inflow/(outflow)	amount						
Liquidity gap analysis	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG						
As at 30 June 2023												
Financial assets by type												
Cash and cash equivalents	57 268 929		_		57 268 929	57 268 929						
Money market investments	5, 200 323	_	_	-	-	5 709 928						
oans and other advances	-	-	-			25 010 010						
inancial assets at FVTPL	-	-	-	16 378 526	16 378 526	16 378 526						
	57 268 929	-	-	16 378 526	73 647 455	104 367 393						
inancial liabilities by type												
Deposits from customers	_					65 578 123						
rade and other payables		14 893 546			14 893 546	15 014 602						
ease liabilities	_	-	_	1 094 704	1 094 704	1 094 704						
	-	14 893 546	-	1 094 704	15 988 250	81 687 429						
ensitivity gap	57 268 929	(14 893 546) 42 375 383	42 275 202	15 283 822	57 659 205	22 679 964						
umulative gap	57 268 929	42 373 383	42 375 383	57 659 205	•	-						
s at 31 December 2023												
inancial assets by type												
ash and cash equivalents	63 265 653	-	-	-	63 265 653	41 126 036						
Noney market investments	7 736 455	-	-	-	7 736 455	5 632 923						
oans and other advances	7 736 455	12 802 226	18 676 868	44 995 194	84 210 743	40 471 223						
inancial assets at FVTPL	<del></del>		-	29 345 826	29 345 826	19 076 342						
	78 738 563	12 802 226	18 676 868	74 341 020	184 558 677	106 306 524						
inancial liabilities by type												
eposits from customers	124 603 719	3 688	904	50 679	124 658 990	81 015 658						
rade and other payables	_	20 898 020	-	-	20 898 020	14 375 641						
ease liabilities	-	-	-	3 259 894	3 259 894	2 119 105						
	124 603 719	20 901 708	904	3 310 573	148 816 904	97 510 404						
***	(45.055.456)	(0.000.403)	40.675.064	74 020 447	25.744.772	0.705.400						
iensitivity gap	(45 865 156)	(8 099 482)	18 675 964	71 030 447	35 741 773	8 796 120						
Cumulative gap	(45 865 156)	(53 964 638)	(35 288 674)	35 741 773	-							

## 21.4 Credit risk

## 21.4.1 Internal rating scale of advances and other accounts

The table below shows the credit quality and the maximum exposure for credit risk based on the Society's internal credit rating system and period end stage classification.

		Unreviewed	June 2024		Į.	Jnreviewed Dece	mber 2023	
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	STAGE1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG
Total loans and advances Good (AAA to BBB-) Special mention (BB+ to CCC-) Non-performing (CC+ to D) Total	19 652 643 123 828 - 19 776 471	424 971 26 445 - 451 416	246 734 18 488 5 642 184 5 907 406	20 324 348 168 761 5 642 184 26 135 293	40 056 704 277 706 - 40 334 410	2 254 698 21 137 - 2 275 835	222 877 8 719 74 892 306 488	42 534 279 307 562 74 892 42 916 733
Treasury bills (AAA to BBB-)	5 709 928	-	-	5 709 928	-	-	-	-
Total	25 486 399	451 416	5 907 406	31 845 221	40 334 410	2 275 835	306 488	42 916 733
Mortgage lending Good (AAA to BBB-) Special mention (BB+ to CCC-) Non-performing (CC+ to D) Total	4 844 - - - 4 844		- - -	4 844 - - - 4 844	34 504 - - - 34 504	- - -	3 3	34 507 - - - 34 507
Consumer lending Good (AAA to BBB-) Special mention (BB+ to CCC-) Non-performing (CC+ to D) Total	17 706 987 121 308 - 17 828 295	397 295 26 445 - 423 740	246 734 18 488 5 632 076 5 897 298	18 351 016 166 241 5 632 076 24 149 333	37 304 641 277 706 - 37 582 347	2 250 473 8 828 - 2 259 301	216 827 8 719 65 922 291 468	39 771 941 295 253 65 922 40 133 116
Small business lending Good (AAA to BBB-) Special mention (BB+ to CCC-) Non-performing (CC+ to D) Total	1 940 812 2 520 - 1 943 332	27 676 - - - 27 676	- - 10 108 10 108	1 968 488 2 520 10 108 1 981 116	2 717 559 - - - 2 717 559	4 225 12 309 - 16 534	6 047 - 8 970 15 017	2 727 831 12 309 8 970 2 749 110
Treasury bills Good (AAA to BBB-) Special mention (BB+ to CCC-) Non-performing (CC+ to D)	5 709 928	-	-	5 709 928	-	-	-	-
Total	5 709 928	-	-	5 709 928	-	-	-	-

(6 332 927)

(1 565 500)

(9 511 158)

(11 076 658)

267 374 452

68 848 921 (61 895 447)

6 953 474

# Bank, Insure & Invest on MyZB Digital







# Unreviewed Condensed Interim Financial Results for the half year ended 30 June 2024

NOTES TO THE FINANCIAL STATEMENTS (Continued)

21.4.1 Internal rating scale of advances and other accounts (continued)

An analysis of changes in ECL in relation to loans and advances are as follows

		Unreviewed	d June 2024		U	nreviewed Decem	nber 2023	
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG
Total ECL for loans and								
advances								
Good (AAA to BBB-)	879 255	74 872	89 646	1 043 773	(421 833)	2 254 698	229 211	2 062 076
Special mention (BB+ to CCC-)	2 456	8 192	8 296	18 944	277 706	21 137	8 719	307 562
Non-performing (CC+ to D)	-	-	62 566	62 566	-	-	75 872	75 872
Total	881 711	83 064	160 508	1 125 283	(144 127)	2 275 835	313 802	2 445 510
ECL for most one location								
ECL for mortgage lending Good (AAA to BBB-)	10			19	24 504		6 227	40.044
Special mention (BB+ to CCC-)	19	-	-	19	34 504	-	6 337	40 841
Non-performing (CC+ to D)	-	-	-	-	-	-	980	980
Total	19			19	34 504		7 317	41 821
IOtal	19			19	34 504		/ 31/	41 021
ECL for consumer lending								
Good (AAA to BBB-)	866 435	70 538	89 646	1 026 619	(3 173 897)	2 250 473	216 827	(706 597)
Special mention (BB+ to CCC-)	2 324	8 192	8 296	18 812	277 706	8 828	8 719	295 253
Non-performing (CC+ to D)	-	-	62 217	62 217	-	-	65 922	65 922
Total	868 759	78 730	160 159	1 107 648	(2 896 191)	2 259 301	291 468	(345 422)
ECL for small business lending								
Good (AAA to BBB-)	12 801	4 334	-	17 135	2 717 560	4 225	6 047	2 727 832
Special mention (BB+ to CCC-)	132	-	-	132	-	12 309	-	12 309
Non-performing (CC+ to D)	-	-	349	349	-	-	8 970	8 970
Total	12 933	4 334	349	17 616	2 717 560	16 534	15 017	2 749 111

**NOTES TO THE FINANCIAL STATEMENTS (Continued)** 

21.4.1 Internal rating scale of advances and other accounts (continued)

ross carning amount

	Unreviewed June 2024			Unreviewed December 2023				
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG
Balance at beginning of year	98 391 107	1 387 306	4 398 061	104 176 474	420 881 271	9 708 355	33 413 797	464 003 423
Effects of changes in the								
general price level	(149 544 180)	(1 536 339)	923 447	(150 157 072)	(394 231 909)	(9 346 843)	(29 157 927)	(432 736 679)
New assets	82 225 617	788 039	689 081	83 702 737	77 414 327	1 341 852	778 474	79 534 653
Repayments	(11 173 492)	(218 447)	(194 907)	(11 586 846)	(4 803 050)	(541 892)	(1 279 981)	(6 624 923)
Transfers to Stage 1	-	46 010	76 571	122 581	-	218 067	651 465	869 532
Transfers to Stage 2	(46 010)	-	15 153	(30 857)	(218 067)	-	(7 767)	(225 834)
Transfers to Stage 3	(76 571)	(15 153)	-	(91 724)	(651 465)	7 767	-	(643 698)
Balance at end of year	19 776 471	451 416	5 907 406	26 135 293	98 391 107	1 387 306	4 398 061	104 176 474

Expected credit loss

		Unreviewe	d June 2024		U	nreviewed Decen	nber 2023	
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG
Balance at beginning of year Effects of changes in the	11 338 772	452 957	1 410 838	13 202 567	41 260 854	1 422 015	9 663 071	52 345 940
general price level	(11 739 662)	(496 380)	(1 448 481)	(13 684 523)	(34 618 257)	(1 193 083)	(8 107 410)	(43 918 750)
New assets	2 932 880	393 856	101 816	3 428 552	10 368 757	540 083	491 460	11 400 300
Repayments	(1 351 298)	(380 553)	(89 462)	(1 821 313)	(4 803 050)	(541 892)	(1 279 981)	(6 624 923)
Transfers to Stage 1	-	136 018	162 963	298 981	-	218 067	651 465	869 532
Transfers to Stage 2	(136 018)	-	22 834	(113 184)	(218 067)	-	(7 767)	(225 834)
Transfers to Stage 3	(162 963)	(22 834)	-	(185 797)	(651 465)	7 767	-	(643 698)









**UNAUDITED CONDENSED INTERIM** FINANCIAL RESULTS for the half year ended 30 June 2024

## STATEMENT OF FINANCIAL POSITION

As at 30 June 2024

	Notes	30 Jun 2024* ZWG\$	31 Dec 2023 ZWG\$
EQUITY AND LIABILITIES			
Share capital	1	668 835	668 835
Share premium		12 892 868	12 892 868
Investment reserve		53 401 761	53 401 761
Revaluation reserve		14 207 063	10 957 124
Retained earnings		666 456 974	332 877 695
Total equity		747 627 501	410 798 283
Non-current liabilities			
Insurance Contract Liabilities	2	76 201 123	107 421 736
Investment Contract Liabilities	7.1	70 587 996	90 835 111
Lease Liability	3	6 808 446	7 383 595
Deferred tax liability	4.1	21 333 033	52 206 407
Total Non-current liabilities		174 930 598	257 846 849
Current liabilities	_		
Insurance Contract Liabilities	2	17 400 522	24 529 747
Investment Contract Liabilities	7.1	17 646 999	22 708 778
Trade and other payables	5	19 832 368	25 242 485
Provisions	6	3 919 899	3 945 809
Lease Liability	3	2 269 482	2 461 198
Current Tax Payable	4.2	597 729	5 462 037
Total Current liabilities		61 666 999	84 350 054
TOTAL EQUITY AND LIABILITIES		984 225 098	752 995 186
ASSETS			
Non-current assets			
Financial assets			
At Fair Value through P& L	7.2	124 810 669	133 579 553
At Amortised cost	7.3	29 536 664	28 798 128
Investment properties	8	62 356 000	65 735 140
Insurance Contract Assets	2	122 651	801 241
Reinsurance Contract Assets	2	48 861	419 463
Right of use asset	3	25 544 426	17 400 309
Investment accounted for using the equity method	9	714 982 139	469 341 371
Intangible assets	10	367 946	8 884 104
Property, Plant & Equipment	11	2 700 113	4 238 410
Total Non-current assets	11	960 469 469	729 197 719
lotal Non-current assets		900 409 409	729 197 719
Current assets			
Insurance Contract Assets	2	28 007	182 963
Reinsurance Contract Assets	2	89 989	772 537
Inventories, Trade and other receivables	12	4 509 714	3 650 522
Financial assets At Amortised cost	7.3	12 658 570	12 490 717
Cash and cash equivalents	13	6 469 349	6 700 728
Total Current assets		23 755 629	23 797 467
TOTAL ASSETS		984 225 098	752 995 186
		,	

\*The financial statements for the half year ended 30 June 2024 include January to March 2024 ZWL numbers which were hyper inflationary, however ZWG is not hyper inflationary, hence the financial statements have been prepared on historical bases.

## STATEMENT OF PROFIT /( LOSS) AND OTHER COMPREHENSIVE INCOME

For the half year ended 30 June 2024

	Notes	30 Jun 2024* ZWG\$	Restated** 30 Jun 2023 ZWG\$
INCOME			
Insurance Revenue	14	37 183 470	49 950 720
Insurance Service Expense	15	(208 408 486)	(317 273 037)
Insurance service result before reinsurance			
contracts held		(171 225 016)	(267 322 317)
Net expenses from reinsurance contracts held	16	(1 149 813)	2 971 394
Insurance Service Result		(172 374 829)	(264 350 923)
Interest revenue calculated using effective interest method	17	4 435 563	255 534
Investment income	17	1 869 481	4 576 529
Net gains on financial assets at fair value through			
profit or loss	7.4	(21 328 221)	100 732 519
Fair value gain on investment properties	8	(3 379 140)	57 769 812
Changes in fair value of financial liabilities at fair value		,	
through profit or loss	7.1	(111 328 301)	(385 067 559)
Profit/(loss) on disposal of listed equity investments		41 588	1 345 877
Total insurance and investments result		(302 063 858)	(484 738 211)
Insurance finance income/(evnences) for Insurance			
Insurance finance income/(expenses) for Insurance contracts issued	17	52 200 050	(727 650 591)
nsurance finance income for Reinsurance contracts held	17	(36 187)	593 572
Net Insurance financial result	17	52 163 863	(727 057 019)
Net insurance imancial result		32 103 003	(727 037 019)
Other income	18	8 991 920	(6 542 152)
Other operating expenses	19	16 767 215	(97 740 139)
Allowances for Credit losses		-	-
Operating profit before taxation		(257 675 29)	(1 120 597 245)
Share of profit of Equity accounted investments	9	245 640 768	640 739 230
Net monetary adjustment	,	377 557 579	1 131 045 343
		265 522 056	654 407 220
Profit before taxation		365 523 056	651 187 328
ncome tax expense	20	(31 943 776)	(18 698 107)
Profit/(loss) after tax		333 579 280	632 489 221
Other comprehensive income			
for the year			
Items that may not be reclassified to profit or loss			
Revaluation of property, plant and equipment	11	3 249 939	-
Share of other comprehensive income of equity			
accounted investment	9	_	4 351 430
Other comprehensive income for the year (net of tax)		3 249 939	4 351 430
Total Other comprehensive income		3 249 939	4 351 430
Total comprehensive income/(loss) for the year		336 829 219	636 840 651

<sup>\*\*</sup>The June 2023 numbers have been restated to account for the retrospective application of IFRS 17 for insurance contracts.

STATEMENT OF CHANGES IN EQUITY For the half year ended 30 June 2024

	Share capital ZWG\$	Share premium ZWG\$	Revaluation reserve ZWG\$	Investment reserve ZWG\$	Retained earnings ZWG\$	Total ZWG\$
Balance at 1 January 2023	668 835	12 780 050	8 651 151	53 401 761	76 211 603	151 713 400
Profit for the year Other Comprehensive Income for the year Transfer from FCTR		- - 112 818	2 305 973 -		256 666 091 - -	256 666 091 2 305 973 112 818
Balance at 31 December 2023	668 835	12 892 868	10 957 124	53 401 761	332 877 694	410 798 282
Profit for the year Other Comprehensive Income for the year	- -	-	- 3 249 939	-	333 579 280	333 579 280 3 249 939
Balance at 30 June 2024	668 835	12 892 868	14 207 063	53 401 761	666 456 974	747 627 501

\*The financial statements for the half year ended 30 June 2024 include January to March 2024 ZWL numbers which were hyper inflationery, however ZWG is not hyper inflationary, hence the financial statements have been prepared on historical bases.

#### STATEMENT OF CASH FLOWS For the half year ended 30 June 2024

30 Jun 2024 ZWG\$ 30 Jun 2023 ZWG\$ Notes Cash generated from operations (233 750 289) (115 796 339) 22 4.2 (68 041 346) (5 934 710) Net changes in working capital 91 107 666 (1 289 946) Taxation paid (420 199) (308 146 544) Interest on lease liability paid (3 035 536) Cash generated from operating Activities (29 014 155) Purchase of property and equipment (1 196 942) Purchase of intangible assets Proceeds on disposal of equipment (667 398) 1 096 985 (8 076 689) 148 672 10 16 935 201 Net acquisition of financial assets at amortised cost 14 042 865 7.4 17 (12 559 337) 1 119 429 (8 340 222) 3 541 380 Purchase of equity investments Dividends received Interest received 4 130 634 593 244 1 088 415 4 204 788 Proceeds on disposal of listed equity investments 7.4 Cash used in investing activities 5 966 237 Cash flows from financing activities 3 17 673 318 Cash used in financing activities 87 827 277 17 673 318 (214 353 031) Increase/(Decrease) in cash and cash equivalents (7 136 050) 6 700 728 2 561 206 Cash and cash equivalents at the beginning of the year\* Impact of Inflation adjustment on Cash Balances 78 764 184 (2 028 218) Effects of exchange rate changes on cash and 13 303 789 6 700 728 cash equivalents\*\* Cash and cash equivalents at the end of year 13

### NOTES TO THE SEPARATE FINANCIAL STATEMENTS

For the half year ended 30 June 2024

		30 Jun 2024 ZWG\$	31 Dec 2023 ZWG\$
1	SHARE CAPITAL		
	Authorised Share Capital (100 000 000 Ordinary shares of ZWL\$ 0.01 each)	1 000 000	1 000 000
	Issued Share Capital (23 190 750 Ordinary shares of ZWL\$0.01 each) At 31 December	668 835	668 835
	Share Premium (23 190 750 Ordinary shares at a premium of US\$0.19 each) At 31 December	12 892 868	12 892 868

All issued shares carry one vote per share. The unissued shares are under the control of the Directors.

## INSURANCE AND REINSURANCE CONTRACTS

The breakdown of groups of insurance and reinsurance contracts held, that are in an asset position and those in a liability position is set out in the table below:

	30 Jun 2024 ZWG\$	31 Dec 2023 ZWG\$
Insurance contracts issued		
Insurance contract liabilities	93 601 645	131 951 483
Current	17 400 522	24 529 747
Non-Current	76 201 123	107 421 736
Insurance contract Assets	150 658	984 204
Current	28 007	182 963
Non-Current	122 651	801 241
Total insurance contracts issued	93 450 986	130 967 278
Reinsurance contracts held		
Reinsurance contracts Assets	138 850	1 192 000
Current	89 989	772 537
Non-Current	48 861	419 463
Total reinsurance contracts held	138 850	1 192 000

## 3 LEASES

The Company as a lessee

The Company leases offices under operating leases. The leases are run for a period of one year with an option to renew after

	30 Jun 2024 ZWG\$	31 Dec 2023 ZWG\$
Right of Use Asset		
Cost		
Balance at 1 January	23 046 424	4 453 713
Lease Modification	9 352 267	18 592 711
Balance at 30 June	32 398 691	23 046 424
Depreciation and impairment losses		
Balance as at 1 January	5 646 115	2 528 000
Depreciation	1 208 150	3 118 114
Balance as at 30 June	6 854 265	5 646 114
Net book value as at 30 June	25 544 426	17 400 310
The Company as a lessee		
Lease Liability		
Balance as at 1 January	9 844 793	1 920 010
Lease Modification	19 863 014	18 592 711
Exchange gain or loss recognised		
in P/L on USD Leases	-	(241 362
Loss on adjustment of lease liability	81 954 516	749 305
Finance charge	420 199	3 035 536
Monetary Gain/loss	(88 594 141)	(9 748 535
Lease payments	(14 410 453)	(4 462 872
Balance as at 30 June	9 077 928	9 844 793
Current	2 269 482	2 461 198
Non-Current	6 808 446	7 383 595
Total	9 077 928	9 844 793





	for	the hal	f year e	ended 30 June 2024	
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued	)			NOTES TO THE SEPARATE FINANCIAL STATEMENT	S (Continued)
		30 Jun 2024 ZWG\$	31 Dec 2023 ZWG\$		
4 DEFERRED & CURRENT TAX LIABILITY				8 INVESTMENT PROPERTIES	
4.1 DEFERRED TAX LIABILITY  Balance as at 1 January		52 206 407	22 680 627	Reconciliation of carrying amount	
Charge to profit or loss		(30 873 374)	27 196 271	Opening balance as at 1 January	
Change in Tax rate (24% to 25%) Balance as at 30 June		21 333 033	2 329 509	Fair value adjustment - Additions	
9.2 CURRENT TAX LIABILITY		2.555 055	52 200 107	Closing balance as at 30 June 2024	
Opening Balance Tax provisions for the year		5 462 037 1 070 402	603 072 6 278 141		
Payments Monetary Adjustment		(5 934 710)	(1 289 946) (129 230)		
Closing Balance		597 729	5 462 037	9 EQUITY ACCOUNTED INVESTMENTS	
5 TRADE AND OTHER PAYABLES  Accrued expenses & Other Liabilities		8 524 127	10 541 249	2024 Balance at 1 January 2024	
Related parties Unallocated receipts		9 516 943 1 791 298	14 207 188 494 048	Share of profit / (loss) for the year	
orialiocated receipts		19 832 368	25 242 485	Dividend received  Share of other comprehensive income	
	- ( )			Balance at 30 June 2024	
	Professiona fee	s pay	Total	2023 Balance at 1 January 2023	
5 PROVISIONS	ZWG	\$ ZWG\$	ZWG\$	Share of profit/ (loss) for the year	
2024				Dividend Received  Share of other comprehensive income	
Balance at 1 Jan 2024 Provisions for the year	1 978 510 2 648 753		3 945 810 3 315 888	Termination Transfer  Foreign currency translation reserve	
Monetary adjustment Balance at 30 June 2024	(1 675 652 2 951 612	2) (1 666 147)	(3 341 799)	Balance at 31 December 2023	
2023					
Balance at 1 Jan 2023 Provisions for the year	(22 409 3 292 229	•	831 427 6 454 590		
Provisions utilised Monetary adjustment	17 740 (1 309 04)	5) (1 800 346)	(230 817) (3 109 391)	10 INTANGIBLE ASSETS	
Balance at 31 Dec 2023	1 978 51	7 1 967 294	3 945 809	Cost Balance at 1 January	
		30 Jun 2024 ZWG\$	31 Dec 2023 ZWG\$	Additions  Balance at 30 June	
7 FINANCIAL ASSETS AND LIABILITIES				Depreciation and impairment losses	
7.1 Investment Contract Liabilities				Balance as at 1 January  Amortisation	
Financial Liabilities designated through Profit & loss		88 234 995	113 543 889	Impairment	
Movement in liabilities fair valued through profit or loss		(25 308 894)	59 169 444	Balance at 30 June	
Balance at beginning of year New contributions received		113 543 889 102 668 528	54 374 445 29 221 680	Net book value as at 30 June	
Withdrawals Changes in Fair value of financial liabilities		(111 619 820) (111 328 301)	(9 315 878) 93 701 418		
Investment Income Mgt Fees		36 776 634 (43 805 024)	3 194 277 (3 660 897)		Moto Vehicle
Acquisition costs Exchange differences Monetary Adjustment		(67 656 458) 216 661 655 (47 006 108)	(8 987 908) 11 915 096 (56 898 346)		ZWG
Balance at end of year		88 234 995	113 543 887	. 11 PROPERTY, PLANT & EQUIPMENT	
Current Non-Current		17 646 999 70 587 996	22 708 778 90 835 111	2024 Cost or valuation	
7.2 Fair value through profit and loss: -				At 1 January 2023	533 47
Equity securities – Listed Equity securities – Unlisted		19 961 071 103 251 611	24 598 975 107 477 682	Additions Disposals	(359 74
Gold Coins Total		1 597 987 124 810 669	1 502 896 133 579 553	Revaluation  At 30 June 2024	(56 39) 117 33
7.3 At Amortised cost Bonds and Treasury Bills		42 194 233	41 282 545	Accumulated depreciation and impairment	
Paid up Permanent shares [1] Total		1 001 42 195 234	6 300 41 288 845	Balance at 1 January 2024	
Current		12 658 570	12 490 717	Charge for the year Impairment	39 70
Non-Current Total		29 536 664 42 195 234	28 798 128 41 288 845	Elimination of Disposals Depreciation Elimination of Depreciation On Revaluation	(17 98 <sup>-</sup> (21 71)
[1] Paid up permanent shares are fixed-interest instruments used by B	uilding Societies in Zimbabv	ve to mobilize funds for c	perations.	Balance at 30 June 2024	
7.4 Reconciliation of Financial Assets carrying amounts				Carrying amount	447.00
Fair Value throug Equities Equities		Amortised Cost	_	Balance at 30 June 2024 Balance at 31 December 2023	117 33° 533 47
-listed -unlisted ZWG\$ ZWG\$		Bonds PUP ZWG\$ ZWG		2023	
2024 Opening balance 24 598 975 107 477 682		282 545 6 30		Cost or valuation At 1 January 2023	612 68
Additions       12 559 337       -         Disposals       -       -         Interest Income       -       -	- 1 -	362 037 - - 24	- 13 921 374  2 242	Additions	
Exchange Gains	- (	- 24 (450 349) (5 54		Revaluation Disposals	(125 93 46 71
Fair value gains (17 197 241) (4 226 071)  Closing balance 19 961 071 103 251 611	•	- 194 233 1 00	- (21 328 221) 1 167 005 903	At 31 December 2023	533 47
2023 Opening Balance 9 720 888 53 151 916	566 097 10	739 384 27 31	4 74 205 599	Accumulated depreciation and impairment Balance at 1 January 2023	
Additions 8 340 221 - Disposals (1 088 415) -	651 459 29	083 329	- 38 075 010 - (22 622 498)	Charge for the year	49 44
Interest Income Exchange Gains 6 460 641 -	- 4	255 348 1 61		Elimination of Disposals Depreciation Elimination of Depreciation On Revaluation	(28 00)

(44 925 147)

41 282 545

285 339

1 502 895

1 165 640

24 598 975

54 325 766

107 477 682

Exchange Gains Monetary Adjustments

Fair value gains

Closing balance

Expected Credit Losses

NO	TES TO THE SEPARATE FINANCIAL STATEMEN	TS (Continued)			
				30 Jun 2024 ZWG\$	31 Dec 2023 ZWG\$
8	INVESTMENT PROPERTIES				
	Reconciliation of carrying amount				
	Opening balance as at 1 January Fair value adjustment			65 735 140 (3 379 140)	33 090 621 32 644 519
	Additions Closing balance as at 30 June 2024			62 356 000	- 65 735 140
		:			
			Associate ZWG\$	Subsidiary ZWG\$	Total ZWG\$
9	EQUITY ACCOUNTED INVESTMENTS				
	2024 Balance at 1 January 2024		465 801 612	3 539 760	469 341 371
	Share of profit / (loss) for the year		246 861 921	(1 221 153)	245 640 768
	Dividend received  Share of other comprehensive income				-
	Balance at 30 June 2024		712 663 533	2 318 606	714 982 139
	2023 Balance at 1 January 2023		231 789 372	1 595 706	233 385 078
	Share of profit/ (loss) for the year Dividend Received		235 609 009 (1 596 769)	(6 441)	235 602 567 (1 596 769)
	Share of other comprehensive income Termination Transfer		-	1 950 495	1 950 495
	Foreign currency translation reserve  Balance at 31 December 2023		465 801 612	3 539 760	469 341 371
				30 Jun 2024	21 Dec 2022
				ZWG\$	31 Dec 2023 ZWG\$
10	INTANGIBLE ASSETS				
	Cost Balance at 1 January			11 558 507	3 481 818
	Additions Balance at 30 June			667 398 12 225 905	8 076 689 11 558 507
	Depreciation and impairment losses				
	Balance as at 1 January Amortisation			2 674 403 90 439	2 435 831 238 572
	Impairment Balance at 30 June			9 093 116	2 674 403
	Net book value as at 30 June			367 946	8 884 104
			Equipment		
		Motor Vehicles	Furniture & fittings	Computers	Total
		ZWG\$	ZWG\$	ZWG\$	ZWG\$
11	PROPERTY, PLANT & EQUIPMENT				
	2024 Cost or valuation				
	At 1 January 2023 Additions	533 475	1 644 580 32 532	2 060 355 1 164 410	4 238 410 1 196 942
	Disposals Revaluation	(359 742) (56 396)	- (561 782)	- (1 757 319)	(359 742) (2 375 497)
	At 30 June 2024	117 337	1 115 330	1 467 446	2 700 113
	Accumulated depreciation and impairment Balance at 1 January 2024		-	-	-
	Charge for the year Impairment	39 706 -	165 702 -	317 158 -	522 566 -
	Elimination of Disposals Depreciation Elimination of Depreciation On Revaluation	(17 987) (21 719)	- (165 702)	- (317 158)	(17 987) (504 578)
	Balance at 30 June 2024	-	-	-	-
	Carrying amount Balance at 30 June 2024	117 337	1 115 331	1 467 446	2 700 113
	Balance at 31 December 2023	533 475	1 644 580	2 060 355	4 238 410
	2023 Cost or valuation				
	At 1 January 2023 Additions	612 688	3 909 253	871 148 1 685 213	5 393 089 1 685 213
	Revaluation Disposals	(125 931) 46 719	(2 264 673)	(15 325) (480 681)	(141 257) (2 698 635)
	At 31 December 2023	533 475	1 644 580	2 060 355	4 238 410
	Accumulated depreciation and impairment			FF 277	55 277
	Balance at 1 January 2023 Charge for the year	49 444	103 961	55 277 130 337	283 742
	Elimination of Disposals Depreciation Elimination of Depreciation On Revaluation	(28 002)	-	(2 258)	(30 260)
	Impairment Balance at 31 December 2023	(21 442)	(103 961)	(183 356)	(308 759)
	Carrying amount				
	Balance at 31 December 2023	533 475	1 644 580	2 060 355	4 238 410

(44 947 777)

55 776 745

(558 154)

174 868 398

(22 630)

6 299







NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

	30 Jun 2024 ZWG\$	31 Dec 2023 ZWG\$
12 TRADE AND OTHER RECEIVABLES		
Prepayments	1 739 111	166 627
Related party balances	1 044 635	-
Rent debtors	725 961	22 455
Sundry debtors	684 353	3 374 756
Advances for sales agents	975 342	91 621
Allowance for credit losses	(475 309)	(4 937)
Printing and stationery stock	(184 379)	-
Total	4 509 714	3 650 522
13 CASH AND CASH EQUIVALENTS		
Balance with banks and cash	4 726 629	1 819 304
Money Market deposits*	1 742 720	4 881 424
	6 469 349	6 700 728

#### 13.1 Money Market deposits maturity Analysis

These are money market placements with terms of not more than a year:

	Below 30 days ZWG\$	30 days to 60 days ZWG\$	90 days ZWG\$	Total ZWG\$
2024 Negotiable certificates of deposit	681 787	24 019	41 425	747 231

### 14 INSURANCE SERVICE REVENUE

The below analysis depicts the total insurance revenue recognised during the period:

	2024				2023				
	Life Risk ZWG\$	Life Savings ZWG\$	Annuities ZWG\$	Total ZWG\$	Life Risk ZWG\$	Life Savings ZWG\$	Annuities ZWG\$	Total ZWG\$	
Contracts not measured									
under the PAA									
Amounts relating to the changes									
in the LRC									
Expected insurance service expenses									
incurred in the period	951 630	384 591	15 068	1 351 289	3 516 404	(2 382 895)	1 669 014	2 802 523	
Change in the risk adjustment for									
non financial risk	(94 013)	(16 997)	(46 261)	(157 271)	(225 882)	(130 429)	(161)	(356 472)	
Amount of CSM recognised									
in profit or loss	1 701 300	9 290	-	1 710 590	51 908	1 305	-	53 213	
Other amounts including experience									
adjustments for premium receipts	-	-	-	-	-	-	-	-	
Amounts relating to recovery of									
insurance acquisition cash flows	84 284	74 782	-	159 066	120 561	208 157	-	328 718	
Insurance revenue from contracts									
not measured under the PAA	2 643 201	451 666	(31 193)	3 063 674	3 462 991	(2 303 862)	1 668 853	2 827 982	
Insurance revenue from contracts									
measured under the PAA	34 119 796	-	-	34 119 796	47 122 738	-	-	47 122 738	
Total Insurance revenue	36 762 997	451 666	(31 193)	37 183 470	50 585 729	(2 303 862)	1 668 853	49 950 720	

## 15 INSURANCE SERVICE EXPENSES

	2024			2023				
	Life Risk ZWG\$	Life Savings ZWG\$	Annuities ZWG\$	Total ZWG\$	Life Risk ZWG\$	Life Savings ZWG\$	Annuities ZWG\$	Total ZWG\$
Incurred claims	(4 230 070)	(904 412)		(5 134 482)	720 002	(553 627)		166 375
	(23 435 114)	(3 110 901)		(26 851 482)	(120 885 166)	(5 456 428)		(126 341 595)
Other directly attributable expenses Changes that relate to past service -	(23 433 114)	(5 110 901)	(305 466)	(20 031 402)	(120 003 100)	(5 450 420)	-	(120 341 393)
adjustments to the LIC	(3 128 389)	-	-	(3 128 389)	(13 918 758)	-	-	(13 918 758)
Losses and reversal of losses on								
onerous contracts	(153 165 469)	(19 253 195)	(711 993)	(173 130 656)	(104 054 417)	(66 900 111)	(5 895 219)	(176 849 747)
Amortisation of insurance								
acquisition cash flows	(84 284)	(79 193)	-	(159 066)	(121 155)	(208 158)	-	(329 312)
Total insurance service expenses	(184 047 737)	(23 347 701)	(1 017 459)	(208 408 486)	(238 259 494)	(73 118 324)	(5 895 219)	(317 273 037)

## 16 NET INCOME OR EXPENSES FROM REINSURANCE CONTRACTS HELD

The Company has voluntarily disclosed an analysis of the net expenses from reinsurance contracts held recognised in the period in the table below:

	30 Jun 2024 ZWG\$	31 Dec 2023 ZWG\$
Amounts relating to the changes in the		
assets for remaining coverage		
Expected claims and other expenses recovery	98	14 957
changes in the risk adjustment recognised		
for the risk expired	2	258
CSM recognised for the services received	4 881	50 060
Reinsurance Expenses from contracts		
held not measured under PAA	4 981	65 275
Reinsurance Expenses from contracts	4 301	03 273
held measured under PAA	(1 063 834)	(3 112 433)
Total Reinsurance Expenses	(1 058 853)	(3 047 157)
Reinsurance Recoveries	-	-
Other incurred directly attributable expenses	-	-
effect of changes in the risk of reinsurers		
non-performance	-	-
Changes that related to past service -		
adjustments to incurred claims	2 208 666	75 764
Net expense from reinsurance contracts held	1 149 813	(2 971 394)

#### NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

#### 17 TOTAL INVESTMENT INCOME AND INSURANCE FINANCE RESULT

		2024			2023	
	Insurance	Non-		Insurance	Non-	
	related	insurance	Total	related	insurance	Total
	ZWG\$	ZWG\$	ZWG\$	ZWG\$	zwg\$	ZWG\$
Investment income						
Amounts recognised in profit or loss						
Rental income from investment property	-	1 054 980	1 054 980		2 294 207	2 294 207
Other interest income	(304 929)	-	111 729	337 710		337 710
Other dividend income - investments						
and securities	1 119 429	-	1 119 429	1 944 611	-	1 944 611
Impairment loss on debt instruments						
at amortised cost	•	-	•	•	•	•
Net foreign exchange income / (expense)	- 014 500	1.054.000	2 200 420	2 202 224	2 204 207	4 576 520
Total investment income	814 500	1 054 980	2 286 138	2 282 321	2 294 207	4 576 528
Interest revenue calculated using						
effective interest method	4 435 563	-	4 435 563	255 534		255 534
Total amounts recognised						
in the profit or loss	5 250 063	1 054 980	6 721 702	2 537 855	2 294 207	4 832 063
Insurance finance income / (expenses)						
from insurance contracts issued						
Interest accreted to insurance contracts						
using current financial assumptions	52 386 168		52 386 168	(727 647 046)		(727 647 046)
Interest accreted to insurance contracts				,		· · ·
using locked-in rate	(186 118)	-	(186 118)	(3 545)	-	(3 545)
Due to changes in interest rates and						
other financial assumptions		-	-			
Net foreign exchange income / (expense)	-	-	-	-	-	-
Total insurance finance income / (expenses)						
from insurance contracts issued	52 200 050	-	52 200 050	(727 650 591)	-	(727 650 591)
Reinsurance finance income / (expenses)						
from reinsurance contracts held						
Interest accreted to insurance contracts						
using current financial assumptions	(36 187)		(36 187)	593 572		593 572 )
Interest accreted to reinsurance	, ,		, ,			•
contracts using locked-in rate	-	-	-	-	-	-
Due to changes in interest rates and						
other financial assumptions	-	-	-	-	-	-
Changes in non-performance						
risk of reinsurer	-	-	-	-	-	-
Net foreign exchange income / (expense)	-	-	-	-	-	-
Reinsurance finance income / (expenses)						
from reinsurance contracts held	(36 187)		(36 187)	593 572		593 572

Interest accreted to reinsurance	,		(== :=:,		,
contracts using locked-in rate Due to changes in interest rates and	-	-	-	-	-
other financial assumptions Changes in non-performance	-		-	-	
risk of reinsurer			-		
Net foreign exchange income / (expense) Reinsurance finance income / (expenses)	-	-	-	-	-
from reinsurance contracts held	(36 187)	-	(36 187)	593 572	- 593 572
				30 Jun 2024 ZWG\$	30 Jun 2023 ZWG\$
				20003	20003
18 OTHER INCOME					
Asset Management Services F	Payanua				1 567 715
Exchange gains	revenue			8 339 419	(36 490 732
Sundry income				10 844 858	36 490 732
Reinsurance commission				275 819	820 786
				8 991 920	(6 542 152
19 OPERATING EXPENSES					
Insurance Service expenses	i			6 002 442	1 624 707
Claims and Benefits Changes that relate to past se	ervice			6 993 443	1 624 787
- adjustments to the LIC	ITVICC			3 128 389	3 553 143
Losses and reversal of losses	on				
onerous contracts				173 130 656	46 601 006
Amortisation of insurance acc	quisition			150.066	270 404
Staff expenses				159 066 12 091 801	278 181 4 152 672
Administration expenses				12 905 131	2 629 419
·				208 408 486	58 839 208
Other Operating Expenses				0.556.500	15 620 265
Staff expenses Administration expenses				9 556 599 10 383 397	15 629 365 9 896 317
Depreciation and Amortisation	on			613 005	732 686
Loss on disposal of property,					
plant & equipment				325 520	-
Auditors' renumeration				5 544 464	463 056
Directors Fees Exchange (gains)/losses				3 749 380 (47 359 779)	5 114 428 63 143 058
Lease liability finance charge				420 199	2 761 229
,				(16 767 215)	97 740 139
20 INCOME TAX CHARGE					
Current taxation				1 070 402	34 118 027
Change in tax Rate effect on Deferred taxation	current tax			30 873 374	- (15 419 920)
Deferred taxation				31 943 776	18 698 107
	TER ATIONS				
21 CASH GENERATED FROM OF	'ERATIONS				
Profit before tax				365 523 056	292 470 012
Add/ (deduct) Non-cash move	ements and				
adjustments to profit before	e tax :				
Lease Liability Finance charge				420 199	3 035 536
Depreciation of Plant and equ				522 566	283 742
Depreciation of Right of Use	•			1 208 150	3 118 114
Amortisation of Intangible As				90 439	238 572
Fair value gain on At FVTPL in				21 328 221	(55 776 759
Exchange gains/(losses on Fin Fair value gain/ (loss) on	ancial Assets			-	(70 682 509
investment property				3 379 140	(32 644 519
Profit on disposal of equity in	nvestments			(41 588)	(499 692
Impairment loss of Property,	plant &				
Equipment(Devaluation)				2 319 101	2 745 354
Profit/Loss on disposal of equ Expected Credit Losses	Ipment			325 520	11 402 562 763
Interest received				(111 729)	(982 421
Dividend income classified as					
investing cash flows	-1			(1 119 429)	(2 192 945
Interest revenue calculated us effective interest method	sing			(4 435 563)	(1 196 922
Monetary Adjustment				(377 557 579)	•
Exchange gains				(376 681)	(43 680 376
Share of (profit)/ loss of equit	ty				
accounted investment Cash generated from operation	ons			(245 640 768)	(235 602 567 (115 796 339
Cash generated from operation	סווג			(233 750 269)	(115 /96 339
22 CHANGES IN WORKING CAPI	TAL				
Decrease in trade and other p	payables			(5 410 117)	13 275 009
(Increase) in trade and other	-			(859 192)	(2 250 417
(Increase)/decrease in insuran	ice				
Contract Assets	c+ Linbilities			833 546	(846 685
Decrease in insurance Contra Decrease in reinsurance Cont				(38 349 839) 1 053 150	22 372 569 (612 254
Decrease in Investment Contr				(25 208 804)	50 160 444

(25 308 894)

(68 041 346)

59 169 444

91 107 666

**Decrease in Investment Contract Liabilities** 









**UNAUDITED CONDENSED** INTERIM FINANCIAL RESULTS for the half year ended 30 June 2024

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2024

Notes	30 Jun 2024 ZWG	Restated** 31 Dec 2023 ZWG
ASSETS		
Non-current assets		
Investments 1	12 473 450	17 028 528
Investment properties 2	65 838 000	69 505 902
Right of use assets	2 169 368	1 724 911
Equipment	2 815 989	8 537 419
Total non-current assets	83 296 807	96 796 760
Current assets		
Other assets	7 553 047	3 322 600
Reinsurance Contract Assets 8	45 926 782	113 788 564
Financial assets at armotised costs	25 755 672	28 728 411
Cash and cash equivalent 3	74 151 074	84 479 091
Taxation	376 051	1 798 615
Total current assets	153 762 626	232 117 281
Total assets	237 059 433	328 914 041
EQUITY AND LIABILITIES		
Non-current liabilities		
Deferred tax liability	17 017 973	24 496 726
Lease Liabilities	2 254 112	3 050 606
Current liabilities		
Insurance Contract Liabilities 8	18 350 579	39 323 722
Lease Liabilities	751 371	1 016 869
Other payables	17 775 652	27 257 249
Total liabilities	56 149 687	95 145 172
Equity		
Share capital	14 217	14 217
Share premium	7 094 066	7 094 066
Revaluation reserve	5 515 385	5 144 774
Foreign Currency Revaluation Reserve	(11 405 991)	2 830 779
Retained earnings	179 692 069 <sup>°</sup>	218 685 033
Total shareholders' equity	180 909 746	233 768 869
Total equity and liabilities	237 059 433	328 914 041

<sup>\*</sup>The financial statements for the half year ended 30 June 2024 include January to March 2024 ZWL numbers which were hyper inflationary, however ZWG is not hyper inflationary, hence the financial statements have been prepared on historical bases.

\*\*The 2023 numbers have been restated to account for the retrospective application of IFRS 17 - Insurance Contracts.

#### CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME For the half year ended 30 June 2024

Notes	30 Jun 2024 ZWG	30 Jun 2023 ZWG
Insurance Revenue Insurance service expense 7 Insurance service result before	152 315 038 (170 731 728)	196 216 351 (124 165 366)
reinsurance contract held	(18 416 690)	72 050 985
Allocation of Reinsurance Premiums Amounts Recoverable from	(40 182 693)	(49 677 854)
reassurers for incurred claims Net expenses from reinsurance	54 569 492	5 240 689
contracts held	14 386 799	(44 437 165)
Insurance service result	(4 029 891)	27 613 820
Other Investment Revenue 5 Interest revenue calculated using	162 974 710	114 669 515
effective interest method	857 738	-
Fair value gains 6	(8 215 932)	63 642 613
Operating expenses 4	(33 542 657)	(19 641 506)
Interest expense on lease liability	(195 838)	(208 645)
Operating profit/(los)	117 848 130	186 075 797
Effects of Inflation adjustment	(163 655 545)	(30 526 564)
Profit / (Loss) before tax	(45 807 415)	155 549 233
Income tax expense	6 814 451	(9 342 952)
Profit / (Loss) for the year	(38 992 964)	146 206 281
Other Comprehensive income		
Foreign Currency Translation gain/loss	(14 236 770)	-
Revaluation of equipment Income tax relating to components	294 253	-
of other comprehensive income	76 358	-
Total compehensive income	(52 859 123)	146 206 281

<sup>\*</sup>The financial statements for the half year ended 30 June 2024 include January to March 2024 ZWL numbers which were hyper inflationary, however ZWG is not

#### CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the half year ended 30 June 2024

_						
	Share capital ZWG	Share premium ZWG	FCTR reserve ZWG	Revaluation reserve ZWG	Retained earnings ZWG	Total equity ZWG
2024						
Balance at						
1 January 2024	14 217	7 094 066	2 830 779	5 144 774	218 685 033	233 768 869
Profit for the year	-	-	-	-	(38 992 964)	(38 992 964)
Other comprehensive						
income net of tax						
Foreign currency						
translation difference from						
foreign subsidiary	-	-	(14 236 770)	-	-	(14 236 770)
Revaluation of equipment	-	-	-	370 611	-	370 611
Balance at 30 June 2024	14 217	7 094 066	(11 405 991)	5 515 385	179 692 069	180 909 746
2023						
Balance as at						
1 January 2023	14 217	7 094 066	-	1 462 483	77 990 087	86 560 853
Profit for the year	-	-	-	-	146 206 281	146 206 281

\*The financial statements for the half year ended 30 June 2024 include January to March 2024 ZWL numbers which were hyper inflationery, however ZWG is not hyper inflationary, hence the financial statements have been prepared on historical bases.

7 094 066

Balance at 30 June 2023 14 217

CONSOLIDATED STATEMENT OF CASH FLOW

For the half year ended 30 June 2024

	30 Jun 2024 ZWG	30 Jun 2023 ZWG
Cash generated from operating Activities	(4 476 023)	667 045 960
Income taxes paid Lease liability Interest paid Interest received Net cash generated from Operating activities	(361 180) (195 838) (448 151 731) (453 184 772)	(775 524) (447 519) 98 505 665 921 422
Cash flows from investing activities Additions to equipment Purchase of prescribed assets Purchase of listed securities Proceeds on disposal of listed securities Proceeds disposal of equipment Dividend received Maturity of prescribed assets Net cash generated from investing activities	(770 381) (1 424 905) (1 436 306) 1 443 354 514 782 229 493 4 397 644 2 953 681	(1 799 205) (48 687 240) - - 286 387 904 292 16 347 184 (32 948 582)
Cash flows from financing activities Lease liability paid Net cash utilised in financing activities	(245 288) (245 288)	(772 045) (772 045)
Net decrease in cash and cash equivalent  Cash and cash equivalents at the beginning of the year Impact of inflation adjustment on cash Balances  Effects of exchange rate changes on cash and cash equivalents  Cash and cash equivalent at the end of the year	(450 476 379) 84 479 091 278 874 847 161 273 515 74 151 074	632 200 795 24 365 597 (155 116 983) (431 345 048) 70 104 361

#### CONSOLIDATED AND SEPARATE COMPANY NOTES TO THE FINANCIAL STATEMENT For the half year ended 30 June 2024

### 1. INVESTMENTS

Restated\*\*

	Level 1 ZWG	Level 2 ZWG	Level 3 ZWG	Total carrying amount ZWG
CONSOLIDATED AND SEPARATE				
2024 Quoted shares Unquoted investment	12 401 794  12 401 794	71 656 71 656		12 401 794 71 656 12 473 450
2023 Quoted shares	16 560 427	-	-	16 560 427
Unquoted investment	16 560 427	468 101 468 101	-	468 101 17 028 528

		30 Jun 2024 ZWG	31 Dec 2023 ZWG
2.	INVESTMENT PROPERTY		
	CONSOLIDATED AND SEPARATE		
	Opening balances	69 505 903	35 069 260
	Fair value adjustment Additions	(3 667 903)	34 436 642
	Closing balances	65 838 000	69 505 902
3.	CASH AND CASH EQUIVALENTS		
	CONSOLIDATED		
	For the purpose of the statement of cash		
	flows, cash and cash equivalents comprise the following at 30 June 2024		
	Cash at banks and on hand	74 151 074	84 479 091
		74 151 074	84 479 091
		30 Jun 2024	30 Jun 2023
		ZWG	ZWG
4.	OPERATING EXPENSES		
	CONSOLIDATED		
	Staff expenses	8 619 539	5 688 005
	Adminstration expenses Depreciation - equipment	24 093 470 333 411	11 552 935 415 791
	Depreciation - equipment  Depreciation - right of use	49 289	582 421
	Directors' remuneration	446 948 33 542 657	1 402 354 19 641 506
		33 342 037	19 041 300
5.	OTHER INVESTMENT REVENUE		
	CONSOLIDATED		
	Interest income Dividend income	820 590 229 493	98 505 904 292
	Exchange gain	161 273 515	113 225 268
	Rental Income	734 550	385 122
	Loss on Disposal of Asset	(83 438) 162 974 710	56 328 114 669 515
		162 974 710	114 009 515
6.	FAIR VALUE ADJUSTMENT		
	CONSOLIDATED		
	Increase in fair value of equity investments	(4 548 030)	11 339 058 52 303 555
	Increase in fair value of investment property	(3 667 902) (8 215 932)	63 642 613
7.	INSURANCE SERVICE EXPENSES	, i	
		104 072 272	E0 222 272
	Incurred claims Changes that relate to past service - adjustments to the LIC	104 973 372 8 647 743	50 322 270 15 228 867
	Insurance acquisition cash flows	46 888 396	47 879 251
	Other insurance service expenses	10 222 217	10 734 978
		170 731 728	124 165 366

## 8. INSURANCE AND REINSURANCE CONTRACTS

2024		2023	
Assets	Liabilities	Assets	Liabilities
5 059 759	(6 113 668)	7 567 901	(9 826 338)
58 667 722	(70 887 757)	87 749 529	(113 936 019)
10 414 418	(12 583 662)	15 576 884	(20 225 387)
13 958 231	(16 865 623)	20 877 378	(27 107 670)
88 100 130	(106 450 710)	131 771 692	(171 095 414)
458 107	(33 260)	1 200 730	(148 127)
40 756 263	(2 959 035)	106 825 063	(13 178 348)
2 610 021	(189 496)	6 841 050	(843 938)
5 697 866	(413 683)	14 934 512	(1 842 378)
49 522 257	(3 595 474)	129 801 355	(16 012 791)
	5 059 759 58 667 722 10 414 418 13 958 231 88 100 130  458 107 40 756 263 2 610 021 5 697 866	Assets Liabilities  5 059 759 (6 113 668) 58 667 722 (70 887 757) 10 414 418 (12 583 662) 13 958 231 (16 865 623) 88 100 130 (106 450 710)  458 107 (33 260) 40 756 263 (2 959 035) 2 610 021 (189 496) 5 697 866 (413 683)	Assets Liabilities Assets  5 059 759 (6 113 668) 7 567 901 58 667 722 (70 887 757) 87 749 529 10 414 418 (12 583 662) 15 576 884 13 958 231 (16 865 623) 20 877 378 88 100 130 (106 450 710) 131 771 692  458 107 (33 260) 1 200 730 40 756 263 (2 959 035) 106 825 063 2 610 021 (189 496) 6 841 050 5 697 866 (413 683) 14 934 512

		30 Jun 2024 ZWG	30 Jun 2023 ZWG
9.	NET INCOME OR EXPENSES FROM REINSURANCE CONTRACTS HELD		
	Allocation of Reinsurance Premiums Amounts recoverable for claims and other expenses incurred in the period Net income/expense from reinsurance contracts held	(40 182 693) 54 569 492 14 386 799	(49 677 854) 5 240 689 (44 437 165)
10.	INSURANCE REVENUE FROM CONTRACTS MEASURED UNDER THE PAA		
	Fire Motor Agriculture Miscellaneous Accident Total Insurance revenue	106 577 607 23 290 324 8 911 201 13 535 906 152 315 038	77 306 217 51 434 006 36 540 038 30 936 090 196 216 351

1 462 483 224 196 368 232 767 134

hyper inflationary, hence the financial statements have been prepared on historical bases.

\*\*The 2023 numbers have been restated to account for the retrospective application of IFRS 17 - Insurance Contracts.