

SUMMARY OF UNAUDITED INTERIM RESULTS FOR THE SIX MONTH PERIOD ENDED 30th JUNE 2024

SUMMARY CONSOLIDATED AND SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm
Interest income and similar income	107,260	71,449	158,129	94,912	64,054	141,456
Interest expense	(18,382)	(10,871)	(26,683)	(15,646)	(9,267)	(23,774)
Net interest income	88,878	60,578	131,446	79,266	54,787	118,282
Other income	55,599	40,959	84,313	41,833	37,085	76,216
Net income	144,477	101,537	215,759	121,099	91,872	194,498
Operating expenses	(65,873)	(42,414)	(88,385)	(44,857)	(34,552)	(71,276)
Profit before impairment losses on loans and advances	78,604	59,123	127,374	76,242	57,320	123,222
Net impairment losses on loans and advances	(8,438)	(1,787)	(7,245)	(7,364)	(2,507)	(8,102)
Profit before tax	70,166	57,336	120,129	68,878	54,813	115,120
Income tax expense	(28,092)	(21,853)	(48,170)	(26,615)	(20,925)	(45,934)
Profit after tax	42,074	35,483	71,959	42,263	33,888	69,186

	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm
Other comprehensive income	5.00	-	6,965	-	-	6,965
Gains on property valuations	-	-	(13,527)	-	-	(13,527)
Deferred tax on revalued assets	5.00	-	(6,562)	-	-	(6,562)
Other comprehensive income net of tax	5.00	-	(6,562)	-	-	(6,562)
Total comprehensive income for the period	42,079	35,483	65,397	42,263	33,888	62,624

	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm
Equity holders of the parent	43,014	35,424	72,245	42,263	33,888	69,186
Non-Controlling Interest	(940)	59	(286)	-	-	-
Profit attributable to shareholders	42,074	35,483	71,959	42,263	33,888	69,186

	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm
Equity holders of the parent	43,019	35,424	65,683	42,263	33,888	62,624
Non-Controlling Interest	(940)	59	(286)	-	-	-
Comprehensive income attributable to shareholders	42,079	35,483	65,397	42,263	33,888	62,624

	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm
Interim	13,999	10,002	10,973	13,999	10,002	10,973
Final (for prior year)	-	-	25,000	-	-	25,000
Total	13,999	10,002	35,973	13,999	10,002	35,973

	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm
Earnings per share (Kwacha)	92.11	75.85	154.70	90.50	72.57	148.15
Dividend per share (Kwacha)	29.98	21.42	77.03	29.98	21.42	77.03
Number of ordinary shares in issue (millions)	467	467	467	467	467	467

SUMMARY CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION LIABILITIES & EQUITY

	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm
Customer deposits	1,067,670	819,217	969,413	853,593	631,323	752,542
Current income tax liabilities	17,428	14,979	19,008	16,397	14,034	18,030
Other liabilities	72,345	47,679	53,060	40,921	35,930	41,955
Loans and borrowings	9,177	13,387	12,447	194	5,644	4,587
Lease liabilities	4,960	6,057	5,227	626	1,335	578
Deferred tax liabilities	5,070	2	5,067	5,067	-	5,067
Equity attributable to equity holders of the parent company	237,616	197,470	206,475	224,146	193,117	195,882
Non-controlling interest	1,938	1,704	1,299	-	-	-
Total liabilities and equity	1,416,204	1,100,495	1,271,996	1,140,944	881,383	1,018,641

	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm
Cash and funds with Central Banks	80,559	56,497	76,755	58,846	45,127	54,007
Placements with other banks	168,782	101,507	136,197	168,241	100,692	135,155
Other money market investments	130,091	139,422	150,516	18,880	19,123	43,758
Other assets	44,227	21,436	32,636	32,861	15,709	25,923
Income Tax Receivable	2	-	-	-	-	-
Equity investments	11,782	15,498	9,803	10,354	15,498	9,803
Government of Malawi Promissory Notes	-	307	-	-	307	-
Government Securities	433,007	363,249	380,397	326,933	341,895	341,895
Loans and advances to customers	460,216	324,292	405,860	365,048	273,087	321,929
Investment in associates	-	1,050	892	992	992	992
Investment in subsidiaries	-	-	-	20,965	18,169	18,170
Property and equipment	59,119	46,675	57,107	56,642	45,642	55,352
Intangible assets	14,750	10,582	12,033	13,856	10,355	11,648
Investment properties	1,040	-	-	-	-	-
Right of use assets	3,159	4,228	3,638	9	401	9
Deferred tax	4,753	11,793	2,203	-	9,348	-
Goodwill	4,717	3,959	3,959	-	-	-
Total assets	1,416,204	1,100,495	1,271,996	1,140,944	881,383	1,018,641

	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm
Contingent liabilities - Letters of credit and guarantees	53,532	22,536	32,448	53,532	22,536	32,448

SUMMARY CONSOLIDATED AND SEPARATE STATEMENTS OF CHANGES IN EQUITY

	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm
As at beginning of period	207,774	173,824	173,824	195,882	169,231	169,231
Total comprehensive income for the year	42,079	35,483	65,397	42,263	33,888	62,624
Dividends paid	(14,047)	(10,002)	(36,032)	(13,999)	(10,002)	(35,973)
Transfer of minority interest from UGI	1,585	-	-	-	-	-
Translation differences	2,163	(131)	4,585	-	-	-
As at end of period	239,554	199,174	207,774	224,146	193,117	195,882

SUMMARY CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS

	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm	30-Jun-24 Unaudited K'm	30-Jun-23 Unaudited K'm	31-Dec-23 Audited K'm
Cash flows from operating activities	70,166	57,336	120,129	68,878	54,813	115,120
Profit before tax	70,166	57,336	120,129	68,878	54,813	115,120
Adjustments for:						
Depreciation of property and equipment	3,039	1,885	4,322	2,517	1,697	3,894
Amortisation of intangible assets	694	654	1,413	694	654	1,337
Amortisation of right of use of assets	478	705	1,421	-	395	790
Interest on lease liability	1,202	454	976	731	143	225
Interest payable on loans	-	-	440	-	-	225
Net gains on financial instruments classified as held for trading	(971)	(8,606)	(5,346)	(941)	(8,606)	(5,346)
Gains on disposal of financial instruments classified as held for trading	25	-	(2,986)	25	-	(2,986)
(Profit) loss on disposal of property and equipment	60	(76)	(200)	61	(76)	(132)
Dividends received	(127)	(113)	(323)	(107)	(863)	(1,336)
Share of (profits)/loss of associate	-	(131)	26	-	-	-
Net fair value loss on revaluation of property	-	-	(130)	-	-	(130)
Net losses on modified and restructured loans	(46)	(55)	(102)	(46)	(55)	(102)
Movement in allowance for impairment in loans and advances	10,548	3,445	11,200	8,948	3,345	10,779
Operating cash flows before working capital movements	85,068	55,498	130,840	80,760	51,447	122,338
Increase in operating assets	(71,530)	(21,726)	(116,327)	(58,951)	(17,384)	(83,084)
Movement in investments	35,941	-	14,846	33,941	-	17,338
Movement in liabilities to other banks	4,337	(21,543)	(21,658)	(1,631)	(21,692)	(19,722)
Increase in operating liabilities	102,017	13,793	168,655	101,694	66,522	191,039
Net cash flow from operating activities	155,833	26,022	176,356	155,813	78,893	227,909
Tax paid	(29,369)	(14,560)	(35,770)	(28,247)	(14,080)	(34,205)
Net cash from operating activities	126,464	11,462	140,586	127,566	64,813	193,704
Net cash outflow from investing activities	(91,527)	(23,118)	(56,716)	(95,398)	(23,677)	(53,953)
Net cash outflow from financing activities	(18,964)	(8,360)	(37,844)	(19,122)	(13,100)	(43,737)
Net increase/(decrease) in cash and cash equivalents	15,973	(20,016)	46,026	13,046	28,036	96,014
Cash and cash equivalents at beginning of the period	363,468	317,442	317,442	232,920	136,906	136,906
Cash and cash equivalents at end of the period	379,441	297,426	363,468	245,966	164,942	232,920

IMPAIRMENT LOSSES/NON PERFORMING CREDIT FACILITIES AND PROVISIONS FOR LOSSES BY INDUSTRY SECTOR

Sector	30th June 2024			30th June 2023		
	Outstanding Amount	Impaired Amount	Expected Credit Losses	Outstanding Amount	Impaired Amount	Expected Credit Losses
Agriculture, Forestry, Livestock and Fishing	77,962	11,109	3,488	49,690	5,825	1,773
Manufacturing	42,027	2,088	874	21,470	623	165
Mining and Quarrying	2,652	2,377	1,067	3,252	2,885	859
Construction and Engineering	8,616	1,381	164	6,016	1,623	437
Energy/Electricity, Gas, Air conditioning, Water supply & Waste management	19,462	14,509	191	19,027	863	156
Transport/Storage	18,755	3,037	336	11,818	3,413	466
Communication	14,096	64	772	12,815	133	720
Financial/Insurance/Professional/Scientific & Technical services	15,158	4,855	2,387	21,340	1,369	1,166
Wholesale/Retail	67,033	7,171	1,652	60,913	7,296	2,136
Individual/Households	129,841	2,836	4,061	78,700	2,098	1,788
Real Estate	6,560	6	9	6,887	4,988	10
Tourism	47,796	26,764	325	29,038	14,984	184
Other	26,481	2,112	897	13,460	601	273
TOTAL	476,439	78,310	16,223	334,426	46,702	10,134

CREDIT CONCENTRATION

Total Credit Facilities including guarantees, acceptances and other similar commitments extended to any one customer or group of related customers where amounts exceed 25% of core capital.

SECTOR OF BORROWER

	30th June 2024		30th June 2023	
	K'm	% OF CORE CAPITAL	K'm	% OF CORE CAPITAL
Wholesale/Retail	-	0%	-	0%

LOANS TO DIRECTORS, SENIOR MANAGEMENT AND OTHER RELATED PARTIES

	30th June 2024	30th June 2023
	K'm	K'm
DIRECTORS:		
Balance at beginning of the half year	305	173
Loans granted during the half year	133	130