



INVESTMENT BANK



Summary of audited results for the year ended 31st December 2020

Statements of profit or loss and other comprehensive income

	Consolidated	Consolidated	Separate	Separate
	31-Dec-20 Audited K'000	31-Dec-19 Audited K'000	31-Dec-20 Audited K'000	31-Dec-19 Audited K'000
Interest income	16,273,263	14,916,480	16,273,263	14,916,480
Interest expense	(9,263,587)	(8,648,803)	(9,263,587)	(8,648,803)
Net interest income	7,009,676	6,267,677	7,009,676	6,267,677
Non-interest income	3,947,910	2,269,535	3,947,910	2,269,535
Operating income before impairment losses on loans and advances to customers	10,957,586	8,537,212	10,957,586	8,537,212
Net impairment losses on loans and advances to customers	(771,811)	285,800	(771,811)	285,800
Income after impairment losses on loans and advances to customers	10,185,775	8,823,012	10,185,775	8,823,012
Operating expenses	(5,720,969)	(5,542,445)	(5,716,571)	(5,542,445)
Profit before income tax	4,464,806	3,280,567	4,469,204	3,280,567
Income tax expense	(1,378,322)	(971,918)	(1,379,642)	(971,918)
Profit and comprehensive income for the year	3,086,484	2,308,649	3,089,562	2,308,649

Statements of financial position

	Consolidated	Consolidated	Separate	Separate
	31-Dec-20 Audited K'000	31-Dec-19 Audited K'000	31-Dec-20 Audited K'000	31-Dec-19 Audited K'000
Assets				
Cash and cash equivalents	7,206,052	6,708,237	7,206,052	6,708,237
Financial assets at fair value through profit or loss	71,188,220	48,916,015	71,188,220	48,916,015
Investment securities	4,400,106	1,433,596	4,400,106	1,433,596
Loans and advances to related party	-	3,012,329	-	3,012,329
Loans and advances to other banks	1,500,473	2,023,252	1,500,473	2,023,252
Loans and advances to customers	38,273,785	30,540,364	38,273,785	30,540,364
Income tax recoverable	-	4,398	-	-
Other assets	905,481	1,842,114	905,467	1,842,100
Other investments	280,000	280,000	280,000	280,000
Equipment	1,980,888	1,942,627	1,980,888	1,942,627
Intangible assets	31,980	69,034	31,980	69,034
Deferred tax asset	34,880	72,805	34,880	72,805
Total assets	125,801,865	96,844,771	125,801,851	96,840,359
Capital, reserves and liabilities				
Share capital and reserves	13,584,532	10,498,048	13,583,198	10,493,636
Balances due to other banks	500,472	-	500,472	-
Customer deposits	48,083,812	40,322,718	48,083,812	40,322,718
Investment funds	59,406,494	41,636,566	59,406,494	41,636,566
Other liabilities and accruals	2,027,692	2,240,787	2,027,692	2,240,787
Income tax payable	598,863	546,652	600,183	546,652
Subordinated liability	1,600,000	1,600,000	1,600,000	1,600,000
Total capital, reserves and liabilities	125,801,865	96,844,771	125,801,851	96,840,359
Summary statements of changes in equity				
At the beginning of the year				
Transitional adjustment on IFRS 16 adoption at 1 Jan 2019				
New issue of shares				
Total comprehensive income for the year				
As at the end of the year				
Summary statements of cash flows				
Cash generated from operating activities				
Advance payment of income tax				
Net cash from operating activities				
Cash flows from investing activities				
Proceeds from sale of equipment and motor vehicles				
Acquisition of equipment and intangible assets				
Non-cash adjustment on IFRS 16 Leases				
Acquisition of equity investment				
Net cash used in investing activities				
Cash flows from financing activities				
Proceeds from issue of shares				
Repayment of lease liabilities				
Net cash (used in)/generated from financing activities				
Net increase in cash and cash equivalents				
Effects of exchange rate fluctuations on cash and cash equivalents	296,619	2,260,131	296,619	2,260,131
Cash and cash equivalents at the beginning of the year	201,196	6,777	201,196	6,777
Cash and cash equivalents at end of the year	7,206,052	6,708,237	7,206,052	6,708,237

Impairment losses non performing credit facilities and provisions for losses

Sector	Consolidated and separate as at 31 Dec-20			Consolidated and separate as at 31 Dec-19		
	Outstanding amount K'000	Impaired loans outstanding balances K'000	Specific provisions K'000	Outstanding amount K'000	Impaired loans outstanding balances K'000	Specific provisions K'000
Agriculture	3,905,203	55,824	54,007	1,183,093	675	-
Construction	545,505	136,470	80,226	790,929	93,877	-
Manufacturing	9,828,067	42	-	10,883,542	-	-
Real estate	436,424	2,274	-	181,331	-	-
Tourism and leisure	1,741,805	888,944	-	33,552	-	-
Transport/storage	465,538	-	-	437,568	7,542	7,542
Wholesale and retail	15,072,571	123,134	-	12,159,291	1,762,966	485,207
Community, social and personal services	4,682,967	-	-	5,183,609	-	-
Other	3,152,506	1,382,574	1119,131	315,563	2,838	2,503
	39,830,586	2,589,262	1,253,364	31,168,478	1,867,898	495,252

Credit concentration

Total credit facilities including guarantees, acceptances and other similar commitments extended by the bank to any one or group of related customers where amounts exceeded 25% of core capital.

Economic sector	31-Dec-20		31-Dec-19	
	Outstanding K'000	% of core capital	Outstanding K'000	% of core capital
Agriculture	3,240,850	24%	-	-
Wholesale and retail	13,543,417	101%	11,189,218	109%
Manufacturing	9,119,211	68%	9,327,969	91%

Deposit rates

	Dec-20	Dec-19
Current account	0.25%	0.25%
CDHIB prime investors account	7%	7%
Sweep call account	-	-
7 day call account	5%	5%
14 day call account	5%	5%
21 day call account	5%	5%
30 day call account	5%	5%
1 month fixed deposit	5%	5%
2 months fixed deposit	6%	6%
3 months fixed deposit	7%	7%
6 months fixed deposit	Negotiable	Negotiable
9 months fixed deposit	Negotiable	Negotiable
12 months fixed deposit	Negotiable	Negotiable

Loans to directors, senior management and other related parties

	Consolidated and separate		Consolidated and separate	