



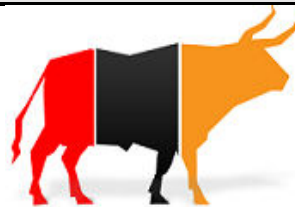
SENS ANNOUNCEMENT
(the "Notice" or "Announcement")

ISSUER

STANDARD CHARTERED BANK ZAMBIA PLC ["SCBZ"]
[Incorporated in the Republic of Zambia]

Company registration number: 6525
Share Code: SCZ
ISIN: ZM0000000094
Authorized by: Doris Tembwe – Company Secretary

SPONSOR



STOCKBROKERS ZAMBIA LIMITED

STOCKBROKERS ZAMBIA LIMITED

[Founder member of the Lusaka Securities Exchange]
[Regulated and licensed by the Securities and Exchange Commission of Zambia]

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Website: www.sbz.com.zm

APPROVAL

The captioned Notice or Announcement has been approved by:

- i. the Lusaka Securities Exchange
- ii. the Securities and Exchange Commission
- iii. Standard Chartered Bank Zambia Plc

RISK WARNING

The Notice or Announcement contained herein contains information that may be of a price sensitive nature.

Investors are advised to seek the advice of their investment advisor, stockbroker, or any professional duly licensed by the Securities and Exchange Commission of Zambia to provide securities advice.

ISSUED: 7 March 2024

ABRIDGED RESULTS

as at 31 December 2023

	2023	2022
	ZMW'000	ZMW'000
Assets		
Cash and cash equivalents	3,871,604	4,034,660
Cash on hand and balances at Bank of Zambia	3,181,876	1,685,766
Financial assets held at fair value through profit	326,699	284,534
Loans and advances to banks	3,455,959	3,889,613
Pledged assets	300,000	409,200
Investment in Equity Investment	1,769	508
Derivative financial instruments	12,971	18,409
Investment in subsidiaries	1,937,042	2,859,062
Loans and advances to customers	2,677,662	1,642,633
Other assets	840,022	218,549
Assets classified as held for sale	6,368	6,368
Property and equipment	89,388	94,931
Current tax assets	0	83,589
Prepayments and accrued income	68,306	38,374
Deferred tax assets	110,060	99,623
Investment in subsidiaries	15	5
Intangible assets	65,912	65,271
Total assets	16,945,651	15,431,095
Liabilities		
Deposits by banks	879,535	482,018
Derivative financial instruments	169,418	56,185
Deposits from customers	13,074,531	13,266,859
Dividends payable	4,771	5,997
Current tax liabilities	19,877	-
Other liabilities	1,158,020	385,630
Accruals and deferred Income	88,902	114,118
Subordinated liabilities	102,940	72,440
Provisions	23,247	81,899
Total liabilities	15,521,241	14,465,146
Equity		
Share capital	416,745	416,745
Statutory reserves	12,285	12,285
Fair value reserves	20,793	156,720
Credit reserves	3,287	3,000
Capital contribution	62,312	62,312
Retained earnings	908,988	314,887
Total equity	1,424,410	965,948
Total liabilities and equity	16,945,651	15,431,094

STATEMENT OF PROFIT and LOSS

as at 31 December 2023

	2023 ZMW'000	2022 ZMW'000
Revenue	1,521,331	1,194,839
Operating expense	<u>(836,681)</u>	<u>(830,704)</u>
Operating profit	684,650	364,135
Impairment on financial instruments	<u>232,943</u>	<u>10,489</u>
Profit/ (Loss) before Tax	917,593	374,624
Income tax expense	<u>(317,855)</u>	<u>(129,997)</u>
Profit/ (Loss) for 6 months ended	599,738	244,627
Earnings/ (Loss) per share	0.36	0.15

STATEMENT OF SHAREHOLDERS' EQUITY

as at 31 December 2023

	2023 ZMW'000	2022 ZMW'000
Balance at 1st January 2022	965,949	1,153,970
Profit for the year	599,738	244,627
Fair value reserve movements	(135,927)	(79,248)
Dividend	-	(353,400)
Other movement	<u>(5,350)</u>	<u>-</u>
Balance as at 31 December 2023	1,424,410	965,949

STATEMENT OF CASHFLOWS

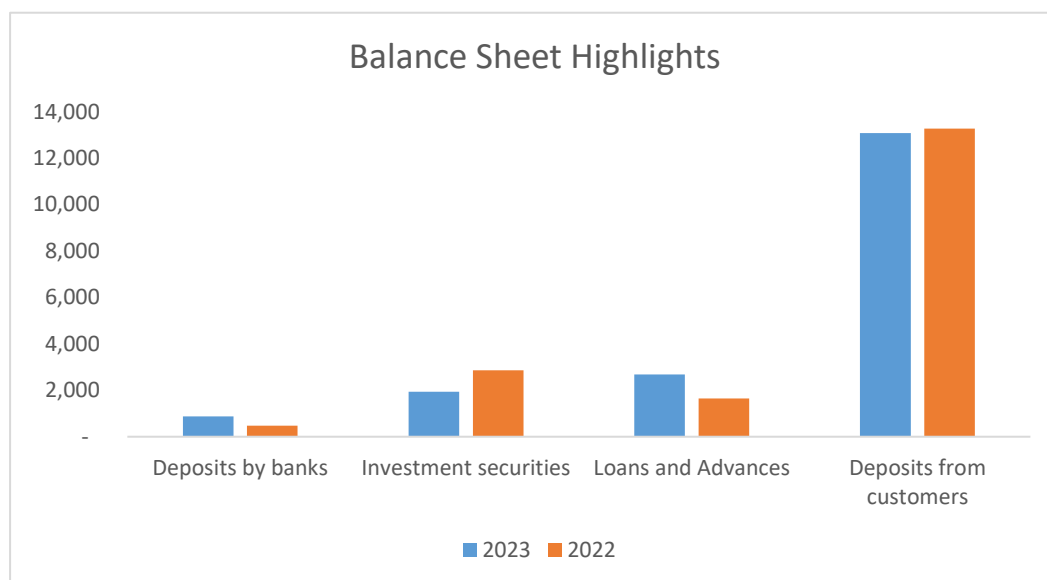
for the full year ended 31 December 2023

	2023 ZMW'000	2022 ZMW'000
Cash flow from operating activities	(802,131)	(1,117,113)
Cash flows from investing activities	864,008	62,672
Cash flows from financing activities	<u>(60,556)</u>	<u>(428,222)</u>
Net increase in cash and cash equivalents	1,321	(1,482,663)
Cash and cash equivalents at beginning of year	4,079,638	5,555,570
Effect of exchange rate fluctuation on cash held	<u>18,838</u>	<u>6,731</u>
Cash and cash equivalents	4,099,797	4,079,638

Key Financial Highlights

Balance Sheet

- Total **Assets** grew YoY by 11%, Loans and Advances have grown YoY by 63% driven by momentum on Mortgages (24%) and (Personal Loans 73%). Balances with Bank of Zambia also grew by 89%. Total asset growth was negated by a 22% decrease in Investments securities and 18% drop in Loans to Banks.
- Total **Liabilities** grew YoY by 12% mainly on account of growth in other liabilities.



Income

- **Income** which grew by 27% Year on Year (YoY) at ZMW1,521m on account of the following:
 - Net interest income grew by 44% YoY due to an increase in interest income from mortgages, personal loans and corporate term loans which grew by 50%, 23% and 98% respectively in line with the banks strategy to grow assets.
 - Interest expense dropped YoY by 68% mainly on account of reduced balance sheet holdings for fixed deposits in line with the banks strategy to manage expensive deposits.
 - Fee and commission income grew by 23% YoY mainly on account of increased transaction volumes.
 - Net trading income increased by 5% YoY mainly due to realised and unrealised trading gains on derivatives and FX trading.

Operating Expenses

Total **Expenses** increased by 1% YoY. The Bank continues to employ prudent cost management measures to maintain minimal YoY growth.

Impairment

The Bank released ZMW 232m of **Impairment**, compared to a release of ZMW 10m in 2022.

The above factors led to a Profit Before Tax of ZMW 918m and a Profit After Tax of ZMW 600m

By Order of the Board

Dori Tembwe
Company Secretary

Issued in Lusaka, Zambia 7 March 2024

Lusaka Securities Exchange Sponsoring Broker



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Stockbrokers Zambia Limited (SBZ) is a member of the Lusaka Securities Exchange and is regulated by the Securities and Exchange Commission of Zambia

First Issued on 7 March 2024