

SUMMARY OF AUDITED CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

for the year ended 31 December 2024 prepared under Listing Rules of Malawi Stock Exchange

PROFIT AFTER TAX

13% ↑

CUSTOMER ADVANCES

8% ↑

INTERIM DIVIDEND PER SHARE (US CENTS)

0.21

TOTAL OPERATING INCOME

8% ↑

COST INCOME RATIO

46%

CREDIT LOSS RATIO

0.73%

RETURN ON AVERAGE EQUITY

41%

TOTAL ASSETS

36% ↑

Summary statements of profit or loss and other comprehensive income

for the year ended 31 December	CONSOLIDATED		SEPARATE	
	AUDITED	RESTATED ¹	AUDITED	
USD'000	2024	2023	2024	2023
Interest and similar income	229 375	191 558	379	297
Interest expense and similar charges	(62 856)	(55 561)	(2 217)	(2 385)
Net interest income/(expense)	166 519	135 997	(1 838)	(2 088)
Fee and commission income	55 626	55 741	–	–
Fee and commission expense	(7 006)	(3 658)	–	–
Income from investments	1 466	6 239	26 584	23 467
Net gains/(losses) on foreign exchange transactions	52 427	59 098	(13)	658
Net gains on derivative instruments	6 794	2 091	–	–
Fair value gain on investment property	7	500	–	–
Other operating income	2 470	1 066	10 045	10 056
Total non-interest income	111 784	121 077	36 616	34 181
Total operating income	278 303	257 074	34 778	32 093
Staff and training costs	(63 257)	(57 988)	(6 795)	(5 876)
Premises and equipment costs	(17 541)	(17 323)	(1 139)	(2 703)
Depreciation and amortisation	(11 540)	(9 524)	(1 224)	(1 525)
Administration and general expenses	(34 313)	(31 786)	(1 953)	(1 438)
Total expenses	(126 651)	(116 621)	(11 111)	(11 542)
Impairment loss on financial assets	(5 444)	(12 792)	–	–
Operating profit	146 208	127 661	23 667	20 551
Net monetary loss	–	(68)	–	–
Share of (loss)/profit in joint venture	(442)	3 736	–	–
Profit before income tax expense	145 766	131 329	23 667	20 551
Income tax expense	(42 248)	(39 587)	(2 031)	(2 510)
Profit for the year	103 518	91 742	21 636	18 041
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified to profit or loss				
Revaluation surplus on property	1 297	10 802	–	–
Deferred tax on revalued property	(2 318)	(3 185)	–	–
Fair value gain on investments at FVOCI	636	1 091	–	–
Deferred tax on fair value changes on investments	(305)	432	–	–
	(690)	9 140	–	–
Items that will be reclassified subsequently to profit or loss				
Fair value loss on FVOCI financial assets	(320)	(1 459)	–	–
Exchange differences on translating foreign operations ¹	5 781	(59 085)	–	–
	5 461	(60 544)	–	–
Total other comprehensive income/(loss) for the year	4 771	(51 404)	–	–
Total comprehensive income for the year	108 289	40 338	21 636	18 041
Profit or loss attributable to:				
Owners of the parent	68 645	59 431	21 636	18 041
Non-controlling interest	34 873	32 311	–	–
Profit for the year	103 518	91 742	21 636	18 041
Total comprehensive income attributable to:				
Owners of the parent	71 429	19 704	21 636	18 041
Non-controlling interest	36 860	20 634	–	–
Total comprehensive income for the year	108 289	40 338	21 636	18 041
Basic earnings per share (US cents)	2.792	2.418	–	–
Diluted earnings per share (US cents)	2.591	2.248	–	–

¹ The prior period consolidated financial statements have been restated to reflect the revised adoption date for the change in functional currency from Zimbabwe Dollar (ZWL) to United States Dollar (USD) for Afcarne Holdings (Private) Limited and its subsidiaries. The comparative period also incorporates the effects of changes in exchange rates and hyperinflation. The change in functional currency, initially applied from 1 January 2023, became effective on 31 December 2023.

Summary statements of financial position as at 31 December

USD'000	CONSOLIDATED		SEPARATE	
	AUDITED	RESTATED ¹	AUDITED	
	2024	2023	2024	2023
ASSETS				
Cash and balances with banks	651 669	439 430	5 175	6 515
Money market investments	470 926	219 450	–	–
Loans and advances to customers	772 178	716 408	–	–
Repurchase agreements	5 026	4 980	–	–
Derivative financial assets	15 930	6 210	–	–
Current tax assets	2 339	2 759	–	–
Assets held for sale	–	2 217	–	–
Other assets	28 553	27 014	9 797	5 906
Investments at fair value through profit or loss	10 497	9 815	–	–
Investments at fair value through other comprehensive income	4 413	4 332	–	–
Investment in joint venture	13 897	14 340	–	–
Investment property	3 881	1 494	–	–
Intangible assets	7 934	6 650	1 871	4 037
Right-of-use assets	7 346	6 309	36	52
Investments in subsidiary companies	–	–	138 910	141 386
Property and equipment	67 650	58 866	803	722
Deferred tax assets	4 411	1 448	–	–
Total assets	2 066 650	1 521 722	156 592	158 618
LIABILITIES AND EQUITY				
Liabilities				
Balances due to other banks	84 389	70 275	–	–
Customer deposits	1 514 618	1 096 024	–	–
Derivative financial liabilities	13 512	4 845	–	–
Other payables	46 734	46 476	876	1 027
Current tax liabilities	9 386	9 518	–	–
Lease liabilities	6 854	6 077	59	76
Loans payable	55 865	33 835	8 635	16 342
Subordinated debt	11 551	11 821	–	–
Convertible preference shares	10 787	10 787	10 787	10 787
Provisions	10 154	6 178	–	–
Deferred tax liabilities	7 867	11 316	–	–
Total liabilities	1 771 717	1 307 152	20 357	28 232
Equity				
Share capital	117 409	117 409	117 409	117 409
Restructuring reserve	(54 511)	(54 511)	–	–
Property revaluation reserve	12 879	14 747	–	–
Loan loss reserve	3 925	4 114	–	–
Other reserves	14 155	8 944	–	–
Foreign currency translation reserve	(90 266)	(94 913)	–	–
Retained earnings	186 197	138 356	18 826	12 977
Total equity attributable to equity holders of the company	189 788	134 146	136 235	130 386
Non-controlling Interest	105 145	80 424	–	–
Total equity	294 933	214 570	136 235	130 386
Total equity and liabilities	2 066 650	1 521 722	156 592	158 618

¹ Comparative figures have been restated. Refer to the footnote on the Statement of profit or loss and other comprehensive income for further details.

Summary statements of changes in equity for the year ended 31 December

USD'000	CONSOLIDATED		SEPARATE	
	AUDITED	RESTATED ¹	AUDITED	
	2024	2023	2024	2023
Opening equity (as previously reported)	215 854	196 882	130 386	125 820
Impact of restatements	(1 284)	–	–	–
Restated opening equity	214 570	196 882	130 386	125 820
Profit for the year	103 517	91 744	21 636	18 041
Total other comprehensive income/(loss) for the year	4 771	(51 404)	–	–
Dividends declared and paid	(27 925)	(22 652)	(15 787)	(13 475)
Closing equity	294 933	214 570	136 235	130 386

¹ Comparative figures have been restated. Refer to the footnote on the Statement of profit or loss and other comprehensive income for further details.

Summary statements of cash flows for the year ended 31 December

USD'000	CONSOLIDATED		SEPARATE	
	AUDITED	RESTATED ¹	AUDITED	
	2024	2023	2024	2023
Operating activities	425 682	197 004	22 716	19 561
Investing activities	(267 238)	(123 185)	(834)	(1 569)
Financing activities	5 539	22 498	(23 298)	(14 374)
Net increase/(decrease) in cash and cash equivalents	163 983	96 317	(1 416)	3 618
Cash and cash equivalents at beginning of year ¹	392 723	376 788	6 515	2 897
Effect of changes in exchange rates and hyperinflation ¹	(17 416)	(80 382)	76	–
Cash and cash equivalents at 31 December	539 290	392 723	5 175	6 515

¹ Comparative figures have been restated. Refer to the footnote on the Statement of profit or loss and other comprehensive income for further details.

ADDITIONAL INFORMATION

Investment in subsidiary companies

At the end of the reporting period, the company's portfolio of investments in subsidiaries was unchanged from the previous reporting period and comprised:

Name of entity	Nature of Business	Type of Investment	Holding %		USD'000
			31 Dec 2024	31 Dec 2024	
First Capital Bank Plc (Malawi)	Banking	Equity Shares	100	88 033	
Afcarne Zimbabwe Holdings (Private) Limited	Banking	Equity Shares	100	17 670	
First Capital Bank (Zambia) Limited	Banking	Equity Shares	49	4 634	
First Capital Shared Services Limited	Shared Services	Equity Shares	100	4 160	
First Capital Bank Ltd (Botswana)	Banking	Equity Shares	38.6	3 047	
First Capital Bank Ltd (Botswana) ¹	Banking	Preference Shares	100	–	
First Capital Bank S.A. (Mozambique)	Banking	Equity Shares	80	21 366	
Total investment in subsidiary companies				138 910	

¹ Preference share investment has been reclassified to other assets as it meets the definition of a financial asset under IFRS 9.

Exchange rate trends

ENTITY	Currency	2024		2023	
		Closing rate	Average rate	Closing rate	Average rate
Afcarne Zimbabwe Holdings (Private) Limited ¹	USD	1.00	1.00	1.00	1.00
First Capital Bank (Botswana)	BWP	13.72	13.59	13.40	13.36
First Capital Bank Plc (Malawi)	MWK	1 733.83	1 722.70	1 683.33	1 145.60
First Capital Bank S.A. (Mozambique)	MZN	63.91	63.91	63.90	63.89
First Capital Bank Limited (Zambia)	ZMW	27.93	26.02	25.75	20.13
First Capital Shared Services Limited	MUR	47.08	46.09	44.05	45.19

¹ Afcarne Holdings (Private) Limited and its subsidiaries revised the effective date for adopting the United States Dollar (USD) as their functional currency to 31 December 2023. On this date, the official exchange rate of ZWL 6,104.72 to USD 1 was used to convert all Zimbabwe Dollar (ZWL) balances into USD.

Profit after tax by country for the year ended 31 December

USD Million	AUDITED		Year-on-Year growth
	2024	RESTATED 2023	
Botswana	24.09	16.78	44%
Malawi	27.42	26.30	4%
Mauritius	(4.66)	(8.12)	42%
Mozambique	26.12	19.18	36%
Zambia	7.29	8.86	(18%)
Zimbabwe	23.26	28.74	(19%)
Total	103.52	91.74	13%

Debt and other liabilities as at 31 December

USD'000	AUDITED	
	2024	Restated 2023
Borrowings from other banks	67 001	47 308
Repurchase agreements	5 001	3 314
Bank of Zambia – TMTRF	330	2 870
FMO Line of Credit	–	6 000
European Investment Bank	12 057	10 783
	84 389	70 275
Maturing as follows		
Due within 1 year	74 646	53 590
Due between 2 and 5 years	9 743	16 685
	84 389	70 275

FCB Zambia accessed a BOZ-Targeted Medium-Term Refinancing Facility in 2020, with interest linked to the Zambia Monetary Policy Rate (8% p.a.), maturing in tranches between September 2023 and February 2025.

Short-term borrowings from other banks carry interest rates between 7% and 8%, including facilities from the European Investment Bank (EIB), Afreximbank, and Crown Agents Bank.

FCB Zimbabwe drew USD 12.7 million from a EUR 12.5 million development credit line from the EIB, maturing in April 2029. It also secured a USD 20 million trade finance facility from Afreximbank in August 2023, fully repaid by December 2024. FCB Mozambique maintains USD 13 million in interest-free, short-term correspondent banking lines with Crown Agents Bank and CitiBank.

Debt and other liabilities continued

USD'000	AUDITED	
	2024	2023
Subordinated debt		
Notes issued by FCB Botswana	11 551	11 821
FCB Botswana has issued floating rate subordinated debt notes of BWP 1 each, bearing interest between 7.96% and 8.51% per annum. The notes are direct, unsecured, and subordinated obligations, ranking pari passu among themselves and below depositors and other general creditors. Maturities range from 1 July 2027 to 31 January 2030, with early redemption subject to prior approval from the Bank of Botswana.		
Loans payable		
Related parties	5 500	6 500
Other lenders	3 000	9 496
Commercial paper	46 487	17 214
Accrued interest	878	625
	55 865	33 835