

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

ISSUER



ZAMBIA NATIONAL COMMERCIAL BANK PLC ("ZANACO")
[Incorporated in the Republic of Zambia]

Company registration number: 5387
Share Code: ZANACO
ISIN: ZM0000000250
Authorised by: Ngawo Nakamba – Acting Company Secretary

SPONSOR



STOCKBROKERS ZAMBIA LIMITED

Stockbrokers Zambia Limited

[Member of the Lusaka Securities Exchange]

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

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APPROVAL

The captioned Notice or Announcement has been approved by:

- i. The Lusaka Securities Exchange
- ii. The Securities and Exchange Commission
- iii. Zambia National Commercial Bank Plc

DISCLAIMER AND 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: 06 March 2025

ZAMBIA NATIONAL COMMERCIAL BANK PLC (“ZANACO”)

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Summarised Audited Results For The Year Ended 31 December 2024

In compliance with the requirements of the Securities Act No.41 of 2016 of the Laws of Zambia and Listings Requirements of the Lusaka Securities Exchange, the Directors of Zanaco are pleased to announce the audited results for the year ended 31 December 2024.

Condensed Consolidated Statement of Profit or Loss	Group		Bank		Change	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	Group (+/(-) %	Bank (+/(-) %
	K'000	K'000	K'000	K'000		
Total operating income	5,584,079	5,282,361	5,594,402	5,294,100	6	6
Profit before income tax	2,573,626	2,705,713	2,585,379	2,736,419	(5)	(6)
Income tax expense	(780,269)	(967,331)	(780,269)	(967,331)	(19)	(19)
Profit attributable to shareholders	1,793,357	1,738,382	1,805,110	1,769,088	3	2
Number of shares during the year ('000)	1,443,750	1,443,750	1,443,750	1,443,750	0	0
Earnings per share (Kwacha)	1.242	1.204	1.250	1.225	3	2

Condensed Consolidated Statement of Financial Position				
	Group 2024	Group 2023	Bank 2024	Bank 2023
	K'000	K'000	K'000	K'000
Assets				
Cash and balances with Bank of Zambia	9,528,863	8,884,649	9,530,024	8,887,316
Balances with other banks	2,156,565	3,437,154	2,156,565	3,437,154
Trading assets	2,247,848	2,320,685	2,247,848	2,320,685
Investment securities	11,862,515	11,637,063	11,862,515	11,637,063
Loans and advances to customers	19,979,657	16,176,644	19,979,657	16,248,956
Other assets	1,217,722	1,327,396	1,238,399	1,343,493
Property and equipment	1,085,591	1,016,628	1,079,377	1,008,755
Total assets	48,078,761	44,800,219	48,094,385	44,883,422
Liabilities				
Deposits from other banks	50,821	1,865,725	50,821	1,865,725
Customer deposits	36,023,424	33,859,372	36,026,618	33,859,678
Other liabilities	1,702,425	2,106,585	1,543,862	2,030,242
Borrowings	4,871,188	2,704,002	4,871,188	2,704,002
Total liabilities	42,647,858	40,535,684	42,492,489	40,459,647
Total equity	5,430,903	4,264,535	5,601,896	4,423,775
Total equity and liabilities	48,078,761	44,800,219	48,094,385	44,883,422

Condensed Consolidated Statement of Cash Flows				
	Group	Group	Bank	Bank
	2024	2023	2024	2023
	K'000	K'000	K'000	K'000
Net cash (used in)/generated from operating activities	(1,284,026)	315,328	(1,288,361)	323,157
Net cash used in investing activities	(98,916)	(370,798)	(96,434)	(374,689)
Net cash generated from/(used in) financing activities	1,344,841	(518,315)	1,345,188	(517,984)
Effects of exchange rate changes on cash and cash equivalents	63,621	285,519	63,621	283,518
Net Increase/(decrease) in cash and cash equivalents	25,520	(288,266)	24,014	(285,998)
Cash and cash equivalents at beginning of the year	4,532,539	4,820,805	4,535,206	4,821,204
Cash and cash equivalents at end of year	4,558,059	4,532,539	4,559,220	4,535,206

Condensed Consolidated Statement of Changes In Equity				
	Group 2024	Group 2023	Bank 2024	Bank 2023
	K'000	K'000	K'000	K'000
Balance at the beginning of the year	4,264,535	2,851,823	4,423,775	2,980,357
Profit for the year	1,793,357	1,738,382	1,805,110	1,769,088
Changes in other comprehensive income:	(7,808)	95,905	(7,808)	95,905
Dividends paid	(619,181)	(421,575)	(619,181)	(421,575)
Balance at the end of the year	5,430,903	4,264,535	5,601,896	4,423,775

Financial Highlights

The Group performance remained resilient despite economic challenges that characterized the operating environment in the year. The Group closed the year at K1.79 billion profit fairly consistent with prior year with a marginal growth of 3% (K51m). The performance in the year was anchored on 6% (K302m) growth in Operating income coupled with prudent cost management resulting in a 10% growth in costs which was below inflation. Total operating income was driven by 25% (K1.2 billion) growth in interest income, 29% (K125 million) growth in fees and commission on account of growth in transactions on the Bank's various digital platforms.

Total operating expenses increased by 10% (K262 million) attributed to prudent cost management and implementation of cost-containment measures aimed at driving efficiencies while focusing on value creation for our customers and stakeholders.

The resilient performance was supported by a strong balance sheet with a total asset base of K48 billion, with a year on year growth of 7% (K3.3 billion). The growth in assets was mainly driven by a 24% (K3.8 billion) growth in loans and advances to customers. Total liabilities grew by 5% (K2.1 billion) attributable to the growth in customer deposits and external borrowings.

Capital

The Group has continued to proactively build a strong capital position to ensure regulatory compliance and shareholder value protection. The Group's Capital Adequacy Ratio at the end of the year was 20.53% which was above the regulatory limit.

Future Outlook

The Group remains focused on operating in a sustainable manner, creating value for our stakeholders and customers. The Group will continue to explore new innovations, digital technology and automation to deliver market-fit products and services.

By Order of the Board

KALUBA G KAULUNG'OMBE-INAMPASA
COMPANY SECRETARY

Issued in Lusaka, Zambia on 6th March 2025



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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

