FOR THE YEAR ENDED 31 DECEMBER 2021





Marc Holtzman **Group Chairman**

Chairman's Statement

It is a pleasure to present an update on the financial and strategic performance of CBZ Holdings Limited and its subsidiaries for the year to 31 December

Although the Covid-19 pandemic and supply chain constraints continued to inhibit activity during the year 2021, the overall impact was lessened by $improved\ vaccine\ uptake,\ reduced\ infection\ levels\ and\ continuation\ of\ accommodative\ policies\ by\ most\ monetary\ and\ fiscal\ authorities.\ One\ of\ the\ most\ most\ monetary\ and\ fiscal\ authorities\ described by\ most\ monetary\ and\ fiscal\ authorities\ described\ by\ most\ monetar\ authorities\ described\ by\ most\ monetar\ authorities\ described\ de$ notable global policy interventions was the allocation and disbursement of Special Drawing Rights "SDRs" in August 2021 by the International Monetary Fund "IMF", which undoubtedly boosted liquidity and foreign currency reserves for its member countries

In Zimbabwe, both the monetary and fiscal authorities continued to pursue policies aimed at achieving a balance between various competing goals. Government and private sector support in the agricultural sector resulted in the country recording significant improvement in the output of several agricultural commodities, including grains. The Government also enhanced its investment in infrastructure projects, including, road rehabilitation, dam construction and airport expansions, which resulted in growth of private sector investors in the financial services, construction, manufacturing and transport sectors, among others. The monetary authorities also pursued complementary monetary policy measures, to fight evident inflationary pressures and at the same time promote economic activity and growth through credit expansion and investment in the productive sectors. The improved economic activity, together with elevated diaspora remittances, both supported and boosted individual and household incomes, further stimulated and sustained demand in the tertiary sectors of the economy.

In view of these developments, the Group continued to prioritise the well-being of employees, clients and stakeholders. We also steadfastly upheld our promise to offer convenience and satisfaction to our customers, leveraging investment in technology, human and manufactured capital to deliver specialized service and solutions.

Environmental, Social & Governance "ESG"

The shift towards environmental accountability is expected to gather pace in 2022. As a priority, the Group is actively aligning operations, activities and strategies to support Environmental, Social and Governance "ESG" practices and goals

Corporate Social Responsibility

CBZ Holdings remains dedicated and committed to exemplary corporate citizenship. Through community involvement, the Group hopes to meaningfully promote advancement to marginalized individuals and organizations in society, ultimately enhancing living standards in a sustainable manner

In 2021, the Group continued to partner with the communities in various initiatives including health, education and welfare. In the Health sector, CBZ Holdings donated Personal Protective Equipment (PPE) to major provincial hospitals namely Parirenyatwa Group of Hospitals, Sally Mugabe Hospital, Wilkins Hospital, Chiredzi General Hospital and United Bulawayo Hospital. Hand sanitizers were donated to various institutions including Murwira Primary School in Bikita, Nyazvikari Primary School in Chipinge, Tanyaradzwa Children's home in Murewa, Tirivanhu Children's home and Danai Children's Home. Groceries were contributed to the following charitable organisations: Tinokwirira Special School, Tirivanhu Therapeutic Centre and The Society for the Destitute Aged (SODA).

The Group donated various equipment to the Traditional Midwives in Epworth Harare assisting with healthy deliveries in their community. During the peak period of the Covid-19 pandemic, the midwives assisted over 2000 marginalized women delivering healthy babies in their homes

In a drive towards digitization and enabling the community to expand online access, the Group donated laptops to Mpilo Central Hospital doctors and administration staff as well as to Manicaland State University of Applied Sciences.

On the capital markets, the CBZH share price declined by 11.8% from ZWL\$85 at the beginning of the year to close at ZWL\$75.20. The ZSE benchmark share price and the benchmark industrial index from December 2020 to December 2021.



Governance & Directorship

The CBZ Holdings governance framework supports the principles of integrity, strong ethical values and professionalism. The Board recognizes that it is accountable to its Shareholders for good corporate governance and is committed to highest standards of governance

In an environment of increasing change and complexity of regulation, the Board aims to achieve a balance between the governance expectations of shareholders and other stakeholders as well as the need to generate competitive financial returns. The Board has performed amazing work setting the strategic direction of the Group and ensuring that the Group manages risk effectively. Measurable objectives to promote a healthy corporate culture aligned with our strong commitment to our stakeholders remain a top priority

After twenty-six distinguished years with CBZ Bank Limited, eleven as an Executive Board Member, Peter Zimunya retired from the CBZ Bank Board on $31\,December\,2021.\,On\,behalf\,of\,everyone\,at\,CBZ, I\,want\,to\,thank\,Peter\,for\,his\,huge\,contribution\,to\,the\,CBZ\,Holdings\,Group\,and\,wish\,him\,a\,long,\,happy$ and well deserved retirement.

CBZ has continued to navigate its way well through a tumultuous year that included the effects of the Covid-19 pandemic. We did so thanks to the dedication, capacity and resilience of our people and the strong strategic direction of our Boards

Overview of the Group's performance

The table below summarises the Group's financial performance for the year ended 31 December 2021.

	INFLATION Adjusted	RESTATED	HISTORICAL	HISTORICAL
	AUDITED 31 DEC 2021 ZWL\$ M	AUDITED 31 DEC 2020 ZWL\$ M	UNAUDITED 31 DEC 2021 ZWL\$ M	UNAUDITED 31 DEC 2020 ZWL\$ M
Key Financial Highlights				
Profit after taxation	7 707.0	8 155.3	16 164.2	6 147.1
Total comprehensive income	9 458.7	8 861.7	20 101.6	9 502.4
Total assets	190 302.7	152 510.9	182 570.9	88 353.6
Total equity	35 794.3	28 324.4	29 710.3	11 064.2
Total deposits	131 374.1	104 779.6	131 374.1	65 186.9
Total advances	55 901.3	47 319.3	55 901.3	29 438.9
Other statistics				
Basic earnings per share (cents)	1 476.55	1571.25	3 096.43	1 184.09
Non-interest income to total income (%)	54.3	72.8	55.7	79.6
Cost to income ratio (%)	40.2	38.2	34.8	29.2
Return on assets (%)	6.2	5.8	11.9	11.7
Return on equity (%)	24.0	33.5	79.3	93.8
Growth in deposits (YTD %)	25.4	11.2	101.5	398.9
Growth in advances (YTD %)	18.1	107.2	89.9	876.8
Growth in PAT (YOY %)	(5.5)	261.9	170.6	564.6

Dividend

The Board has proposed the declaration of a final dividend of ZWL\$1 000 000 000 or ZWL\$191.57 cents per share. This declaration brings the total dividend declaration to ZWL\$1500 000 000. A separate dividend announcement with entitlement dates will be published

In 2022, global economies are likely to start the gradual transition towards co-existing with Covid-19, implying reduced disruptions and hopefully improved business activity. However, the major downside risks include the possibility of extended supply chain disruptions, rising global inflationary pressures as well as disparate monetary and fiscal policies as countries transition to the next normal at different levels and scales. The shift towards environmental accountability is expected to gather pace in 2022, hence the Group's ongoing efforts to embed Environmental, Social and Governance

Appreciation

Special thanks to our valued clients who are at the core of our success, fellow Directors from the Board, the Boards of Subsidiary Companies, Management and Staff for their continued commitment to CBZ and the growth of Zimbabwe.

more nothman Marc Holtzman

Group Chairmar

06 June 2022

Statement of Directors' Responsibilities

The Directors are responsible for the oversight of Group financial statements preparation to ensure that financial statements comply with the Companies and Other Business Entities Act (Chapter 24:31) and International Financial Reporting Standards ("IFRS"). They have general responsibility through various Board Committees, executive management, compliance and internal audit function for risk management and ensuring that internal controls are in place to identify and mitigate risks of the Group to prevent and detect fraud and other irregularities. The management report includes a fair review of the development and performance of the business and the position of the Company and the undertakings included in the consolidation taken as a whole, together with a description of the principal risks and uncertainties that the Directors face.

The Group consolidated financial statements are, by Law and International Financial Reporting Standards (IFRS), required to present fairly, the financial position of the Group and its performance for that period. In preparation of the Group financial statements, the Directors are required to:

- state whether they have been prepared in accordance with IFRS; and prepared on the going concern basis, unless it is inappropriate to presume that the Group will continue in business;
- select suitable accounting policies and then apply them consistently; and make judgements and estimates that are reasonable and prudent;

Compliance with Local Legislation

The consolidated financial statements have been prepared in the manner required by the Companies and Other Business Entities Act (Chapter 24:31), Banking Act (Chapter 24:20). Insurance Act (Chapter 24:07); the Building Societies Act (Chapter 24:02), Securities and Exchange Act (Chapter 24:25) Microfinance Act (Chapter 24.29) and Asset Management Act (Chapter 24:06).

Compliance with IFRS

These consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), promulgated by the International Accounting Standards Board, which include standards and interpretations approved by the IASB as well as International Accounting Standards (IAS) and Standing Interpretations Committee (SIC) interpretations issued under previous constitutions

The consolidated financial statements have also been prepared to take account of the effects of inflation in accordance with IAS 29, Financial Reporting in Hyperinflationary Economies. The historical cost amounts are shown herein as supplementary information. This information does not comply with the International Financial Reporting Standards in that it has not taken into account the requirements of International Accounting Standard 29 (Financial Reporting in Hyperinflationary Economies). The Group's External auditors have therefore not expressed an opinion on this historical cost financial

Going concern

The Directors have assessed the ability of the Group to continue operating as a going concern and believe that the preparation of these financial statements on a going concern basis is still appropriate. The Directors have engaged themselves to continuously assess the ability of the Group to continue to operate as a going concern and to determine the continued appropriateness of the going concern assumption that has been applied in the preparation of these financial statements.

Responsibility

The Directors are responsible for preparing the annual financial statements. These financial statements were prepared by CBZ Holdings Limited's Group Finance Department, under the direction and supervision of the Group Chief Finance Officer, Mr Tawanda L. Gumbo, PAAB Number 0223.

By order of the Board.

T.L. GUMBO GROUP CHIFF FINANCE OFFICER

GROUP CHIEF EXECUTIVE OFFICER





FOR THE YEAR ENDED 31 DECEMBER 2021

AUDITOR'S STATEMENT

The inflation adjusted consolidated financial results should be read in conjunction with the complete set of inflation adjusted consolidated financial statements as at and for the year ended 31 December 2021, which have been audited by KPMG Chartered Accountants (Zimbabwe) and an unmodified opinion has been issued thereon. The opinion includes key audit matters in respect of valuation of owner-occupied property and investment property, legacy debt, expected credit loss allowance on loans and advances and valuation of unlisted investments.

The auditors' report has been made available to management and the directors of CBZ Holdings Limited. The engagement partner responsible for the audit was Themba Mudidi (PAAB Practice Certificate Number 0437).

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2021

		AUDITE	D	UNAUDITED			
	NOTES	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000		
Interest income	2	21 793 389	8 177 551	19 313 284	3 335 968		
Interest expense	2	(2 755 832)	(2 251 177)	(2 040 312)	(574 610)		
Net interest income		19 037 557	5 926 374	17 272 972	2 761 358		
Non-interest income	3	23 097 299	17 074 172	22 081 856	11 166 804		
Net underwriting income	4	413 211	463 335	263 464	100 660		
Total income		42 548 067	23 463 881	39 618 292	14 028 822		
Operating expenditure	5	(17 099 934)	(8 955 938)	(13 803 898)	(4 092 266)		
Operating income		25 448 133	14 507 943	25 814 394	9 936 556		
Transfer to reserves		(262 491)	(159 929)	(178 200)	(86 795)		
Credit loss expense	14	(7 337 007)	(1 522 043)	(7 337 007)	(946 914)		
Charge for impairment on insurance assets	14	(19 458)	(24 816)	(19 458)	(15 439)		
Monetary loss		(7 158 607)	(1 172 041)		_		
Profit before taxation		10 670 570	11 629 114	18 279 729	8 887 408		
Taxation	6.1	(2 963 581)	(3 473 829)	(2 115 550)	(2 740 341)		
Profit after tax for the year		7 706 989	8 155 285	16 164 179	6 147 067		
Items that will not be reclassified to profit or loss Gains on property revaluations Gains on equity instruments at FVOCI Deferred income tax relating to components of other comprehensive income Items that are or may be reclassified subsequently to pr Exchange gains/ (losses) on translation of a foreign subsidia		1 487 801 440 957 (259 414) 1 669 344 ss	456 678 176 097 (55 260) 577 515	3 418 317 1 094 623 (573 232) 3 939 708	2 994 769 788 333 (507 665) 3 275 437		
Other comprehensive income for the year net of tax	ny 30.7	1751680	706 388	3 937 467	3 355 291		
other comprehensive mostle for the year never tax		1751000	700000	333, 40,	5 555 252		
Total comprehensive income for the year		9 458 669	8 861 673	20 101 646	9 502 358		
Profit for the year attributable to:							
Equity holders of parent		7 707 813	8 155 428	16 163 848	6 145 925		
Non-controlling interests	30.5	(824)	(143)	331	1 142		
•		7 706 989	8 155 285	16 164 179	6 147 067		
Total comprehensive income for the year attributable	to:						
Equity holders of parent		9 458 732	8 861 786	20 099 596	9 500 216		
Non-controlling interests	30.5	(63)	(113)	2 050	2 142		
Total comprehensive income for the year		9 458 669	8 861 673	20 101 646	9 502 358		
Earnings per share (cents)	_		4	2	4.40.00		
Basic	7.1	1 476.55	1 571.25	3 096.43	1 184.09		
Fully diluted	7.1	1 476.55	1 571.25	3 096.43	1 184.09		
Headline	7.1	1 257.08	1 550.80	2 622.24	897.89		

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

		AUDIT	TED	UNAUDI	TED		
	NOTES	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	RESTATED HISTORICAL 31 DEC 2020 ZWL\$ 000		
Cash & cash equivalents	9	39 562 931	31 749 011	39 562 931	19 752 126		
Money market assets	10	24 353 610	12 189 860	24 353 610	7 583 721		
Financial securities	11	964 517	1 579 852	964 517	982 879		
Loans and advances to customers	12	55 901 268	47 319 306	55 901 268	29 438 930		
Insurance assets	13 17	1 190 063	977 400	1 162 033	608 073		
Equity investments		5 422 039	3 092 310	5 422 039	1 923 830		
Land inventory	16 15	5 951 662	5 951 994 36 587 936	552 094	470 639 20 503 312		
Other assets Current tax receivable	15	37 716 801 37 186	36 587 936 867	37 217 108 37 186	20 503 312 540		
Intangible assets	22	304 137	198 558	213 757	87 202		
Property and equipment	20	9 109 091	7 704 327	7 395 991	3 790 193		
Investment properties	21	6 169 958	4 417 649	6 169 958	2 748 368		
Deferred tax asset	23.1	3 619 425	741 785	3 618 424	463 832		
TOTAL ASSETS	23.1	190 302 688	152 510 855	182 570 916	88 353 645		
TOTALASSETS		190 302 000	132 310 033	102 370 910	00 333 043		
LIABILITIES							
Deposits	24	131 374 141	104 779 611	131 374 141	65 186 915		
Insurance liabilities	25	970 497	888 887	930 419	553 007		
Other liabilities	26	16 296 146	13 934 417	15 963 342	8 467 292		
Current tax payable		522 562	1 073 069	522 562	667 592		
Life fund	27	397 799	149 108	397 799	92 765		
Investment contract liabilities	28	62 542	23 508	62 542	14 625		
Deferred tax liability	23.2	4 848 456	3 303 826	3 573 573	2 286 125		
Lease liability	20.1b	36 270	33 986	36 270	21 144		
		154 508 413	124 186 412	152 860 648	77 289 465		
EQUITY							
Share capital	30.1	269 075	269 075	5 220	5 220		
Share premium	30.2	1 644 307	1 644 307	33 876	33 876		
Revaluation reserve	30.3	5 050 305	3 800 006	5 790 710	2 892 977		
Share based payment reserve Fair value reserve	30.8 30.6	569 951 1 605 722	1 107 / 20	569 951 1 964 010	923 754		
	30.6	26 440 792	1 187 438 21 291 767	21 264 515	923 754 7 126 176		
Retained earnings	30.4	26 440 792	21 291 767 127 414	77 029	7 126 176 79 270		
Foreign currency translation reserve* Equity attributable to equity holders of the parent	30.7	35 789 902	28 320 007	29 705 311	11 061 273		
Non-controlling interest	30.5	4 373	4 436	4 957	2 907		
TOTAL EQUITY	30.5	35 794 275	28 324 443	29 710 268	11 064 180		
IOIALLOIII		33 134 213	20 324 443	23 / 10 200	11 004 100		
TOTAL LIABILITIES AND EQUITY		190 302 688	152 510 855	182 570 916	88 353 645		
		200 202 300		2020.000	30 000 0 10		

*Refer to note 1.3, unbundling of the Functional Currency Translation Reserve (FCTR).

The historical cost information has been shown as supplementary information for the benefit of users. This information does not comply with the International Financial Reporting Standards in that it has not taken into account the requirements of International Accounting Standard 29 – Financial Reporting in Hyperinflationary Economies. As a result, the auditors have not expressed an opinion on this historical cost financial information.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2021

				AUDITED IN	IFLATION A	DJUSTED				
	Share capital ZWL\$ 000	Share premium ZWL\$ 000	Share based Payment reserve ZWL\$ 000	Revaluation reserve ZWL\$ 000	Fair value reserve ZWL\$ 000	*FCTR ZWL\$ 000	Retained earnings ZWL\$ 000	Total equity attributable to parent ZWL\$ 000	Non- controlling interests ZWL\$ 000	Tota ZWL\$ 000
RESTATED 31 DEC 2020										
Opening balance	269 075	1 644 307	-	196 419	622 353	3 662 103	13 923 257	20 317 514	3 927	20 321 441
Profit for the year Other comprehensive	-	-	_	_	-	-	8 155 428	8 155 428	(143)	8 155 285
income for the year	_	-	_	411 812	165 673	128 873	_	706 358	30	706 388
Dividend paid	-	-	-	-	-	-	(859 293)	(859 293)	-	(859 293)
Rights Issue (NCI)	-	-	-	_	_			-	622	622
Inter-category transfer	_	_	-	3 191 775	399 412	(3 663 562)	72 375	_	_	
Closing balance	269 075	1 644 307	-	3 800 006	1 187 438	127 414	21 291 767	28 320 007	4 436	28 324 443
31 DEC 2021										
Opening balance	269 075	1 644 307	_	3 800 006	1 187 438	127 414	21 291 767	28 320 007	4 436	28 324 443
Profit for the year Other comprehensive	-	-	-	-	-	-	7 707 813	7 707 813	(824)	7 706 989
income for the year	_	_	_	1 250 299	418 284	82 336	_	1 750 919	761	1 751 680
Dividend paid Share—	-	-	-	-	-	-	(2 558 788)	(2 558 788)	-	(2 558 788)
based payment	_	_	569 951	-	_	-	_	569 951	_	569 951
Closing balance	269 075	1 644 307	569 951	5 050 305	1 605 722	209 750	26 440 792	35 789 902	4 373	35 794 275

				UNAUDITE	D HISTORI	CAL				
	Share capital ZWL\$ 000	Share premium ZWL\$ 000	Share based Payment reserve ZWL\$ 000	Revaluation reserve ZWL\$ 000	Fair value reserve ZWL\$ 000	*FCTR ZWL\$ 000	Retained earnings ZWL\$ 000	Total equity attributable to parent ZWL\$ 000	Non- controlling interests ZWL\$ 000	Total ZWL\$ 000
31 DEC 2020										
Opening balance	5 220	33 876	_	592 078	164 808	91 524	1 149 527	2 037 033	420	2 037 453
Profit for the year Other comprehensive—	-	-	-	-	-	-	6 145 925	6 145 925	1 142	6 147 067
income for the year	-	-	-	2 525 533	748 904	79 854	-	3 354 291	1 000	3 355 291
Dividend paid	-	-	-	-	-	-	(475 976)	(475 976)	-	(475 976)
Rights Issue (NCI) Inter–category transfer	_	_	_	(224 634)	10 042	(92 108)	306 700		345	345
Closing balance	5 220	33 876	_	2 892 977	923 754	79 270	7 126 176	11 061 273	2 907	11 064 180
31 DEC 2021										
Opening balance	5 220	33 876	_	2 892 977	923 754	79 270	7 126 176	11 061 273	2 907	11 064 180
Profit for the year	_	-	_	_	_	_	16 163 848	16 163 848	331	16 164 179
Other comprehensive-					1 0 10 0 50	(0.044)				
income for the year Dividend paid	-	_	_	2 897 733	1 040 256	(2 241)	(2 025 509)	3 935 748 (2 025 509)	1 719 —	3 937 467 (2 025 509)
Equity-settled share-	_	_	_	_	_	_	(2 023 309)	(2 025 509)	_	(2 023 309)
based payment	_	_	569 951	-	_	_	_	569 951	_	569 951
Closing balance	5 220	33 876	569 951	5 790 710	1 964 010	77 029	21 264 515	29 705 311	4 957	29 710 268

 * Refer to note 1.3, unbundling of the Functional Currency Translation Reserve (FCTR).

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

	AUDI	TED	UNAUD	ITED
	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before taxation	10 670 570	11 629 114	18 279 729	8 887 408
Non cash items: Monetary loss Depreciation Amortisation of intangible assets Write off of property and equipment Write off of intangible assets Write off of intangible assets Write off of index inventory Write off of investment properties Fair value adjustments on investment properties Write off of right of use asset and lease liability Fair value adjustments on financial instruments Expected credit loss expense Impairment on insurance assets Unrealised profit on foreign currency position (Profit)/ loss on disposal of investment properties Unearned premium reserve movement Incurred But Not Reported (IBNR) claims provisions Deferred commission movement (Profit)\loss on sale of property and equipment Transfer to reserves Interest on lease liability	7 158 607 631 453 70 393 4 771 572 91 268 (1 619 928) 3 233 (1 037 638) 7 337 007 19 458 (4 171 700) (73 989) 84 460 34 258 (27 719) (1 776) 262 491 4 506	1 172 041 431 724 37 619 257 482 1 315 138 351 (283 393) 2 615 84 442 1 522 043 24 816 (5 019 049) 157 913 28 298 22 127 (3 294) (592) 159 929 2 810	312 929 39 039 947 323 12 658 - (3 300 355) 92 (1 561 872) 7 337 007 19 458 (4 171 700) (50 256) 124 902 29 435 (23 846) (1 870) 178 200 3 590	143 408 14 915 128 175 818 50 270 (2 041 705) (896) (374 155) 946 915 15 439 (3 122 519) (9 251) 70 575 13 760 764 17 881 86 795 1 139
Operating cash flows before changes in operating assets and liabilities	19 440 297	10 109 568	17 228 410	4 701 864
Changes in operating assets and liabilities Deposits Loans and advances to customers Life assurance investment contract liabilities Money market assets Financial securities Insurance assets Insurance liabilities Land inventory Other assets Other liabilities	95 641 334 (47 166 987) 51 672 (21 778 020) 4 704 (332 978) 451 023 (90 936) (52 472 164) 37 644 192 11 951 840	65 054 091 (111 638 568) 20 372 (22 080 447) 962 006 (816 609) 496 834 (644 418) 31 424 194 33 304 004 (3 918 541)	72 631 103 (35 819 140) 51 672 (16 538 472) 9 957 (555 516) 352 098 (94 112) (17 055 977) 7 265 087 10 246 700	13 589 510 (23 320 799) 11 216 (4 612 506) 202 949 (422 353) 284 378 (332 424) 9 252 465 2 742 784 (2 604 780)
TAXATION Corporate tax paid	(5 441 477)	(2 166 384)	(4 738 473)	(1 015 045)
Net cash inflow from operating activities	25 950 660	4 024 643	22 736 637	1 082 039
CASH FLOWS FROM INVESTING ACTIVITIES Proceeds on disposal of investment property Investment in equities during the year Equity investments disposed during the year Purchase of investment property Proceeds on disposal of property and equipment Purchase of property and equipment Purchase of intangible assets Net cash outflow from investing activities	147 263 (384 521) 103 341 (205 655) 1 981 (597 482) (103 786) (1 038 859)	127 314 (1 547 693) 76 290 (484 172) 477 837 (930 389) (3 273) (2 284 086)	104 960 (347 276) 75 513 (175 939) 1 971 (523 936) (119 761) (984 468)	49 293 (583 356) 34 103 (236 157) 293 055 (452 058) (1 397) (896 517)
CASH FLOWS FROM FINANCING ACTIVITIES Rights Issue (Non-Controlling Interest) Lease liability principal repayment Interest on lease liability paid Dividend paid Net cash outflow from financing activities	(23 252) (4 505) (2 558 788) (2 586 545)	622 (18 552) (2 810) (859 293) (880 033)	(17 704) (3 590) (2 025 509) (2 046 803)	345 (6 562) (1 139) (475 976) (483 332)
Net increase in cash and cash equivalents Cash and cash equivalents at beginning of the year Exchange gains on foreign cash balances Inflation effects on cash and cash equivalents Cash and cash equivalents at end of the year	22 325 256 31 749 011 105 439 (14 616 775) 39 562 931	860 524 17 306 884 28 369 601 (14 787 998) 31 749 011	19 705 366 19 752 126 105 439 - 39 562 931	(297 810) 2 400 254 17 649 682 19 752 126

The historical cost information has been shown as supplementary information for the benefit of users. This information does not comply with the International Financial Reporting Standards in that it has not taken into account the requirements of International Accounting Standard 29 – Financial Reporting in Hyperinflationary Economies. As a result, the auditors have not expressed an opinion on this historical cost financial information.



FOR THE YEAR ENDED 31 DECEMBER 2021



ACCOUNTING POLICIES

FOR THE YEAR ENDED 31 DECEMBER 2021

GROUP ACCOUNTING POLICIES

he following paragraphs describe the main accounting policies of the Group. For a detailed analysis of the Group's accounting policies, kindly refer to the Group's 2021 annual report which is available at the Company registered offices.

The consolidated financial statements of the Group have been prepared in accordance with International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board (IASB) and interpretations developed and issued by the International Financial Reporting Interpretations Committee (IFRIC). In addition, these consolidated financial statements have also been prepared in the manner required by the Companies and Other Rusiness Entities Act (Chapter 24:31). Banking Act (Chapter 24:20). Insurance Act (Chapter 24:07) the Building Societies Act (Chapter 24:22), Securities and Exchange Act (Chapter 24:25), Microfinance Act (Chapter 24:29) and Asset Management Act (Chapter 24:26). The consolidated financial results have been restated to take into account the effects of inflation in accordance with IAS 29, Financial Reporting in Hyperinflationary Economies.

Determination of the functional currency

The Group operates in a dynamic environment which has been subjected to considerable changes to monetary and exchange control policies in the recent years. In the year under review, the economy has witnessed a substantial increase in volumes of foreign currency transactions and deposits in both formal and informal sectors hinged on the authorized use of free funds as promulgated by Statutory Instrument (SI) 85 of 2020. The Directors have considered these prevalent market activities and assessed whether the underlying transactions, events and conditions indicate a potential change in the functional currency for the Group.

In doing so management considered parameters set in IAS 21 as follows.

- The currency that mainly influences the sales prices for goods and services

 The currency of the competitive forces and regulations that mainly determines the sales prices of goods and services
- The currency that mainly influences labour, material and other costs of providing goods and services (normally the currency in which such
- The currency in which funds from financing activities are generated; and the currency in which receipts from operating activities are usually retained

In light of the developments summarised above and guidance from IAS 21, the Directors concluded that the Group's functional currency remains the Zimbabwe dollar (ZWL\$) as presented in the prior year financial statements and all values are rounded to the nearest ZWL\$ except when otherwise indicated.

Basis of Consolidation

The Group's consolidated financial results incorporate the financial results of CBZ Holdings (the Company) and entities controlled by the

The Group accounts for business combinations using the acquisition method when the acquired set of activities and assets meets the definition of a business and control is transferred to the Group. In determining whether a particular set of activities and assets is a business, the Group assesses whether the set of assets and activities acquired includes, at a minimum, an input and substantive process and whether the acquired set has the ability to produce outputs. The Group has an option to apply a 'concentration test' that permits a simplified assessment of whether an acquired set of activities and assets is not a business. The optional concentration test is met if substantially all of the fair value of the gross assets acquired is concentrated in a single identifiable asset or group of similar identifiable assets. The consideration transferred in the acquisition is generally measured at fair value, as are the identifiable net assets acquired. Any goodwill that arises is tested annually for impairment. Any gain on a bargain purchase is recognised in profit or loss immediately. Transaction costs are expensed as incurred, except if related to the issue of debt or equity securities.

The consideration transferred does not include amounts related to the settlement of pre-existing relationships. Such amounts are generally recognised in profit or loss. Any contingent consideration is measured at fair value at the date of acquisition. If an obligation to pay contingent consideration that meets the definition of a financial instrument is classified as equity, then it is not re-measured and settlement is accounted for within equity. Otherwise, other contingent consideration is re-measured at fair value at each reporting date and subsequent changes in the fair value of the contingent consideration are recognised in profit or loss. Control is achieved when the Company has power over the investee, is exposed or has rights, to variable returns from its involvement with the investee and has the ability to use its power to affect its returns. The Company reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above. The results of subsidiaries acquired or disposed of during the year are incorporated from the dates control was acquired up to the date control ceased. The financial results of the subsidiaries are prepared for the same reporting year as the parent Company, using consistent accounting policies. All intra-group balances, transactions, income and expenses, profits and losses resulting from intra-group transactions that are recognised in assets and liabilities and income and expenses are eliminated in full. Non-controlling interests represent the portion of profit and net assets that is not held by the Group and are presented separately in the consolidated statement of comprehensive income and within equity in the consolidated statement of financial position, separately from parent shareholders' equity.

Use of judgements and estimates

In preparing these financial statements, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements, except for new significant judgements and key sources of estimation uncertainty related to legacy liabilities and nostro gap accounts.

Management has disclosed relevant sensitivities or ranges of possible outcomes for judgements involving significant estimation uncertainty to assist primary users of accounts to understand the assumptions made and the extend of the changes that might be reasonably possible in the next twelve months.

Changes in significant accounting policies

Except as described below, the accounting policies applied in these financial results are the same as those applied in the Group's Consolidated Financial Statements as at and for the year ended 31 December 2020. The changes in accounting policies are reflected in the Group's annual report for the year ending 31 December 2021.

The details of changes in accounting policies are disclosed below:

Interest Rate Benchmark Reform - Phase 2: Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16

The amendments provide temporary reliefs which address the financial reporting effects when an interbank offered rate (IBOR) is replaced with an alternative nearly risk-free interest rate (RFR). The amendments include the following practical expedients:

A practical expedient to require contractual changes, or changes to cash flows that are directly required by the reform, to be treated as changes to a floating interest rate, equivalent to a movement in a market rate of interest

Permit changes required by IBOR reform to be made to hedge designations and hedge documentation without the hedging relationship being

Provide temporary relief to entities from having to meet the separately identifiable requirement when an RFR instrument is designated as a

These amendments had no impact on the consolidated financial results of the Group for the 2021 financial year. The Group intends to use the practical expedients in future periods if they become applicable

Application of IAS 29 (Financial Reporting in Hyperinflationary Economies)

These financial results have been prepared in accordance with IAS 29 which requires that the financial statements of any entity whose functional currency is the currency of a hyperinflationary economy be stated in terms of the measuring unit current at the reporting date and that corresponding figures for the previous period also be restated in terms of the same measuring unit.

The Group adopted the Zimbabwe consumer price index (CPI) compiled by Zimbabwe National Statistics Agency (ZIMSTAT) as the general price index to restate transactions and balances as appropriate. The indices and conversion factors used to restate these financials are as

Date	Closing Indices	Movement	Conversion Factors
31 December 2019	551.63	621.15%	7.210
31 December 2020	2 474.51	448.58%	1.607
31 December 2021	3 977 46	160.74%	1.000

The procedures applied in the above restatement of transactions and balances are as follows.

- All comparative figures as at end of the period 31 December 2020 were restated by applying the change in the index from the date of last
- Monetary assets and liabilities were not restated because they are already stated in terms of the measuring unit current at the reporting
- Non-monetary assets and liabilities that are not carried at amounts current at balance sheet and components of shareholders' equity were restated by applying the change in the index from the date of the transaction or if applicable from the date of their most recent revaluation to 31 December 2021. Property and equipment is restated by applying the change in the index from the date of transaction to 31 December 2021. Items recognised in the income statement have been restated by applying the change in the general price index from the dates when the
- transactions were initially earned or incurred. Depreciation and amortisation amounts are based on the restated costs or carrying amounts Income statement items/transactions, except for depreciation and amortisation charges explained above, are restated by applying the monthly index for the period ended 31 December 2021.
- Opening deferred tax was calculated for temporary differences between tax bases of assets and liabilities and their carrying amounts expressed in the purchasing power at the opening balance sheet date. The calculated tax was then inflated to the purchasing power at the reporting date. The closing deferred tax position was calculated based on the applicable temporary differences between the tax base and the IAS 29-adjusted IFRS balance sheet (i.e. expressed in the measuring unit current at the balance sheet date).
- Gains and losses arising from the net monetary position are included in the statement of profit or loss and in the statement of cash flows as non-cash items. All items in the statement of cash flows are expressed in terms of the general price index at the end of the reporting period.
- The financial statement of one of the Group subsidiaries which do not report in the currencies of hyperinflationary economies were dealt with in accordance with IAS 21. Comparative figures as at end of the period 31 December 2020 were restated by applying the change in
- the index from the date of last re-measurement to 31 December 2021.
 The inflation effects on cash and cash equivalents were shown separately in the reconciliation of cash and cash equivalents. The Group considered the broad objectives of IAS 29 and IAS 7 to appropriately present and disclose the effects of inflation on cash and cash

The historical cost information has been shown as supplementary information for the benefit of users. These are not required in terms of International Accounting Standard (IAS) 29 "Financial Reporting in Hyperinflationary Economies". The auditors have not expressed an opinion on the historical cost information.

Unbundling of the Functional Currency Translation Reserve (FCTR) 1.3

Restated amounts totalling ZWL\$3,663,562,242 (Historical: ZWL\$92,108,117), which were in 2019, recognised as exchange gains on change of functional currency, through the Functional Currency Translation reserve (FCTR) were unbundled to the revaluation reserve and the fair value reserve. The unbundling was done in the prior year financial statements by transferring ZWL\$3,264,150,122 (Historical: ZWL\$82,066,224) and ZWL\$ 399,412,120 (Historical: ZWL\$ 10,041,893) to revaluation and fair value reserve, respectively

The effect of the unbundling on the financial statements for year ended 31 December 2020 equity extract was as follows:

			Inflation	Adjusted		Historical			
		As reported 31 Dec 2020 ZWL\$000	Unbundling adjustment 31 Dec 2020 ZWL\$000	After unbundling adjustment 31 Dec 2020 ZWL\$000	Restated 31 Dec 2020 ZWL\$000	As reported 31 Dec 2020 ZWL\$000	Unbundling adjustment 31 Dec 2020 ZWL\$000	After unbundling adjustment 31 Dec 2020 ZWL\$000	
EQUITY									
Share capital	30.1	167 401	_	167 401	269 076	5 220	_	5 220	
Share premium	30.2	1 022 979	_	1 022 979	1 644 308	33 876	_	33 876	
Revaluation reserve*	30.3	333 371	2 030 737	2 364 108	3 800 001	2 810 911	82 066	2 892 977	
Fair value reserve*	30.6	490 257	248 488	738 745	1 187 438	913 712	10 042	923 754	
Retained earnings	30.4	13 246 324	_	13 246 324	21 291 768	7 126 176	_	7 126 176	
Foreign currency translation reserve*	30.7	2 358 494	(2 279 225)	79 269	127 415	171 378	(92 108)	79 270	
Equity attributable to equity holders	of		, ,				` ′		
the parent		17 618 826	-	17 618 826	28 320 006	11 061 273	-	11 061 273	
Non-controlling interest	30.5	2 760	-	2 760	4 436	2 907		2 907	
TOTAL FOUITY		17 621 586	_	17 621 586	28 324 442	11 064 180	_	11 064 180	

*Attendant notes have been adjusted to follow this accounting treatment. There is no impact on statement of profit and loss and statement of cash flows.

NOTES TO THE AUDITED INFLATION ADJUSTED CONSOLIDATED FINANCIAL RESULTS

FOR THE YEAR ENDED 31 DECEMBER 2021

INCORPORATION AND ACTIVITIES

The consolidated financial results of the Group for the year ended 31 December 2021 were authorised for issue in accordance with a resolution of the Board of Directors on 06 June 2022. The Group offers commercial banking, mortgage finance, asset management, short term insurance, life assurance, Agro Business and other financial services and is incorporated in Zimbabwe

		AUDI	TED	UNAUDI	TED
		INFLATION ADJUSTED	RESTATED	HISTORICAL	HISTORICAL
_	WEEDER	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000
2.	INTEREST				
	Interest Income Bankers acceptances	210 411	1 071	179 682	100
	Overdrafts	3 529 766	4 059 109	2 948 580	1 886 557
	Loans Mortgage loans	14 806 006 174 805	2 951 543 175 103	13 545 023 138 430	938 686 65 708
	Staff loans	136 805	58 949	113 942	30 278
	Securities investments Other investments	457 113 2 478 483	479 366 452 410	355 489 2 032 138	178 852 235 787
		21 793 389	8 177 551	19 313 284	3 335 968
	Interest expense Call deposits	2 527	995	2 098	313
	Savings deposits	567 388	1 008 089	328 326	74 872
	Money market deposits Other offshore deposits	2 140 167 41 244	1 113 136 126 147	1 674 387 31 911	451 310 46 976
	Lease liability	4 506 2 755 832	2 810 2 251 177	3 590 2 040 312	1 139 574 610
	NET INTEREST INCOME	19 037 557	5 926 374	17 272 972	2 761 358
3	NET NON-INTEREST INCOME	19 037 337	3 320 374	17 272 372	2701330
		(0.063	F2	/1.000	15 226
	Net income from trading securities Fair value adjustments on financial instruments	49 963 1 037 638	53 (84 442)	41 099 1 561 872	15 326 374 155
	Fair value adjustments on investment properties	1 619 928	283 393	3 300 355	2 041 705
	Net income from foreign currency dealing Unrealised profit on foreign currency exchange	717 335 4 171 700	845 685 5 019 049	561 845 4 171 700	386 327 3 122 519
	Agro business income	4 467 480	6 826 028	3 322 831	3 147 984
	Commission and fee income Profit/(loss) on disposal of property and equipment	9 248 992 1 776	3 403 038 592	7 364 529 1 869	1 626 110 (17 881)
	Profit/(loss) on disposal of investment property	73 989	(157 913)	50 256	9 251
	Bad debts recovered Property sales	38 536 167 377	291 815 99 091	30 277 137 564	172 101 41 890
	Lease income	119 927	76 209	94 629	34 671
	Other operating income	1 382 658 23 097 299	471 574 17 074 172	1 443 031 22 081 856	212 646 11 166 804
4	UNDERWRITING INCOME (NET)				
	Gross premium insurance	1 428 789	1 497 858	1 178 332	644 205
	Reinsurance	(620 854)	(853 389)	(532 068)	(405 318)
	Net written premium	807 935	644 469	646 264	238 887 (70 575)
	Unearned premium Net earned premium	(84 460) 723 475	(28 298) 616 171	(124 902) 521 362	168 312
	Net commission(a)	20 689	(21 757)	16 805	(8 647)
	Net claims (b)	(330 953) 413 211	(131 079) 463 335	(274 703) 263 464	(59 005) 100 660
(a)	Net Commissions Commission received	179 298	206 448	151 317	97 187
	Commission paid Deferred acquisition costs	(186 328) 27 719	(231 499) 3 294	(158 358) 23 846	(106 598) 764
(h)	· ·	20 689	(21 757)	16 805	(8 647)
(b)	Net Claims Gross claims incurred	677 004	265 340	596 412	122 410
	Reinsurance claims Incurred but not yet reported claims	(427 354) 34 258	(166 271) 22 127	(383 582) 29 435	(79 376) 13 760
	Gross outstanding claims	440 262	24 962	342 773	11 592
	Reinsurance share of outstanding claims	(393 217) 330 953	(15 079) 131 079	(310 335) 274 703	(9 381) 59 005
5	OPERATING EXPENDITURE				
	Staff costs	10 133 686	5 110 396	8 311 324	2 154 006
	Administration expenses	6 002 190	3 132 376	5 025 091	1 675 385
	Audit fees Depreciation	92 124 631 453	88 709 431 724	80 041 312 929	49 004 143 408
	Write off of property and equipment	4 771	257	947	128
	Write off of land inventory Amortisation of intangible assets	91 268 70 393	1 315 37 619	12 658 39 039	818 14 915
	Property cost of sales	70 244	12 094	21 454	5 053
	Write off intangible assets Write off of investment properties	572	482 138 351	323	175 50 270
	Write off of right of use asset and lease liability	3 233 17 099 934	2 615 8 955 938	92 13 803 898	(896) 4 092 266
	Remuneration of directors and key management necessary			23 003 030	4032200
	Remuneration of directors and key management persor Fees for services as directors	93 579	80 790	72 519	24 58
	Pension and retirement benefits for past and present direc Salaries and other benefits	tors 53 337 858 545	49 149 753 309	41 333 665 328	14 95 229 20
	Salaries and other benefits	1 005 461	883 248	779 180	268 73
	Short term employment benefits	952 124	834 099	737 847	253 78
	Post employment benefits	53 337 1 005 461	49 149 883 248	41 333 779 180	14 95 268 73
6.	TAXATION				
6.1	The following constitutes the major components of inco	ome tax expense reco	gnised in the Stateme	nt of Profit or Loss.	
	Analysis of tax charge in respect of the profit for the peri	od			
	Current income tax charge Deferred income tax	4 556 005 (1 592 424)	2 499 691 974 138	4 555 926 (2 440 376)	1 579 622 1 160 719
	Income tax expense	2 963 581	3 473 829	2 115 550	2 740 341
6.2	Tax rate reconciliation	%	%	%	%
	Notional Tax	24.00	24.00	24.00	24.00
	Aids levy	0.72 36.60	0.72 31.06	0.72 5.81	0.72 29.25
	Non-Deductible expenditure				
	Exempt income	(30.46)	(21.66)	(18.12)	(19.25)
	•		(21.66) (0.06) (4.18)	(18.12) (0.22) 0.01	(19.25) (0.06) (3.82)
	Exempt income Tax credits	(30.46) (0.38)	(0.06)	(0.22)	(0.06)

The following constitutes the major components of deferred income tax expense recognised in the Statement of Other Comprehensive Revaluation of property and equipment 44 801 518 926 468 336 Unlisted equities 22 888 10 459 54 306 39 329 Total taxation relating to components of 259 414 55 260 573 232 507 665 other comprehensive income

EARNINGS PER SHARE

Basic earnings per share is calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares outstanding at the end of the period.

Diluted earnings per share is calculated by dividing the profit attributable to ordinary equity holders of the parent by sum of the weighted average number of ordinary shares outstanding at the end of the period and the weighted average number of potentially dilutive ordinary shares.

The following reflects the income and shareholding data used in the basic and diluted earnings per share computations:





FOR THE YEAR ENDED 31 DECEMBER 2021

		AUDITE	D	UNAUDI	ΓED	
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000	
.1	Annualised earnings per share (ZWL cents)					12
	Basic	1 476.55	1 571.25	3 096.43	1 184.09	
	Fully diluted Headline	1 476.55 1 257.08	1 571.25 1 550.80	3 096.43 2 622.24	1 184.09 897.89	
.2	Earnings					
	Basic (earnings attributable to holders of parent)	7 707 813 7 707 813	8 155 428 8 155 428	16 163 848 16 163 848	6 145 925	
	Fully diluted Headline	6 562 157	8 049 310	13 688 488	6 145 925 4 660 403	
	Number of shares used in calculations (weighted)		0 0 10 020			
	Basic	522 016	519 042	522 016	519 042	
	Fully diluted Headline	522 016 522 016	519 042 519 042	522 016 522 016	519 042 519 042	12
.3	Reconciliation of denominators used for calculating basic and diluted earnings per share:					
	Weighted average number of shares before					
	adjustment for treasury shares	522 016	519 042	522 016	519 042	
	Weighted average number of shares used for basic EPS Potentially dilutive shares employee share options	522 016	519 042	522 016	519 042	
	Weighted average number of shares used for diluted El	PS 522 016	519 042	522 016	519 042	
.4	Headline Earnings					
	Profit attributable to ordinary shareholders Ajusted to exclude re-measurements	7 707 813	8 155 428	16 163 848	6 145 925	
	Write off of property and equipment	4 771	257	947	128	
	Write off of right of use asset and lease liability	3 233	2 615	92	(896)	12
	Write off of intangible assets	572	482	323	175	
	Write off of investment property Write off of land inventory	91 268	138 351 1 315	12 658	50 270 818	
	Disposal (gain)/loss on property and equipment	(1 776)	(592)	(1 869)	17 881	
	Gains on investment properties valuation	(1 619 928)	(283 393)	(3 300 355)	(2 041 705)	
	Tax relating to re-measurements Headline earnings	376 204 6 562 157	34 847 8 049 310	812 844 13 688 488	487 807 4 660 403	
	readine curings	0302137	0 043 310	13 000 400	4 000 403	12
	DIVIDENDS					
	Cash dividends on ordinary shares declared and paid:					
	Interim dividend Final dividend	535 500 2 023 288	246 764 612 529	506 339 1 519 170	121 520 354 456	
	Final dividend	2 558 788	859 293	2 025 509	475 976	13
	Interim paid per share (cents)	102.58	47.27	97.00	23.28	13
	Final dividend paid per share (cents)	388	117.34	291.02	67.90	
	Dividends are paid on shares held at the record date net of treasury shares held on the same date.					
	Proposed dividend on ordinary shares:					
	Final Final dividend per share (cents)	1 000 000 191.57	2 411 058 461.87	1 000 000 191.57	1 500 000 287.37	13
	Proposed dividends on ordinary shares are subject to apparent are not recognised as a liability as at 31 December 20					_
	CASH AND CASH EQUIVALENTS					13
	Cash and banks	17 123 769	12 027 320	17 123 769	7 482 600	
	Balances with foreign banks	16 077 868	6 565 839	16 077 868	4 084 829	
	Balances with the Reserve Bank of Zimbabwe RBZ Statutory reserve	2 776 585 3 584 709	12 302 387 853 465	2 776 585 3 584 709	7 653 728 530 969	
	State of J. Court	39 562 931	31 749 011	39 562 931	19 752 126	
.1	Restricted cash & cash equivalents					
	RBZ Statutory reserve	3 441 426	827 382	3 441 426	514 742 302 882	14
	Amounts secured as guarantees or collateral	1 226 834 4 668 260	486 844 1314 226	1 226 834 4 668 260	817 624	

10.	MONEY MARKET ASSETS				
	Interbank placements RBZ Savings bonds	6 012 431 17 122 869	12 188 128	6 012 431 17 122 869	7 582 644 -
	Bankers acceptances	1 252 864	-	1 252 864	-
	Accrued interest	42 824	21 796	42 824	13 560
	Total gross money market assets	24 430 988	12 209 924	24 430 988	7 596 204
	Expected credit loss	(77 378)	(20 064)	(77 378)	(12 483)
	Total net money market assets	24 353 610	12 189 860	24 353 610	7 583 721
10.1	Maturity analysis				
	The maturity analysis of money market assets is shown below	w.			
	Between 0 and 3 months	18 925 449	12 209 924	18 925 449	7 596 204
	Between 3 and 6 months	5 503 146	_	5 503 146	-
	Above 12 months	2 393	-	2 393	-
		24 430 988	12 209 924	24 430 988	7596204
11.	FINANCIAL SECURITIES				
	Treasury bills	958 426	1 555 596	958 426	967 789
	Accrued interest	20 500	33 908	20 500	21 095
	Total gross financial securities	978 926	1589504	978 926	988 884
	Allowance for expected credit loss	(14 409)	(9 652)	(14 409)	(6 005)
	Total net financial securities	964 517	1579 852	964 517	982 879
11.1	Maturity analysis				
	The maturity analysis of financial securities is shown below:				
	Between 0 and 3 months	10 108	9 256	10 108	5 759
	Between 3 and 6 months	45 733	9 083	45 733	5 651
	Between 6 and 12 months	-	6 790	-	4 224
	Between 1 and 5 years	148 616	100 866	148 616	62 752
	Above 5 years	774 469	1 463 509	774 469	910 498
		978 926	1589504	978 926	988 884
	Maturity analysis is based on the remaining period from 3	1 December 2021 to	contractual maturity.		
12.	LOANS AND ADVANCES TO CUSTOMERS				
	Overdrafts	2 822 156	2 900 065	2 822 156	1 804 228
	Commercial loans	20 164 405	16 807 792	20 164 405	10 456 692
	Staff loans	1 882 439	1 954 543	1 882 439	1 215 987
	Mortgate advances	1 078 617	772 850	1 078 617	480 816
	Agro business loans	31 378 399	24 186 828	31 378 399	15 047 438
	Interest accrued	6 646 411	2 566 145	6 646 411	1 596 485
	Total gross loans and advances to customers	63 972 427	49 188 223	63 972 427	30 601 646
	Allowance for Expected Credit Loss (ECL)	(8 071 159)	(1 868 917)	(8 071 159)	(1 162 716)
	Total net advances	55 901 268	47 319 306	55 901 268	29 438 930

		AUDITE	D			UNAUDITED			
	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	%	RESTATED 31 DEC 2020 ZWL\$ 000	%	HISTORICAL 31 DEC 2021 ZWL\$ 000	%	HISTORICAL 31 DEC 2020 ZWL\$ 000	%	
.1 Sectoral analysis:									
Private	6 409 832	10	3 399 024	7	6 409 832	10	2 114 646	7	
Agriculture	32 342 613	51	27 195 419	55	32 342 613	51	16 919 185	55	
Mining	4 711 989	7	4 960 576	10	4 711 989	7	3 086 141	10	
Manufacturing	2 778 250	4	1 315 830	3	2 778 250	4	818 622	3	
Distribution	11 466 881	18	9 678 370	20	11 466 881	18	6 021 239	20	
Construction	120 251	-	87 690	-	120 251	-	54 555	-	
Transport	87 977	-	115 969	-	87 977	-	72 148	-	
Communication	-	-	4 692	-	-	_	2 919	-	
Services	5 604 112	9	1 987 329	4	5 604 112	9	1 236 384	4	
Financial organisations	450 522	1	443 324	1	450 522	1	275 807	1	
	63 972 427	100	49 188 223	100	63 972 427	100	30 601 646	100	

		AUDIT	ED	UNAUDI	TED
		INFLATION ADJUSTED 31 DEC 2021	RESTATED 31 DEC 2020	HISTORICAL 31 DEC 2021	HISTORICAL 31 DEC 2020
.2	Maturity analysis	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000
	Less than 1 month	5 217 960	2 261 890	5 217 960	1 407 197
	Between 1 and 3 months Between 3 and 6 months	3 876 923 8 279 920	19 547 185 2 491 460	3 876 923	12 160 961 1 550 021
	Between 6 months and 1 year	39 203 860	12 843 814	8 279 920 39 203 860	7 990 568
	Between 1 and 5 years	5 870 639	9 923 681	5 870 639	6 173 855
	More than 5 years	1 523 125	2 120 193	1 523 125	1 319 044
	•	63 972 427	49 188 223	63 972 427	30 601 646
	Maturity analysis is based on the remaining period from 31 De	ecember 2021 to contra	ctual maturity.		
3	Loans to directors and key management Included in advances are loans to Executive				
	Directors and key management:-				
	Opening balance	354 545	119 474	220 574	16 570
	Advances made during the year	750 731	772 728	581 778	235 109
	Monetary adjustment Repayment during the year	(251 324) (229 279)	(435 427) (102 230)	(177 680)	(31 105)
	Closing balance	624 673	354 545	624 672	220 574
	Loans to employees				
	Included in advances are loans to employees: - Opening balance	1 599 999	293 583	995 414	40 717
	Advances made during the year	858 647	3 478 910	665 407	1 058 489
	Monetary adjustment	(680 774)	(1 831 361)	-	-
	Repayments during the year	(520 103)	(341 133)	(403 053)	(103 792)
	Closing balance	1 257 769	1 599 999	1 257 768	995 414
٠	Allowance for Expected Credit Loss (ECL)				
	Opening balance	1 868 917	2 008 800	1 162 716	276 560
	Credit loss expense on loans and advances	6 921 777	1 486 350	6 921 777	924 708
	Monetary adjustment Amounts written off during the year	(702 846) (16 689)	(1 375 173) (251 060)	(13 334)	(38 552
	Closing balance	8 071 159	1868 917	8 071 159	1162716
;	Collateral				
	Government Guarantee	25 399 589	24 186 828	25 399 589	15 047 438
	Cash cover	98 618	2 327 513	98 618	1 448 024
	Mortgage bonds Notarial general covering bonds	9 199 417 9 670 394	6 271 211 17 556 511	9 199 417 9 670 394	3 901 531 10 922 495
	Notarial general covering bonds	44 368 018	50 342 063	44 368 018	31 319 488
	INSURANCE ASSETS				
	Reinsurance unearned premium reserve	212 903	317 012	191 731	197 223
	Reinsurance receivables	499 858	42 272	499 858	26 299
	Deferred acquisition costs	83 978	80 727	73 617	50 223
	Insurance premium receivables	434 322	565 867	437 825	352 045
	Suspended premium Impairment provision	(7 298)	(2 553)	(7 298)	(1588)
	impairment provision	(33 700) 1 190 063	(25 925) 977 400	(33 700) 1 162 033	(16 129) 608 073
1	Reinsurance unearned premium reserve				
	Opening balance	317 012	201 535	197 223	27 744
	Written premiums Premiums earned during the year	764 946 (869 055)	1 359 601 (1 244 124)	642 738 (648 230)	403 028 (233 549)
	Closing balance	212 903	317 012	191 731	197 223
2	Impairment provision on insurance assets				
	Opening balance	25 925	25 260	16 129	3 503
	Charge for impairment on insurance receivables Monetary adjustment	19 458	24 816 (19 163)	19 458	15 439
	Amounts written off during the year	(11 683)	(19 163)	(1 887)	(2 813)
	Closing balance	33 700	25 925	33 700	16 129

EXPECTED CREDIT LOSSES (ECL) ON FINANCIAL INSTRUMENTS AND IMPAIRMENT ON INSURANCE ASSETS

The table below shows the (ECL) charges on financial instruments and charge for impairment on insurance assets for the period recorded in the Statement of Profit or Loss:

	AUDITED INFLATION ADJUSTED										
	Stage 1	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		VL\$ 000			
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020			
Money market assets	64 895	19 763	-	-	-	-	64 895	19 763			
Financial securities	8 405	9 525	-	-	-	-	8 405	9 525			
Loans and advances to customers	178 138	1 380 834	815 520	75 641	5 928 119	29 875	6 921 777	1 486 350			
Financial guarantees	(205)	(508)	-	-	(48)	(127)	(253)	(635)			
Other commitments	64 331	-	4 046	-	248 111	-	316 488	-			
Lease receivables	(98)	154	1 522	1 418	24 271	5 468	25 695	7 040			
	315 466	1 409 768	821 088	77 059	6 200 453	35 216	7 337 007	1 522 043			
Insurance assets impairment charge	19 458	24 816	-	-	-	-	19 458	24 816			
Total	334 924	1 434 584	821 088	77 059	6 200 453	35 216	7 356 465	1 546 859			

			UNAU	DITED HISTORIC	AL			
	Stage 1	ZWL\$ 000	Stage 2 ZWL\$ 000		Stage 3	ZWL\$ 000	Total ZWL\$ 000	
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020
Money market assets	64 895	12 295	_	_	-	-	64 895	12 295
Financial securities	8 405	5 926	-	-	-	_	8 405	5 926
Loans and advances to customers	178 138	859 063	815 520	47 059	5 928 119	18 586	6 921 777	924 708
Financial guarantees	(205)	(316)	_	_	(48)	(79)	(253)	(395)
Other commitments	64 331	-	4 046	-	248 111	-	316 488	-
Lease receivables	(98)	96	1 522	882	24 271	3 402	25 695	4 380
	315 466	877 064	821 088	47 941	6 200 453	21 909	7 337 007	946 914
Insurance assets impairment charge	19 458	15 439	-	_	-	-	19 458	15 439
Total	334 924	892 503	821 088	47 941	6 200 453	21 909	7 356 465	962 353

	AUDI	TED	UNAUE	DITED
	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
OTHER ASSETS				
Prepayments and deposits Other receivables	2 842 222 34 874 579 37 716 801	7 559 164 29 028 771 36 587 935	2 342 529 34 874 579 37 217 108	2 443 538 18 059 774 20 503 312

*Included in other receivables is an amount of ZWL\$17 274 104 650 (2020:ZWL\$15 304 770 460) which relates to the RBZ financial asset in lieu of legacy debt registration. RBZ committed to provide foreign currency to the Group for all registered legacy liabilities and nostro gap accounts at an exchange rate of US\$1:ZWL\$1. The criterion for legacy debt expected credit losses were determined in line with other financial assets held at amortised cost.

The RBZ financial asset is denominated in US Dollars and has been translated to ZWL\$ using the closing exchange rate in line with the treatment of monetary assets denominated in foreign currencies prescribed in IAS 21.

15.



FOR THE YEAR ENDED 31 DECEMBER 2021



		AUDI	TED	UNAUE	DITED
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
16.	LAND INVENTORY				
	Opening balance Additions Disposals Write off Closing balance	5 951 994 183 597 (92 661) (91 268) 5 951 662	5 308 892 664 551 (20 134) (1 315) 5 951 994	470 639 135 868 (41 755) (12 658) 552 094	139 034 340 685 (8 262) (818) 470 639
	Closing balance	3 931 002	3 931 994	332 094	470 639
17.	EQUITY INVESTMENTS				
	Opening balance Investment in equities during the year Investment disposed during the year Fair value adjustments - Profit or loss Fair value adjustments - Other comprehensive income Closing balance	3 092 310 954 475 (103 341) 1 037 638 440 957 5 422 039	1 529 252 1 547 693 (76 290) (84 442) 176 097 3 092 310	1 923 830 917 227 (75 513) 1 561 872 1 094 623 5 422 039	212 089 583 357 (34 103) 374 155 788 332 1 923 830
17.1	Investments in Equities Unlisted investments Listed investments	2 217 097 3 204 942	1 652 870 1 439 440	2 217 097 3 204 942	1 028 306 895 524
		5 422 039	3 092 310	5 422 039	1 923 830
	Equity investment designated at fair value through profit or Equity investment designated at fair value through	loss 3 204 942	1 439 440	3 204 942	895 524
	other comprehensive income	2 217 097 5 422 039	1 652 870 3 092 310	2 217 097 5 422 039	1 028 306 1 923 830

				AUDIT	ED			UNAU	DITED	
			ADJUSTED 31 DEC 2021 ZWL\$ 000	%	RESTATED 31 DEC 2020 ZWL\$ 000	%	HISTORICAL 31 DEC 2021 ZWL\$ 000	%	HISTORICAL 31 DEC 2020 ZWL\$ 000	%
17.2	Investment in subsidiaries									
	CBZ Bank Limited		978 156	100	978 156	100	21 840	100	21 840	100
	CBZ Asset Management (Private) Li	mited	89 036	100	89 036	100	1988	100	1988	100
	CBZ Building Society		-	100	856 115	100	-	100	19 115	100
	CBZ Insurance (Private) Limited		190 306	98.4	190 306	98.4	23 615	98.4	23 615	98.4
	CBZ Properties (Private) Limited		214 047	100	214 047	100	4 779	100	4 779	100
	CBZ Life Assurance (Private) Limited	d	62 165	100	62 165	100	1 388	100	1 388	100
	CBZ Asset Management Mauritius		3 981	100	3 981	100	89	100	89	100
	CBZ Risk Advisory Services (Private	e) Limited	60 243	100	60 243	100	1 345	100	1 345	100
	Red Sphere Finance (Private) Limite	d	439 770	100	386 496	100	250 520	100	210 520	100
	CBZ Agro Yield (Private) Limited		9 871	100	9 871	100	1000	100	1000	100
			2 047 575		2 850 416		306 564		285 679	

18.	CATEGORIES OF FINANCIAL ASSETS	At fair value through profit or loss ZWL\$ 000	At fair value through OCI ZWL\$ 000	At amortised cost ZWL\$ 000	Total carrying amount ZWL\$ 000
	Α	UDITED INFLATION ADJUSTE	D		
	31 DEC 2021 Balances with banks and cash Money market assets Financial securities	- - -	-	39 562 931 24 353 610 964 517	39 562 931 24 353 610 964 517
	Loans and advances to customers Equity investments Other assets TOTAL ASSETS	3 204 942 - 3 204 942	2 217 097 - 2 217 097	55 901 268 - 34 874 579 155 656 905	55 901 268 5 422 039 34 874 579 161 078 944
	31 DEC 2020 Balances with banks and cash Money market assets Financial securities Loans and advances to customers Equity investments Other assets	1 439 440	- - - 1 652 870	31 749 011 12 189 860 1 579 852 47 319 306	31 749 011 12 189 860 1 579 852 47 319 306 3 092 310 29 028 771
	TOTAL ASSETS	1 439 440	1 652 870	121 866 800	124 959 110
		At fair value through profit or loss ZWL\$ 000	At fair value through OCI ZWL\$ 000	At amortised cost ZWL\$ 000	Total carrying amount ZWL\$ 000
		UNAUDITED HISTORICAL	L		
	31 DEC 2021 Balances with banks and cash Money market assets Financial securities Loans and advances to customers Equity investments Other assets TOTAL ASSETS	3 204 942 3 204 942	2 217 097 2 217 097	39 562 931 24 353 610 964 517 55 901 268 34 874 579 155 656 905	39 562 931 24 353 610 964 517 55 901 268 5 422 039 34 874 579 161 078 944
	31 DEC 2020 Balances with banks and cash Money market assets Financial securities Loans and advances to customers Equity investments Other assets	895 524	1 028 306	19 752 126 7 583 721 982 879 29 438 930 - 18 059 774	19 752 126 7 583 721 982 879 29 438 930 1 923 830 18 059 774
	TOTAL ASSETS	895 524	1 028 306	75 817 430	77 741 260

FAIR VALUE MEASUREMENT 19.

19.1 The following table presents items of the Statement of Financial Position which are recognised at fair value:

	AUDITED INFLATION ADJUSTED									
	Level 1		Level 2		Level 3		Total carrying amount			
	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000		
Equity investments	3 204 942	1 439 440	-	-	2 217 097	1 652 870	5 422 039	3 092 310		
Land and buildings	-	-	6 620 170	4 835 783	-	-	6 620 170	4 835 783		
Investment properties	-	-	6 169 958	4 417 649	-	-	6 169 958	4 417 649		
Total assets at fair value	3 204 942	1 439 440	12 790 128	9 253 432	2 217 097	1 652 870	18 212 167	12 345 742		

Level 2 valuation techniques are highlighted on note 20 for Property and Equipment and note 21 for Investment properties.

	UNAUDITED HISTORICAL										
	Level 1		Level 2		Level 3		Total carrying amount				
	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000			
Equity investments	3 204 942	895 524	-	-	2 217 097	1 028 306	5 422 039	1 923 830			
Land and buildings	-	-	6 620 170	3 008 503	-	-	6 620 170	3 008 503			
Investment properties	-	-	6 169 958	2 748 368	-	-	6 169 958	2 748 368			
Total assets at fair value	3 204 942	895 524	12 790 128	5 756 871	2 217 097	1 028 306	18 212 167	7 680 701			

There were no transfers between Level 1 and Level 2 during 2021.

The fair values of the non-listed equities have been classified as level three investments.

Fair values were derived using a combination of income and market approaches depending on the appropriateness of the methodologies to the type of equity instruments held. The valuation took into account certain assumptions about the model inputs, including but not limited to liquidity discounts, country factor, inflation, credit risk and volatility. A range of probabilities was also applied to these inputs and the fair values derived therefrom were deemed to be within acceptable fair values ranges of the equities.

The following table shows the valuation techniques used in measuring the fair value of unquoted equities as well as the significant unobservable inputs used.

Valuation Technique	Significant unobservable inputs	Interrelationship between key unobservable inputs and fair value measurement			
Earnings Multiple	Liquidity discountGDP Growth	The fair values would increase/ decrease if : The GDP growth was higher or lower The Liquidity discount was higher or lower			

If the fair value adjustment had been 5% up or down, the Group's other comprehensive income would be ZWL\$ 20 945 478 (December 2020: ZWL\$8 364 651) and the Statement of Financial Position would be ZWL\$27 567 776 (December 2020 : 8 804 895) higher or lower than the

				JUSTED		Eurniture 9	Work in	
Land ZWL\$ 000	Buildings ZWL\$ 000	improvements ZWL\$ 000	vehicles ZWL\$ 000	Computer ZWL\$ 000	Equipment ZWL\$ 000	Fittings ZWL\$ 000	progress ZWL\$ 000	Tot ZWL\$ 00
C44 771	4.050.055	00.001	210 207	1.014.704	C20 204	414.407	750.014	9 631 60
_	106 466	_	24 878	305 863	75 316	33 030	91 207	636 7
182 200 -	965 439	_	_	(395)	(11)	(71)	_	1 147 6 (47
_	(13 086)	_	_	(4 837)	(63)	(421)	`	(72 75 (18 40
826 971	1 738 6 017 512	3 149 91 410	1 709 345 794	82 490 2 197 825	10 183 724 719	11 547 458 582	(110 816) 661 546	11 324 3
	40.050	07.107	050.010	005.040	404.000	007.001		1 007 0
_	49 058	5 380	12 668	139 035	39 548	8 787	_	1 927 2 631 4
_	(2 477)	_	_	(205) (526)	(10) (5)	(57) (19)	_	(2) (3 0)
_	(340 162) 132 454	42 567	265 886	1 033 647	_	236 342	_	(340 16 2 215 2
826 971	5 885 058	48 843	79 908	1 164 178	220 347	222 240	661 546	9 109 0
1 014 232	4 822 166	79 956	295 447	1 396 385	621 273	398 139	528 624	9 156 2
94 597	71 912 74 499	8 305 -	18 828 –	_	_	_	_	1 001 3 169 0
(464 058)	_	_	_	(1 157) —	(103)	(1 467) —	(12 302) (158 102)	(479 0) (158 1)
_	(11 622)	_	_	(267)	_	_	`(46 014) _	(46 0) (11 8)
644 771	4 956 955	- 88 261	4 932 319 207	171 348 1 814 704	5 840 639 294	559 414 497	(182 679) 753 914	9 631 6
npairment								
_	18 222 321 056	32 182 5 005	239 907 13 311	832 343 63 945	447 954 16 977	217 016 11 430	_	1 787 6 431 7
_	(2 638)	_	_	(935) (10)	(92)	(815)	_	(1 8- (2 6-
_	(287 582)	37 187	253 218	` _	464 839	227 631	_	(287 58 1 927 2
644 771	4 907 897	51 074	65 989	919 361	174 455	186 866	753 914	7 704 3
Land ZWI \$ 000	Buildings 7WI \$ 000	Leasehold improvements 7WI \$ 000	Motor vehicles ZWI \$ 000	Computer ZWI \$ 000	Equipment 7WI \$ 000	Furniture & Fittings ZWI \$ 000	Work in progress 7WL\$ 000	To ZWL\$ 0
404 400	0.070.450	04.000	10.500	054.000	00.000	47.074	150,000	0.007.5
-	95 452	34 622	12 508				150 360 74 155	3 867 5 552 5
		_	19 473	265 515	68 370	29 37 0		
425 835 —	2 781 077 –	_ _ _		265 515 - (199)	_	_	_	3 206 9
425 835 - - -	_	-	19 473 –	(199) —	(9) —	(53) —	_ (46 156) _	3 206 9 (2 (46 1
_	-	- - -	19 473 - - -	_	(9)	(53)	_	3 206 9 (2 (46 1 (7 1
=======================================	(5 832) 1 305 5 848 152	2 365 36 987	19 473 - - - 1 204 33 185	(199) - (1 251) 54 092 569 985	(9) - (8) 6 679 98 331	(53) - (67) 8 670 55 799	(46 156) - (74 315)	3 206 9 (2) (46 1) (7 1) 7 573 4
=======================================	- (5 832) 1 305	- - - 2 365	19 473 - - - - 1 204	(199) - (1 251) 54 092	(9) - (8) 6 679	(53) - (67) 8 670	(46 156) - (74 315)	3 206 9 (2) (46 1) (7 1) 7 573 4
826 968	(5 832) 1 305 5 848 152 12 109 229 287	2 365 36 987	19 473 - - - 1 204 33 185 6 652	(199) (1 251) 54 092 569 985 39 331 58 962 (106)	(9) (8) 6 679 98 331 12 055 16 933	(53) (67) 8 670 55 799 6 062 3 370 (46)	(46 156) - (74 315) 104 044	3 206 9 (2) (46 1) (7 1) 7 573 4 77 3 312 9
826 968	(5 832) 1 305 5 848 152 12 109 229 287 (902) (211 405)	2 365 36 987 1 169 827 -	19 473 - - 1 204 33 185 6 652 3 550 - -	(199) (1 251) 54 092 569 985 39 331 58 962 (106) (363)	(9) (8) 6 679 98 331 12 055 16 933 (8) (3)	(53) (67) 8 670 55 799 6 062 3 370 (46) (13)	(46 156) - (74 315) 104 044 - -	3 206 9 (2 (46 1 (7 1 7 573 4 7 573 4 7 573 4 11 (1 2 (211 4
826 968	(5 832) 1 305 5 848 152 12 109 229 287 (902)	2 365 36 987 1 169 827	19 473 	(199) (1 251) 54 092 569 985 39 331 58 962 (106)	(9) (8) 6 679 98 331 12 055 16 933	(53) (67) 8 670 55 799 6 062 3 370 (46)	(46 156) (74 315) 104 044	3 206 9 (2) (46 1) (7 1) 7 573 4 7 573 4 77 3 312 9 (1) (1 2) (211 4 177 4
826 968 	(5 832) 1 305 5 848 152 12 109 229 287 (902) (211 405) 29 089	2 365 36 987 1 169 827 - - 1 996	19 473 	(199) - (1 251) 54 092 569 985 39 331 58 962 (106) (363) - 97 824	(9) (8) 6 679 98 331 12 055 16 933 (8) (3) — 28 977	(53) - (67) 8 670 55 799 6 062 3 370 (46) (13) - 9 373	(46 156) (74 315) 104 044	3 206 9 (2) (46 1) (7 1) 7 573 4 7 573 4 77 3 312 9 (1) (1 2) (211 4 177 4
826 968 	(5 832) 1 305 5 848 152 12 109 229 287 (902) (211 405) 29 089	2 365 36 987 1 169 827 - - 1 996	19 473 	(199) - (1 251) 54 092 569 985 39 331 58 962 (106) (363) - 97 824 472 161	(9) (8) 6 679 98 331 12 055 16 933 (8) (3) — 28 977	(53) - (67) 8 670 55 799 6 062 3 370 (46) (13) - 9 373	(46 156) (74 315) 104 044	3 206 9 (2) (46 1) (7 1) 7 573 4 7 573 4 77 3 312 9 (1) (1 2) (211 4 177 4
826 968 	(5 832) 1 305 5 848 152 12 109 229 287 (902) (211 405) 29 089 5 819 063	2 365 36 987 1 169 827 - - 1 996 34 991	19 473 - - 1 204 33 185 6 652 3 550 - - 10 202 22 983	(199) - (1 251) 54 092 569 985 39 331 58 962 (106) (363) - 97 824 472 161	(9) (8) 6 679 98 331 12 055 16 933 (8) (3)	(53) (67) 8 670 55 799 6 062 3 370 (46) (13) 9 373 46 426	(46 156) (74 315) 104 044 - - - - 104 044	3 206 9 (2) (46 1) 7 573 4 7 573 4 7 7 3 312 9 (1) (1 2) (211 4) 7 7 395 9
826 968 	(5 832) 1 305 5 848 152 12 109 229 287 (902) (211 405) 29 089 5 819 063	2 365 36 987 1 169 827 1 996 34 991	19 473 	(199) - (1 251) 54 092 569 985 39 331 58 962 (106) (363) - 97 824 472 161 42 618 120 266	(9) (8) 6 679 98 331 12 055 16 933 (8) (3) 28 977 69 355	(53) - (67) 8 670 55 799 6 062 3 370 (46) (13) - 9 373 46 426	(46 156) (74 315) 104 044 	3 206 9 (2) (46 1) (7 1) 7 573 4 77 33 312 9 (1) (1) (2) (211 4) 177 4 7 395 9 9 14 8 479 3 2 889 0
826 968	(5 832) 1 305 5 848 152 12 109 229 287 (902) (211 405) 29 089 5 819 063 658 304 336 2 321 910	2 365 36 987 1 169 827 - - 1 996 34 991	19 473 	(199) - (1 251) 54 092 569 985 39 331 58 962 (106) (363) - 97 824 472 161	(9) - (8) 6 679 98 331 12 055 16 933 (8) (3) - 28 977 69 355	(53) (67) 8 670 55 799 6 062 3 370 (46) (13) 9 373 46 426	(46 156) (74 315) 104 044 	3 206 9 (2) (46 1: 1 7 7 7 3 4 7 7 3 3 12 9 (1 1 2 2 1 1 4 4 1 7 7 4 7 3 9 5 9 9 1 4 8 4 7 9 3 2 8 8 9 0 (311 0) (9 7 9 9
826 968	(5 832) 1 305 5 848 152 12 109 229 287 (902) (211 405) 29 089 5 819 063	2 365 36 987 1 169 827 - - 1 996 34 991 3 587 31 035 - - - -	19 473 	(199) - (1 251) 54 092 569 985 39 331 58 962 (106) (363) - 97 824 472 161 42 618 120 266 (81) - (81) - (134)	(9) - (8) 6 679 98 331 12 055 16 933 (8) (3) - 28 977 69 355	(53) (67) 8 670 55 799 6 062 3 370 (46) (13) 9 373 46 426	(46 156) (74 315) 104 044 	3 206 9 (2 (46 1) (7 1) 7 573 4 77 53 312 9 (1) (1 2) (211 4) 177 4 7 395 9 9 14 8 479 3 2 889 0 (311 0) (97 9) (2 2:
826 968	(5 832) 1 305 5 848 152 12 109 229 287 - (902) (211 405) 29 089 5 819 063	2 365 36 987 1 169 827 1 996 34 991	19 473 	(199) - (1 251) 54 092 569 985 39 331 58 962 (106) (363) - 97 824 472 161 42 618 120 266 - (81)	(9) - (8) 6 679 98 331 12 055 16 933 (8) (3) - 28 977 69 355	(53) (67) 8 670 55 799 6 062 3 370 (46) (13) 9 373 46 426	(46 156) (74 315) 104 044 	3 206 9 (2 (46 1) 7 573 4 77 3 312 9 (1) 12 (211 4 177 4 7 395 9 9 14 8 479 3 2 889 0 (311 0) (97 9 (2 2: (4 5:
826 968	(5 832) 1 305 5 848 152 12 109 229 287 (902) (211 405) 29 089 5 819 063 658 304 336 2 321 910 	2 365 36 987 1 169 827 - - 1 996 34 991 3 587 31 035 - - - - - - - 34 622	19 473 	(199) -(1 251) 54 092 569 985 39 331 58 962 (106) (363) - 97 824 472 161 42 618 120 266 (81) - (134) 89 159 251 828	- (9) - (8) 6 679 98 331 12 055 16 933 (8) (3) - 28 977 69 355	(53) (67) 8 670 55 799 6 062 3 370 (46) (13) 9 373 46 426	(46 156) (74 315) 104 044 	3 206 9 (2) (46 1: 1 7 573 4 7 573 4 7 7 3 3 12 9 (1) (1 2: (211 4: 177 4 7 3 95 9 9 14 8 4 7 9 3 2 889 0 (311 0) (97 9) (2 2: (4 5: 3 867 5 9 12 12 12 12 12 12 12 12 12 12 12 12 12
826 968 140 662 567 171 (306 700) as - 401 133 mpairment	(5 832) 1 305 5 848 152 12 109 229 287 (902) (211 405) 29 089 5 819 063 658 304 336 2 321 910	2 365 36 987 1 169 827 1 1996 34 991 3 587 31 035 34 622	19 473 	(199) - (1 251) 54 092 569 985 39 331 58 962 (106) (363) - 97 824 472 161 42 618 120 266 (81) - (134) 89 159 251 828	(9) 98 331 12 055 16 933 (8) (3) 28 977 69 355 16 332 4 903 (9) - 2 073 23 299 10 132 1 931	(53) 	(46 156) (74 315) 104 044	3 206 9 (2 (46 1) (7 1) 7 573 4 77 573 4 77 573 4 77 573 4 77 573 4 77 573 5 9 14 8 4 779 3 2 889 0 (311 0) (97 9) (2 2 5 4 5 4 1 4 4 3 4 4 14 3 4 4 14 3 4 4 14 3 14 14 3 14 14 14 3 14 14 14 14 14 14 14 14 14 14 14 14 14
826 968	(5 832) 1 305 5 848 152 12 109 229 287 (902) (211 405) 29 089 5 819 063 658 304 336 2 321 910 (4 400) 2 976 150	2 365 36 987 1 169 827 1 996 34 991	19 473 	(199) - (1 251) 54 092 569 985 39 331 58 962 (106) (363) - 97 824 472 161 42 618 120 266 - (81) - (134) 89 159 251 828	(9) (8) 6 679 98 331 12 055 16 933 (8) (3) 28 977 69 355 16 332 4 903 (9) 2 073 23 299	(53) - (67) 8 670 55 799 6 062 3 370 (46) (13) - 9 373 46 426 11 850 5 523 - (50) 348 17 671	(46 156) (74 315) 104 044 	3 206 9 (2) (46 1) (7 1) 7 573 4 7 7 33 12 9 (1) (1) 21 (2) 11 4 177 4 7 395 9 9 14 8 479 3 2 889 0 (311 0) (97 9) (2 23 (4 53 3 867 5 41 44 4 4) (4)
826 968 140 662 567 171 (306 700) ss 401 133 npairment	(5 832) 1 305 5 848 152 12 109 229 287 (902) (211 405) 29 089 5 819 063 658 304 336 2 321 910 (4 400) 2 976 150	2 365 36 987 1 169 827 - - 1 996 34 991 3 587 31 035 - - - - - 34 622	19 473 	(199) - (1 251) 54 092 569 985 39 331 58 962 (106) (363) - 97 824 472 161 42 618 120 266 (81) - (134) 89 159 251 828	- (9) - (8) 6 679 98 331 12 055 16 933 (8) (3) - 28 977 69 355 16 332 4 903 - (9) 2 073 23 299 10 132 1 931 (8)	(53) (67) 8 670 55 799 6 062 3 370 (46) (13) 9 373 46 426 11 850 5 523 (50) 348 17 671 4 923 1 167 (28)	(46 156) (74 315) 104 044	3 206 9 (26 (46 11) (26 (46 11) (27 15 (47 15 16 16 16 16 16 16 16 16 16 16 16 16 16
	2WL\$ 000 644 771 182 200 826 971 1 014 232 94 597 (464 058) 644 771 npairment 644 771	ZWL\$ 000 644 771	Land ZWL\$ 000 Buildings ZWL\$ 000 644 771	Land ZWL\$ 000 Buildings ZWL\$ 000 Leasehold improvements ZWL\$ 000 Motor vehicles ZWL\$ 000 644 771 4 956 955	Land ZWL\$ 000 Buildings ZWL\$ 000 improvements ZWL\$ 000 vehicles ZWL\$ 000 Computer ZWL\$ 000 644 771 4 956 955 88 261 319 207 1 814 704 305 863 30 9490 32 97 825 32 97 82 309 97 32 343 31 903 34 90 305 849 305 849 30 94 89 34 90 30 94 30 94 30 94 30 94 30 94 30 94 30 94 30 94	Land ZWL\$ 000 ZW	Land ZWL\$ 000 Buildings ZWL\$ 000 Leasehold Improvements ZWL\$ 000 Whotor ZWL\$ 000 Computer ZWL\$ 000 Equipment ZWL\$ 000 Fittings ZWL\$ 000 644 771 4 956 955 88 261 319 207 1 814 704 639 294 414 497 182 200 965 439 — 24 878 305 863 75 316 33 030 — — — — (48 37) (63) (421) — — 1738 3 149 1 709 82 490 10 183 115 47 826 971 6 017 512 91 410 345 794 2 197 825 724 719 458 582 — 49 058 37 187 253 218 895 343 3464 839 227 631 — 426 035 5 380 12 668 139 035 39 548 8 787 — — (2477) — — (205) (10) (57) — — (2477) — — (256) — — — — 132 454 42 567 <td>Land ZWL\$ 000 ZWL\$ 00</td>	Land ZWL\$ 000 ZWL\$ 00

The carrying amount of the land and buildings is the fair value of the property as determined by a registered internal appraiser having, an appropriate recognised professional qualification and recent experience in the location and category of the property being valued. The Directors also engaged an independent property valuer to perform a reasonableness test on a sample basis, on the inputs and final property values determined by the internal valuer. The valuation was in accordance with the Royal Institute of Chartered Surveyors Appraisal and Valuation Manual and the Real Estate Institute of Zimbabwe Standards

401 133 2 964 041

33 453

In determining the market values of the subject properties, the following

- Comparable market evidence which comprised complete transactions as well as transactions where offers had been made but the transactions had not been finalised, Professional judgement was exercised to take cognisance of the
- fact that properties in the transaction were not exactly comparable in terms of size, quality and location to the properties owned by the group.
 The reasonableness of the market values of commercial properties
- The reasonableness of the market values of commercial properties so determined, per above bullet, was assessed by reference to the properties in the transaction.

 The values per square metre of lettable spaces for both the subject properties and comparables were analysed.

 With regards to market values for residential properties, the comparison method was used. This method entails carrying out a valuation by directly comparing the subject property, which have been sold or rented out. The procedure was performed as follows:
- i. Surveys and data collection on similar past transactions.ii. Analysis of collected data.
- Comparison of the analysis with the subject properties and then

carrying out the valuation of the subject properties. Adjustments

11 609

150 360 3 790 193

- were made to the following aspects:

 a) Age of property state of repair and maintenance,
 b) Aesthetic quality quality of fixtures and fittings,
 c) Structural condition location,
 - d) Accommodation offered size of land.

The maximum useful lives are as

5 856 212 497

40 years 3-5 years 10 years 5 years Buildings Motor vehicles Leasehold improvements Computer equipment

11 244

The carrying amount of buildings would have been ZWL\$1 199 352 701 (December 2020: ZWL\$1 321 646 401) had they been carried at cost. Property and equipment was tested for impairment through comparison with open market values determined by independent valuers.

If the fair value adjustment had been 5% up or down, the Group's other Comprehensive Income would have been ZWL\$56 000 828 (31 December 2020: ZWL\$22 833 919) higher or lower than the reported position.

Included in property and equipment are amounts relating to Right of use assets for buildings that are leased by the Group for periods more than one year. The buildings are used by the Group for its various branches and

The information about the leases for which the Group is a lessee is

Net Book Value





FOR THE YEAR ENDED 31 DECEMBER 2021

		AUDITI	ED	UNAUDI	TED
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
20.1a	Right of use assets Opening balance	121 178	92 651	20 065	3 548
	Additions	39 278	70 988	28 607	27 334 27 334
	Write offs	(10 609)	(8 984)	(4 931)	(2 732)
	Depreciation charge for the year	(85 873)	(33 477)	(17 882)	(8 085)
	Closing balance	63 974	121 178	25 859	20 065
20.1b	Lease liability				
	Opening balance	33 986	28 843	21 144	4 000
	Additions	39 278	70 988	28 607	27 334
	Write-offs	(7 376)	(6 369)	(4 839)	(3 628)
	Interest	4 506	2 810	3 590	1 139 (7 701)
	Repayment Exchange loss on Lease liability	(27 757) 9 062	(21 362)	(21 294) 9 062	(7 701)
	Monetary adjustment	(15 430)	(40 924)	9 002	
	Closing balance	36 270	33 986	36 270	21 144
0.1c	Lease liability maturity analysis				
.0.10	Less than one month	2 177	1204	2 177	749
	One to three months	5 327	2 409	5 327	1 499
	Three to six months	6 532	3 613	6 532	2 248
	Six to twelve months	11 636	7 230	11 636	4 498
	One to five years	13 929	27 402	13 929	17 048
		39 601	41 858	39 601	26 042
20.1d	Amounts recognised in Statement of Profit or Loss				
	Interest on lease liabilities	4 506	2 810	3 590	1 139 8 085
	Depreciation	85 873 90 379	33 477 36 287	17 882 21 472	9 224
20.1e	Amounts recognised in statement of cash flow	27 757	21 362	21 294	7 701
21.	INVESTMENT PROPERTIES				
	Opening balance	4 417 649	4 027 648	2 748 368	558 586
	Additions	205 655	484 172	175 939	236 157
	Disposals	(73 274)	(285 227)	(54 704)	(40 042)
	Transfer from property and equipment	-	46 014	-	2 232
	Write offs	1 619 928	(138 351) 283 393	3 300 355	(50 270) 2 041 705
	Fair valuation gain				

The carrying amount of the investment property is the fair value of the property as determined by a registered internal appraiser having, an appropriate recognised professional qualification and recent experience in the location and category of the property being valued. The Directors also engaged an independent property valuer to perform a reasonableness test on the inputs and final property values determined by the internal valuer. The valuation was in accordance with the Royal Institute of Chartered Surveyors Appraisal and Valuation Manual and the Real Estate Institute of Zimbabwe Standards. Fair values were determined having regard to recent market transactions for similar properties in the same location as the Group's investment properties and in reference to the rental yields applicable to similar properties. The properties were valued as at 31 December

	Valuation technique	Significant observable inputs	Range
Office and Retail properties	Implicit investment approach	Comparable rentals per month, per square meter	ZWL\$ 1 133- ZWL\$ 140 000
Land and Residential property	Market value of similar properties	Comparable rate per square meter	ZWL\$ 1 568 - ZWL\$ 10 000

In arriving at the market value for property, the implicit investment approach was applied based on the capitalisation of income. This method is based on the principle that rentals and capital values are inter-related. Hence given the income produced by a property, its capital value can therefore be estimated. Comparable rentals inferred from properties within the locality of the property based on use, location, size and quality of finishes were used. The rentals were then adjusted per square meter to the lettable areas, being rentals achieved for comparable properties as at 31 December 2021. The rentals are then annualised and a capitalisation factor was applied to arrive at a market value of the property, also inferring on comparable premises which are in the same category as regards the building elements.

In assessing the market value of the residential stands, values of various properties that had been recently sold or which are currently on sale and situated in comparable residential areas were used. Market evidence from other estate agents and local press was also taken into consideration.

The rental income derived from investment properties amounted to ZWL\$ 119,927,140 (December 2020: ZWL\$ 76,209,036) and direct Operating expenses amounted to ZWL\$4 758 681 (December 2020: ZWL\$ 2,962,415). All the Group's lettable Investment properties were occupied as at 31 December 2021.

If the fair value adjustment had been 5% up or down, the Group's profit would have been ZWL\$ 60 974 090 (December 2020: ZWL\$ 10 666 889) $higher\ or\ lower\ the\ reported\ position\ the\ Statement\ of\ Financial\ Position\ would\ be\ ZWLS\ 80\ 996\ 400.$ $higher\ or\ lower\ than\ the\ reported\ position\ than\ the\ position\ than\ the\ reported\ position\ than\ than\ the\ reported\ position\ than\ the\ reported\ position\ than\ the\ reported\ position\ than\ than\ the\ reported\ position\ than\ the\ reported\ position\ than\ the\ reported\ position\ than\ than\ the\ reported\ position\ than\ than\ than\ the\ reported\ position\ than\ than\ the\ position\ than\ t$

		AUDI	TED	UNAUDI	TED
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
22.	INTANGIBLE ASSETS				
	At cost Accumulated amortisation	674 204 (370 067) 304 137	498 231 (299 673) 198 558	273 836 (60 079) 213 757	108 425 (21 223) 87 202
	Movement in intangible assets Opening balance Additions Transfer from property and equipment Write offs Amortisation charge Closing balance Intangible assets are carried at cost less accumulated amortised over a period of 3 years.	198 558 103 786 72 759 (573) (70 393) 304 137	75 283 3 273 158 103 (482) (37 619) 198 558	87 202 119 761 46 156 (323) (39 039) 213 757	2 924 1 397 97 971 (175) (14 915) 87 202
23.	DEFERRED TAXATION				
23.1	Deferred tax asset Deferred tax asset is the amount of income taxes recovera and unused tax credits. The deferred tax included in the Statement of Financial	·	·	mporary differences	unused tax losses
	Assessed losses	1 220 324	43 653	1 220 324	24 248

The deferred tax included in the Statement of	Financial Position are comprise	ed of:		
Assessed losses	1 220 324	43 653	1 220 324	24 248
Credit loss provisions Intangible assets	2 117 416	454 248 -	2 117 416	282 603 5 819
Tax claimable impairments Other	56 258 225 427	87 997 155 887	56 258 224 426	54 745 96 417
	3 619 425	741 785	3 618 424	463 832
Deferred tax liability Deferred tax liability represents the amount of in-	come taxes payable in future yea	ars in respect of taxable	temporary difference	ıç

23.2

	Deferred tax liability represents the amount of income taxe	s payable in future ye	ars in respect of taxable	e temporary differe	nces.
	The deferred tax liability balances included in the State	ment of Financial Pos	ition are comprised of		
	The deferred tax hability balances moladed in the States	nene or i manoiar i os	icion are comprised or	•	
	Intangible assets Equity investments Property and equipment Investment properties Other	28 400 138 408 836 352 385 986 3 459 310 4 848 456	34 837 80 981 675 098 424 386 2 088 524 3 303 826	23 700 138 408 590 449 385 986 2 435 030 3 573 573	77 50 381 280 906 264 025 1 690 736 2 286 125
24.	DEPOSITS				
	Call deposits Savings and other deposits Money market deposits Lines of credit Accrued interest	445 934 116 308 152 13 931 669 423 627 264 759 131 374 141	129 230 87 282 816 16 312 749 817 079 237 737 104 779 611	445 934 116 308 152 13 931 669 423 627 264 759 131 374 141	80 398 54 301 572 10 148 709 508 332 147 904 65 186 915
24.1	Deposits by type Retail Corporate Money market Lines of credit	9 048 843 107 735 669 14 168 002 421 627 131 374 141	6 349 537 81 086 303 16 519 628 824 143 104 779 611	9 048 843 107 735 669 14 168 002 421 627 131 374 141	3 950 260 50 446 513 10 277 415 512 727 65 186 915

Lines of credit relate to borrowings from foreign banks or financial institutions. These have an average tenure of 2.8 years with an average interest rate of 9.2% and are secured by a variety of instruments which include lien over bank accounts, guarantees, treasury bills and sub

Settlement of legacy liabilities and nostro gap accounts

Included in the deposits balance above are amounts that are denominated in USD amounting to US\$145 044 224 (December 2020: US\$ 167 966 227) (being legacy liabilities of US\$50 833 318 (December 2020: US\$52 986 052) and nostro gap accounts of US\$94 210 906 (December 2020: US\$114 980 175)) which are shown at ZW\$15 761 375 643 (December 2020: ZW\$13 737 386 593). These foreign denominated liabilities which are payable on demand are subject to a special settlement arrangement with the RBZ as detailed in Note 26.7 to the financial statements wherein the Reserve Bank of Zimbabwe (RBZ) will provide foreign currency gradually to the Group for all registered legacy liabilities and nostro gap accounts at an exchange rate of 1:1. We note that to date US\$35 432 702 (December 2020: US\$7 267 292) has been made available under this arrangement demonstrating the willingness and capability of the RBZ to honour the settlement arrangement.

The Group has however identified key risks attendant to the legacy liabilities and nostro gap accounts, which risks and respective mitigating strategies are available for inspection at the Company's Registered Offices.

		AUDITED			UNAUDITE				
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	%	RESTATED 31 DEC 2020 ZWL\$ 000	%	HISTORICAL 31 DEC 2021 ZWL\$ 000	%	HISTORICAL 31 DEC 2020 ZWL\$ 000	%
24.3	Sectoral Analysis —								
	Private	11 940 114	9	5 955 354	4	11 940 114	9	3 705 026	4
	Agricultue	4 743 814	4	4 547 838	2	4 743 814	4	2 829 363	2
	Mining	4 721 027	4	2 369 782	1	4 721 027	4	1 474 321	1
	Manufacturing	12 297 264	9	11 000 346	5	12 297 264	9	6 843 685	5
	Distributiorn	16 103 664	12	15 841 167	35	16 103 664	12	9 855 322	35
	Construction	3 518 265	3	3 149 451	1	3 518 265	3	1 959 379	1
	Transport	2 407 161	2	2 153 626	1	2 407 161	2	1 339 843	1
	Communication	1 844 943	1	844 654	-	1 844 943	1	525 488	-
	Services	71 058 638	54	55 607 639	38	71 058 638	54	34 595 380	38
	Financial organisations	2 442 462	2	3 203 650	13	2 442 462	2	1 993 098	13
	Financial and investmer	nts 296 789	-	106 104	-	296 789	-	66 010	-
		131 374 141	100	104 779 611	100	131 374 141	100	65 186 915	100

		AUDI	TED	UNAUI	DITED
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
24.4	Maturity analysis				
	Less than 1 month Between 1 and 3 months Between 3 and 6 months Between 6 months and 1 year Between 1 and 5 years More than 5 year	119 301 857 4 749 930 6 884 853 220 343 214 786 2 372 131 374 141	91 777 346 2 491 608 2 374 839 7 210 691 916 548 8 579 104 779 611	119 301 857 4 749 930 6 884 853 220 343 214 786 2 372 131 374 141	57 097 770 1 550 113 1 477 467 4 486 013 570 215 5 337 65 186 915
	Maturity analysis is based on the remaining period from 33	L December 2021 to co	ontractual maturity.		
25.	INSURANCE LIABILITIES				
	Reinsurance payables (a) Gross outstanding claims (b) Gross unearned premium reserve (c) Deferred reinsurance acquisition reserve (d)	208 353 375 639 331 434 55 071 970 497	305 231 51 830 452 285 79 541 888 887	208 353 375 639 297 395 49 032 930 419	189 895 32 245 281 382 49 485 553 007
25.1	Insurance contract provisions				
	(a) Reinsurance payables Opening balance Premiums ceded during the year Reinsurance paid Monetary adjustment	305 231 764 948 (742 979) (118 847)	125 164 848 950 (485 518) (183 365)	189 895 642 739 (624 281)	17 358 403 033 (230 496)
	Closing balance	208 353	305 231	208 353	189 895
	(b) Gross outstanding claims provision Opening balance Claims incurred Incurred but not yet reported claims provision Claims paid Monetary adjustment	51 830 1 005 769 9 753 (576 713) (115 000)	44 335 219 427 22 103 (192 677) (41 358)	32 245 844 090 9 753 (510 449)	6 149 101 275 13 751 (88 930)
	Closing balance	375 639	51 830	375 639	32 245
	(c) Gross premium reserve Opening balance Written premiums Premiums earned during the year Closing balance	452 285 1 193 590 (1 314 441) 331 434	205 922 1 467 765 (1 221 402) 452 285	281 382 983 158 (967 145) 297 395	28 559 608 879 (356 056) 281 382
	(d) Deferred reinsurance acquisition revenue		Unanneal	Deferred	

	Unearned commissions ZWL\$ 000	Deferred acquisition ZWL\$ 000	Net ZWL\$ 000
31 DEC 2021	AUDITED	INFLATION ADJUS	ΓED
Opening balance Written premiums Earned during the year	79 541 176 722 (201 192) 55 071	79 344 206 304 (221 741) 63 907	197 (29 582) 20 549
Closing balance	55 0/1	63 907	(8 836)
RESTATED 31 DEC 2020 Opening balance Written premiums Earned during the year Closing balance	51 427 205 550 (177 436) 79 541	49 223 219 427 (189 306) 79 344	2 204 (13 877) 11 870 197
	Unearned commissions ZWL\$ 000	Deferred acquisition ZWL\$ 000	Net ZWL\$ 000
31 DEC 2021	UNAL	JDITED HISTORICAL	
Opening balance Written premiums Earned during the year	49 485 149 017 (149 470)	49 363 173 224 (165 151)	122 (24 207) 15 681

Written premiums Earned during the year Closing balance		96 766 (54 413) 49 485	101 275 (58 739) 49 363	(4 509) 4 326 122
	AUDITE	D	UNAUDIT	ED
	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
OTHER LIABILITIES				
Revenue received in advance Sundry creditors Accruals Suspense Provisions	429 035 3 816 596 7 232 761 2 238 914 2 578 840	115 317 11 515 030 1 050 392 877 185 376 493	96 231 3 816 596 7 232 761 2 238 914 2 578 840	28 183 7 163 887 653 484 545 726 76 012

7 132 96 766

305 (4 509)

6 827

Earned during the year Closing balance

Opening balance

27. 27.1

PLOVISIOUS		16 296 146	13 934 417	15 963 342	8 467 292
LIFE FUND Life Fund	Unearned				
	Premium Reserve ZWL\$ 000	Incurred But Not Reported ZWL\$ 000	Annuities Reserve ZWL\$ 000	Revaluation ZWL\$ 000	Total ZWL\$ 000
		AUDITED INF	LATION ADJUSTEI)	
Restated 31 December 2020 Opening balance Transfer from income Monetory adjustment Closing balance	11 425 5 576 (11 199) 5 802	4719 24 (3 676) 1 067	12 227 27 731 (21 037) 18 921	- 132 198 (8 880) 123 318	28 371 165 529 (44 792) 149 108
Audited 31 December 2021 Opening balance Transfer to investment contract liabilities Transfer from income Monetary adjustment Closing balance	5 802 	1 067 - 24 505 (5 225) 20 347	18 921 - 266 613 (138 185) 147 349	123 318 (221) - - 123 097	149 108 (221) 392 322 (143 410) 397 799
	Premium Reserve ZWL\$ 000	Unearned Incurred But Not Reported ZWL\$ 000	Annuities Reserve ZWL\$ 000	Revaluation ZWL\$ 000	Total ZWL\$ 000

	Premium Reserve ZWL\$ 000	Unearned Incurred But Not Reported ZWL\$ 000	Annuities Reserve ZWL\$ 000	Revaluation ZWL\$ 000	Total ZWL\$ 000
	U	NAUDITED HISTOF	RICAL		
31 December 2020					
Opening balance	1584	655	1 696	-	3 935
Transfer from income	2 026	9	10 076	76 719	88 830
Closing balance	3 610	664	11 772	76 719	92 765
24 D					
31 December 2021	2.610	664	44 550	EC E10	02.555
Opening balance Transfer to investment contract liabilities	3 610	664	11 772	76 719	92 765
Transfer to investment contract liabilities Transfer from income	103 397	19 682	182 100	(145)	(145)
				- 76 F71	305 179
Closing balance	107 007	20 346	193 872	76 574	397 799



FOR THE YEAR ENDED 31 DECEMBER 2021



		AUDITED		UNAUDITED	
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
7.2	Life fund liabilities as supported by the following	10.001	0.624	10.001	5.005
	Money market assets Prescribed assets	18 021 47 478	9 631 19 578	18 021 47 478	5 992 12 180
	Investment property Listed equity investment	79 202 253 098 397 799	51 245 68 654 149 108	79 202 253 098 397 799	31 881 42 712 92 76 5
3.	LIFE ASSURANCE INVESTMENT CONTRACT				
	LIABILITIES				
8.1	Life assurance investment contract liabilities movement Opening balance	23 508	24 582	14 625	3 409
	Interest on GEP fund Fund management expenses	27 327 (1 459)	23 776 (1 186)	27 327 (1 459)	11 925 (310)
	GEP Investments GEP withdrawals Transfer from life fund	33 399 (7 596) 221	2 207 (4 423)	33 399 (7 595) 145	757 (1 156)
	Transfer from Income Monetary adjustment	(4 122) (8 736)	- - (21 448)	(3 900)	-
	Closing balance	62 542	23 508	62 542	14 625
3.2	Life assurance investment contract liabilities are supported by the following net assets				
	Money market assets Cash	8 483 209	1 654 2 414	8 483 209	1 029 1 502
	Prescribed assets Listed equity Investment	57 872 (4 022)	9 965 4 764	57 872 (4 022)	6 199 2 964
	Investment property	62 542	4 711 23 508	62 542	2 931 14 62 5
	CATEGORIES OF FINANCIAL LIABILITIES				
	The Group's financial liabilities are carried at amortised cost	as follows:			
	Deposits Other liabilities	131 374 141 3 816 596	104 779 610 11 515 030	131 374 141 3 816 596	65 186 915 7 163 887
	Lease liability	36 270 135 227 007	33 986 116 328 626	36 270 135 227 007	21 144 72 371 946
	EQUITY AND RESERVES				
.1	Share capital				
	Authorised 1 000 000 000 ordinary shares of ZWLS 0.01 each	10 000 000	10 000 000	10 000 000	10 000 000
				IMAID	TED.
		AUDIT INFLATION ADJUSTED	RESTATED	UNAUDI Historical	HISTORICA
		31 DEC 2021 Shares 000	31 DEC 2020 SHARES 000	31 DEC 2021 Shares 000	31 DEC 2020 SHARES 000
	Issued and fully paid	522 016	522 016	522 016	522 016
		AUDIT		UNAUDI	
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAI 31 DEC 2020 ZWL\$ 000
	Share capital	269 075	269 076	5 220	5 220
.2	Share premium	1 644 307	1 644 307	33 876	33 876
.3	Revaluation reserve				
	Opening balance Net revaluation gain	3 800 006 1 250 299	196 419 411 812	2 892 977 2 897 733	592 078 2 525 533
	Intercategory transfer Closing balance	5 050 305	3 191 775 3 800 006	5 790 710	(224 634) 2 892 977
.4	Retained earnings Revenue reserve comprises:				
	Opening balance Profit for the year	21 291 767 7 707 813	13 923 259 8 155 428	7 126 176 16 163 848	1 149 527 6 145 925
	Intercategory transfer Dividend paid	- (2 558 788)	72 373 (859 293)	(2 025 509)	306 700 (475 976
	Datained country	26 440 792	21 291 767	21 264 515	7 126 176
	Retained earnings comprises: Holding company Subsidiary companies	203 143	21 260 932	(781 325)	(17 099)
	Subsidiary companies Effect of consolidation journals	26 136 506 101 143 26 440 792	116 258 (85 423) 21 291 767	21 812 116 233 724 21 264 515	7 264 266 (120 991 7 126 17 6
.5	Non-controlling Interests		,		
	Non-controlling interests comprise:	, , , , ,	2.007	2.027	
	Opening balance Profit for the year Other comprehensive income	4 436 (824)	3 927 (143)	2 907 331	420 1 142
	Other comprehensive income Rights Issue	761 - 4 373	30 622 4 436	1 719 - 4 957	1 000 345 2 90 7
.6	Fair value reserve				
	Opening balance Intercategory transfer	1187 438	622 353 399 412	923 754	164 808 10 042
	Other comprehensive income	418 284 1 605 722	165 673 1187 438	1 040 256 1 964 010	748 904 923 75 4
	F!	127 414	3 662 103	79 270	91 524
0.7	Foreign currency translation reserve Opening balance				(92 108
0.7	Poreign currency translation reserve Opening balance Intercategory transfer Exchange gain/(loss) on translation of a foreign subsidiary	82 336	(3 663 562) 128 873	(2 241)	79 854
0.7	Opening balance Intercategory transfer	-		(2 241) 77 029 569 951	79 854 79 27 0

The Group adopted the Internal Capital Adequacy Assessment Policy (ICAAP) which enunciates CBZ Holding's approach, assessment and management of risk and capital from an internal perspective that is over and above the minimum regulatory rules and capital requirements of Basel II. The primary objective of the Group's capital management is to ensure that the Group complies with externally imposed capital requirements and economic capital requirements which is risk based capital requirements. The Group maintains strong credit ratings and healthy capital ratios in order to support its business and maximise shareholder value. ICAAP incorporates a capital management framework designed to satisfy the needs of key stakeholders i.e. depositors, regulators, rating agencies who have specific interest in its capital adequacy and optimal risk taking to ensure its going concern status (solvency). The focus is also targeted at meeting the expectations of those stakeholders i.e. shareholders, analysts, investors, clients and the general public who are interested in looking at the profitability of the Group vis-à-vis assumed levels of risk (risk versus return).

32.	CONTINGENCIES AND COMMITMENT AUDITED			UNAUDITED		
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000	
	Guarantees	167 379 167 379	115 332 115 332	167 379 167 379	71 752 71 752	
	Capital Commitments Authorised and contracted for Authorised but not yet contracted for	- -	1 355	-	843	
		-	1 355		843	
	The capital commitments will be funded from the Grou	p`s own resources.				
33.	FUNDS UNDER MANAGEMENT					
	Pensions Institutional & individual clients - Equities Institutional & individual clients - Fixed Income Unit trust	23 589 466 14 031 351 83 559 665 659 38 370 035	11 454 505 6 888 583 - 32 562 18 375 650	23 589 466 14 031 351 83 559 665 659 38 370 035	7 126 232 4 285 619 - 20 258 11 432 109	

OPERATING SEGMENTS

The Group is comprised of the following operating segments:

Banking Operations

banking products

banking corporate

through retail

and merchant

banking and

portfolios

through the treasury function.







Asset Management Provides fund management services to a wide spectrum of investors through placement of either pooled portfolios or individual

portfolios.

Insurance **Operations** and Life provides Risk Advisory Services to its clients as insurance

05 4 06 9 07 **4** Property Investments arm of the Group.

Agro Business farming loans to farmers both individual

Micro Finance services to the informal sector, SMEs, Civil Servants, small holder farmers and all those who are gainfully

employed.

Other Operations provided by the Group include by the Holding Company.

The table below shows the segment operational results for the year ended 31 December 2021:

34.1 Segment operational results

			AUDITI	ED INFLATI	ON ADJUS	TED				
	Commercial banking ZWL\$ 000	Mortgage finance ZWL\$ 000	Asset management ZWL\$ 000	Insurance operations ZWL\$ 000	Property investment ZWL\$ 000	Agro business ZWL\$ 000	Micro Finance ZWL\$ 000		Elimination of intersegment amounts ZWL\$ 000	Consolidated ZWL\$ 000
INCOME										
Net interest income for the	20 406 381	(E70 2E6)	(10 044)	(17 690)	(6 499)	(115 374)	997 951	(1 642 800)	3 888	19 037 557
year ended 31 Dec 2021 Net interest income for the	20 400 301	(578 256)	(10 044)	(17 090)	(0 499)	(115 374)	997 931	(1 042 000)	3 000	19 037 337
year ended 31 Dec 2020	9 076 136	39 747	(9 617)	1 634	(2 930)	(2 765 976)	45 125	(461 514)	3 769	5 926 374
Non-interest income for the										
year ended 31 Dec 2021 Non-interest income for the	10 958 086	937 644	533 256	862 246	794 531	8 401 503	85 946	5 025 364	(4 501 277)	23 097 299
year ended 31 Dec 2020	16 675 435	(5 172 114)	(8 332)	245 679	172 131	6 379 199	42 447	1 702 929	(2 963 202)	17 074 172
Net underwriting income for th	e									
year ended 31 Dec 2021	-	-	-	373 591	-	-	-	-	39 620	413 211
Net underwriting income for the year ended 31 Dec 2020				485 955					(22 620)	463 335
•	_	_		400 900	_	_	_	_	(22 020)	403 333
Total income for the year ended 31 Dec 2021	31 364 467	359 388	523 212	1 218 147	788 032	8 286 129	1 083 897	3 382 564	(4 457 769)	42 548 067
Total income for the year									, ,	
ended 31 Dec 2020	25 751 571	(5 132 367)	(17 949)	733 268	169 201	3 613 223	87 572	1 241 415	(2 982 053)	23 463 881
Depreciation and amortisation		445 505				40.000		40.045	(07.000)	Was 040
the year ended 31 Dec 2021 Depreciation and amortisation for	475 175	115 727	3 438	36 272	6 413	42 092	9 122	40 945	(27 338)	701 846
the year ended 31 Dec 2020	282 819	109 284	8 719	41 820	2 747	13 430	5 932	21 375	(16 783)	469 343
Impairment of assets for the										
year ended 31 Dec 2021	1 901 845	95 377	633	22 267	7 942	6 211 302	25 798	-	(908 699)	7 356 465
Impairment of assets for the year ended 31 Dec 2020	860 931	54 548	_	24 780	_	601 227	5 373	_	_	1 546 859
Results										
Profit before taxation for the										
year ended 31 Dec 2021 Profit before taxation for the	9 963 523	1 324 238	5 863	233 777	597 306	(1 737 897)	458 400	1 976 320	(2 150 960)	10 670 570
year ended 31 Dec 2020	15 991 220	(6 251 375)	(434 434)	(179 821)	(54 901)	2 879 691	16 722	777 209	(1 115 197)	11 629 114
Cash flows:										
Used in operating activities for	23 787 424	440.040	704 000	000 457	222 522	00 540 000	(004 040)	(405.007)	(00.070.400)	05 050 000
the year ended 31 Dec 2021 Used in operating activities for	23 /8/ 424	410 843	731 628	233 457	237 360	23 549 808	(201 213)	(425 227)	(22 373 420)	25 950 660
the year ended 31 Dec 2020	7 386 818	736 673	53 464	86 199	133 593	(16 875 806)	(325 674)	1 098 791	11 730 585	4 024 643
Used in investing activities for										
the year ended 31 Dec 2021 Used in investing activities for	(583 231)	(12 371)	(49 592)	(162 145)	(219 185)	(73 433)	(35 587)	(203 356)	300 041	(1 038 859)
the year ended 31 Dec 2020	(406 534)	(33 409)	(28 656)	(1 821)	(348 893)	(79 070)	(5 723)	(1 725 335)	345 355	(2 284 086)
Used in financing activities for										
the year ended 31 Dec 2021	(2 684 864)	(4 389)	(9 907)	(875)	(2 951)	(146 387)	50 259	(2 566 617)	2 779 186	(2 586 545)
Used in financing activities for the year ended 31 Dec 2020	(432 681)	(347 173)	(3 850)	(853)	(1 260)	(405 752)	361 588	(1 246 381)	1 196 329	(880 033)
Total assets and liabilities Reportable segment liabilities t	lor									
the year ended 31 Dec 2021	137 447 771	8 447 276	1 166 652	2 202 058	934 067	42 826 956	110 018	927 417	(39 553 802)	154 508 413
Reportable segment liabilities for the year ended 31 Dec 2020	107 972 417	9 498 510	1 113 125	1 371 814	551 327	10 622 224	63 677	534 612	(7 541 294)	124 186 412
	131 312 411	0 430 310	1 110 120	10/1014	551 521	10 022 224	03 077	004 012	(1 541 234)	124 100 412
Total segment assets for the year ended 31 Dec 2021	164 770 930	8 278 184	957 790	3 508 224	3 094 303	46 669 973	833 677	4 125 962	(41 936 355)	190 302 688
Total segment assets for the									, ,	
year ended 31 Dec 2020	131 727 984	7 225 894	1 021 162	2 374 591	1 790 078	14 518 242	428 385	3 680 791	(10 256 272)	152 510 855

				NAUDITED	LUCTORIC					
	Commercial	Martaga		NAUDITED			Mioro		Elimination of	
	Commercial banking ZWL\$ 000	Mortgage finance ZWL\$ 000	Asset management ZWL\$ 000	Insurance operations ZWL\$ 000	Property investment ZWL\$ 000	Agro business ZWL\$ 000	Micro Finance ZWL\$ 000	Other operations ZWL\$ 000	intersegment amounts ZWL\$ 000	Consolidated ZWL\$ 000
NCOME										
Net Interest Income for the year ended 31 Dec 2021 Net Interest Income for the	16 377 592	(411 686)	(7 860)	(14 631)	(6 021)	1 846 904	805 777	(1 320 162)	3 059	17 272 972
rear ended 31 Dec 2020	4 403 281	(53 849)	(5 080)	557	(979)	(1 353 606)	25 579	(256 031)	1 486	2 761 358
lon-Interest income for the rear ended 31 Dec 2021 Ion-interest income for the	9 583 262	1 361 317	561 271	1 055 463	1 268 672	7 188 779	65 997	4 519 174	(3 522 079)	22 081 856
/ear ended 31 Dec 2020	9 808 837	(2 562 431)	58 905	444 565	536 097	2 842 474	25 071	1 133 478	(1 120 192)	11 166 804
Net underwriting income for the vear ended 31 Dec 2021 Net underwriting income for the	-	-	-	233 519	-	-	-	-	29 945	263 464
year ended 31 Dec 2020	-	-	-	104 808	-	-	-	-	(4 148)	100 660
Total income for the year ended 31 Dec 2021 Total income for the year	25 960 854	949 631	553 410	1 274 350	1 262 651	9 035 683	871 774	3 199 012	(3 489 073)	39 618 292
ended 31 Dec 2020	14 212 118	(2 616 280)	53 825	549 930	535 119	1 488 869	50 650	877 448	(1 122 857)	14 028 822
Depreciation and amortisation Depreciation and amortisation	240 468 110 336	71 802 34 792	2 707 1 318	9 410 5 335	2 146 729	16 777 3 051	3 412 -	9 339 4 882	(4 093) (2 120)	351 968 158 323
mpairment of assets for the year ended 31 Dec 2021 mpairment of assets for the	1 901 845	95 377	633	22 267	7 942	6 211 302	25 798	-	(908 699)	7 356 465
/ear ended 31 Dec 2020	535 614	33 936	11	15 416	-	374 044	(3 332)	-	-	955 689
Results Profit before taxation for the year ended 31 Dec 2021	15 302 452	(463 775)	70 386	439 501	1 007 480	1 603 325	599 882	1 260 275	(1 539 797)	18 279 729
Profit after taxation for the year ended 31 Dec 2020	11 085 688	(3 076 196)	(197 069)	244 844	419 920	514 313	14 359	429 020	(547 471)	8 887 408
ash flows:										
Ised in operating activities for he year ended 31 Dec 2021	20 459 720	402 976	68 795	200 647	228 116	16 942 602	(25 802)	(528 564)	(15 011 853)	22 736 637
Jsed in operating activities for the rear ended 31 Dec 2020	(90 439)	299 349	13 284	78 522	188 535	(8 659 784)	(219 213)	29 152	9 442 633	1 082 039
Ised in investing activities for he year ended 31 Dec 2021 Ised in investing activities for the	(538 776)	(10 626)	(40 332)	(169 263)	(211 610)	(59 726)	(33 088)	(181 455)	260 408	(984 468
year ended 31 Dec 2020	(128 926)	(16 350)	(7 180)	(47 907)	(183 475)	(35 443)	(1 900)	(690 626)	215 290	(896 517
Ised in financing activities for he year ended 31 Dec 2021 Ised in financing activities for	(2 011 229)	(2 834)	(8 103)	(2 330)	(2 330)	(107 324)	37 546	(2 031 625)	2 081 426	(2 046 803
he year ended 31 Dec 2020	(156 042)	(72)	(746)	21 285	(280)	(353)	209 302	(821)	(555 605)	(483 332
	or 135 883 294	8 447 276	1 165 165	2 157 066	929 774	42 822 691	107 084	915 127	(39 566 829)	152 860 648
Reportable segment liabilities for the year ended 31 Dec 2020	67 281 507	5 908 513	689 410	849 521	287 922	6 606 514	37 912	324 024	(4 695 858)	77 289 465
otal segment assets for the										
otal segment assets for the	158 174 063	7 896 193	949 761	3 424 821	2 657 122	46 438 527	812 113	1 438 775	(39 220 459)	182 570 916
year ended 31 Dec 2020	78 242 948	4 248 136	604 553	1 424 495	880 439	6 765 649	254 608	902 849	(4 970 032)	88 353 645







UNAUDITED

FOR THE YEAR ENDED 31 DECEMBER 2021

RELATED PARTIES

The Group does not have an ultimate parent as it is owned by several shareholders none of which has a controlling interest. The Group has related party relationships with its Directors and key management employees, their companies and close family members. The Group carries out banking and investment related transactions with various companies related to its shareholders, all of which were undertaken at arm's length and in compliance with the relevant Banking Regulations.

Loans and advances to Directors' companies

INFLATION ADJUSTED											
	Gross limits	Gross limits ZWL\$ 000 Utilised limits ZWL\$ 000 Value of security ZWL\$ 00									
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020					
Loans to directors' companies	_	482	-	442	_	651					

	UNAUDITED HISTORICAL											
	Gross limits	ZWL\$ 000	Utilised limit	s ZWL\$ 000	Value of security ZWL\$ 000							
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020						
Loans to directors' companies	_	300	_	275	-	405						

The loans to directors' companies above include companies directly owned or significantly influenced by executive and non-executive directors and/or their close family members. The loans above are provided at commercial terms with interest rates ranging from 10% to 12% and a tenure ranging from 1 month to 3 years. The loans to directors and key management personnel are shown in note 12.3.

		AUDI	TED	UNAUI	DITED
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
	Transactions with Directors' companies Interest income Commission and fee income	-	358 14 373	:	122 5 127
36.	CLOSING EXCHANGE RATES	-	373		127
	USD ZAR GBP EUR	108.666 0.146 146.699 122.934	81.787 0.179 111.467 100.508	108.666 0.146 146.699 122.934	81.787 0.179 111.467 100.508

37. **RISK MANAGEMENT**

37.1 Risk overview

CBZ Group Enterprise Wide Risk Management Framework is anchored on the desire to uphold a High Risk Management and Compliance Culture as one of the major strategic thrusts and is supported by a clearly defined risk appetite in terms of various key exposures. This approach has given direction to the Group's overall Going Concern underpinned by robust strategic planning and policies. Through the CBZ Group risk management function, the Group regularly carries risk analysis through value at risk (VaR) assessments, stress testing as well as simulations to ensure that there is congruency or proper alignment between its strategic focus and its desired risk appetite.

The Group's risk management framework looks at enterprise wide risks and recognises that for effective risk management to take root, it has to be structured in terms of acceptable appetite, defined responsibility, accountability and independent validation of set processes. The Group Board is responsible for setting and reviewing the risk appetite as well as Group Policies. Management and staff are responsible for the implementation of strategies aimed at the management and control of the risks that fall within their strategic organisational responsibilities. The CBZ Group Enterprise Wide Risk Management function is responsible for ensuring that the Group's risk taking remains within the set risk benchmarks. The Group Internal Audit function on the other hand provides independent assurance on the adequacy and effectiveness of the deployed risk

The CBZ Group Enterprise Wide Governance and Compliance Unit evaluates quality of compliance with policies, processes and governance structures. In terms of risk governance, the Group Board has delegated authority to the following Group Board Committees whose membership consists of Non - Executive Directors of the Group:

Risk Management & Compliance Committee – has the responsibility for oversight and review of prudential risks comprising of but not limited to credit, liquidity, interest rate, exchange, investment, operational, equities, insurance, security, technological, reputational and compliance. Its other responsibilities include reviewing the adequacy and effectiveness of the Group's risk management policies, systems and controls as well as the implications of proposed regulatory changes to the Group. It receives consolidated quarterly risk and compliance related reports from the Group Executive Management Committee (Group EXCO) and Group Risk Management Sub-Committee. The committee governance structures ensure that approval authority and risk management responsibilities are cascaded down from the Board through to the appropriate business units and functional committees. Its recommendations are submitted to the Group Board.

Audit & Finance Committee – manages financial risk related to ensuring that the Group's financial results are prepared in line with the International Financial Reporting Standards. This committee is responsible for capital management policy as well as the adequacy of the Group's prudential capital requirements taking into account the Group's risk appetite. The committee is also tasked with the responsibility of ensuring that efficient tax management systems are in place and that the Group is in full compliance with tax regulations

Human Resources & Remunerations Committee – is accountable for people related risks and ensures that the Group has the optimal numbers as well as the right mix in terms of skills and experience for the implementation of the Group's strategy. The committee also looks at succession planning, the welfare of Group staff as well as the positive application of the Group's Code of Ethics.

This is the risk of potential loss arising from the probability of borrowers and or counterparties failing to meet their repayment commitments to the Group as and when they fall due in accordance with agreed terms and conditions.

Credit risk management framework

Credit risk is managed through a framework of credit policies and standards covering the identification, management, measurement and control of credit risk. These policies are approved by the Board, which also delegates credit approvals as well as loans reviews to designated sub committees within the Group. Credit origination and approval roles are segregated.

The Group uses an internal rating system based on internal estimates of probability of default over a one year horizon and customers are assessed against a range of both quantitative and qualitative factors. Credit concentration risk is managed within set benchmarks by counterparty or a group of connected counterparties, by sector, maturity profile and by credit rating. Concentration is monitored and audited through the responsible risk

The Group through credit originating units as well as approving committees regularly monitors credit exposures, portfolio performance and external environmental factors that are likely to impact on the credit book. Through this process, clients or portfolios that exhibit material credit weaknesses are put on watch for close monitoring or exiting of such relationships where restructuring is not possible. Those exposures which are beyond restructuring are downgraded to Recoveries and Collections Unit.

Credit mitigation

Credit mitigation is employed in the Group through taking collateral, credit insurance and other guarantees. The Group is guided by considerations related to legal certainty, enforceability, market valuation and the risk related to guarantors in deciding which securities to accept from clients. Types of collateral that are eligible for risk mitigation include cash, mortgages over residential, commercial and industrial property, plant and machinery, marketable securities, guarantees, assignment of crop or export proceeds, leasebacks and stop-orders

37.3 (a) Credit risk exposure

The table below shows the maximum exposure to credit risk for the components of the statement of financial position.

	AUDI	TED .	UNAUD	ITED
	INFLATION ADJUSTED	RESTATED	HISTORICAL	HISTORICAL
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020
	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000
Balances with banks	22 439 162	19 721 690	22 439 162	12 269 526
Money market assets	24 353 609	12 189 859	24 353 609	7 583 721
Financial securities	964 517	1 579 852	964 517	982 879
Loans and advances to customers	55 901 268	47 319 306	55 901 268	29 438 930
Other assets	34 874 579	29 028771	34 874 579	18 059 774
Total	138 533 135	109 839 478	138 533 135	68 334 830
Financial guarantees	167 379	115 332	167 379	71 752
Loans Commitments	4 295 562	1 355	4 295 562	843
Total	4 462 941	116 687	4 462 941	72 595

Where financial instruments are recorded at fair value the amounts shown above represent the current credit risk exposure but not maximum risk exposure that could arise in the future as a result of changes in value

The Group held cash and cash equivalents of ZWL\$ 28 820 826 780(2020: ZWL\$19 695 607 745) (excluding notes and coins) as at 31 December 2021 which represents its maximum credit exposure on these assets. The cash and cash equivalents are held with the Central Bank and foreign banks.

37.3(b) An industry sector analysis of the Group's loans and advances before and after taking into account collateral held is as follows:

	INFLATION	ADJUSTED	REST	ATED				
	31 DEC 2021 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2020 ZWL\$ 000
	Net maximum exposure (not Gross maximum exposure	covered by mortgage security)						
Private	6 409 832	2 173 257	3 399 024	87 463 733	6 409 832	2 173 257	2 114 646	262 550
Agriculture	32 342 613	8 093 516	27 195 419	25 841 091	32 342 613	8 093 516	16 919 185	2 698 183
Mining	4 711 989	4 266 182	4 960 576	10 143 456	4 711 989	4 266 182	3 086 141	1 160 801
Manufacturing	2 778 250	1 145 790	1 315 830	26 759 704	2 778 250	1 145 790	818 622	249 977
Distribution	11 466 881	5 222 308	9 678 370	25 914 806	11 466 881	5 222 308	6 021 239	125 694
Construction	120 251	_	87 690	202 979	120 251	_	54 555	6 288
Transport	87 977	443	115 969	261 510	87 977	443	72 148	39 782
Communication	_	_	4 692	111 352	_	_	2 919	2 919
Services	5 604 112	3 142 421	1 987 329	31 565 626	5 604 112	3 142 421	1 236 384	804 993
Financial organisations	450 522	4 262 709	443 324	2 523 312 044	450 522	4 262 709	275 807	1 219 113
Gross value	63 972 427	28 306 626	49 188 223	2 731 576 301	63 972 427	28 306 626	30 601 646	6 570 300

	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
Collateral				_
Government Guarantee	25 399 589	24 186 828	25 399 589	15 047 438
Cash cover	98 618	2 327 513	98 618	1 448 024
Collateral (mortgage security)	9 199 417	6 271 211	9 199 417	3 901 531
Notarial general covering bonds	9 670 394	17 556 511	9 670 394	10 922 495
	44 368 018	50 342 063	44 368 018	31 319 488

The Group holds collateral against loans and advances to customers in the form of mortgage bonds over property, other registered securities over assets, quarantees, cash cover, assignment of crop or export proceeds, leasebacks and stop-orders. Estimates of fair values are based on the value of collateral assessed at the time of borrowing, and are regularly aligned to trends in the market.

37.3 (c) Credit quality per class of financial assets

Loans and advances to customers

The table below shows the credit quality and the maximum exposure to credit risk based on the Group's internal credit rating system and year end stage classification. The amounts presented are gross of impairment allowances. Details of the Group's internal grading system are explained in Note 37.3.1

	AUDITED INFLATION ADJUSTED											
	SRS Rating	Stage 1 2	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		ZWL\$ 000	Total ZWL\$ 000				
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020			
Internal rating grade												
Performing	"1 – 3c"	21 285 269	21 555 319	69 059	584 495	-	-	21 354 328	22 139 814			
Special mention	"4a – 7c"	7 481 273	26 102 376	6 924 733	814 606	-	-	14 406 006	26 916 982			
Non- performing	"8 – 10"	-	-	-	-	28 212 093	131 427	28 212 093	131 427			
Total		28 766 542	47 657 695	6 993 792	1 399 101	28 212 093	131 427	63 972 427	49 188 223			

	UNAUDITED HISTORICAL											
	SRS Rating	Stage 1 Z	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		ZWL\$ 000	Total ZWL\$ 000				
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020			
Internal rating grade												
Performing	"1 – 3c"	21 285 269	13 410 288	69 059	363 634	-	-	21 354 328	13 773 922			
Special mention	"4a – 7c"	7 481 273	16 239 165	6 924 733	506 794	-	-	14 406 006	16 745 959			
Non- performing	"8 – 10"	-	-	-	-	28 212 093	81 765	28 212 093	81 765			
Total		28 766 542	29 649 453	6 993 792	870 428	28 212 093	81 765	63 972 427	30 601 646			

(ii) An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to loans and advances is as

GROSS CARRYING AMOUN	ROSS CARRYING AMOUNT AUDITED INFLATION ADJUSTED										
	Stage 1	ZWL\$ 000	Stage 2 Z	:WL\$ 000	Stage 3 2	:WL\$ 000	Total ZWL\$ 000				
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020			
Opening balance	47 657 695	22 396 887	1 399 101	591 262	131 427	737 587	49 188 223	23 725 736			
New assets originated or purchased (excluding write offs)	34 768 483	86 744 209	267 763	6 969 694	38 631 060	41 772	73 667 306	93 755 675			
Transfers (from)/to Stage 1	(34 695 710)	(2 388 387)	10 274 787	2 052 575	21 057 213	335 812	(3 363 710)	-			
Transfers to/(from) Stage 2	1 945 141	5 281 248	(1 974 538)	(5 745 597)	217 978	464 349	188 581	-			
Transfers to/(from) Stage 3	91 639	3 581	1 940	162 692	(84 695)	(166 273)	8 884	-			
Repayments during the period	(6 331 910)	(2 402 296)	(505 711)	(847 900)	(41 075)	(582 791)	(6 878 696)	(3 832 987)			
Amounts written off	-	-	-	-	(13 334)	(129 755)	(13 334)	(129 755)			
Monetary adjustment	(14 668 796)	(61 977 547)	(2 469 550)	(1 783 625)	(31 686 481)	(569 274)	(48 824 827)	(64 330 446)			
Gross loans and advances to customers	28 766 542	47 657 695	6 993 792	1 399 101	28 212 093	131 427	63 972 427	49 188 223			
ECL allowance	(896 342)	(1 689 444)	(726 303)	(109 251)	(6 448 514)	(70 222)	(8 071 159)	(1 868 917)			
Net loans and advances to customers	27 870 200	45 968 251	6 267 489	1 289 850	21 763 579	61 205	55 901 268	47 319 306			

GROSS CARRYING AMOUNT UNAUDITED HISTORICAL											
	Stage 1	ZWL\$ 000	Stage 2 7	Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		/L\$ 000			
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020			
Opening balance	29 649 453	3 106 176	870 427	82 000	81 765	93 197	30 601 645	3 281 373			
New assets originated or purchased (excluding write offs)	26 403 578	26 392 930	81 498	2 120 542	11 753 953	12 499	38 239 029	28 525 971			
Transfers (from)/to Stage 1	(24 280 678)	(726 688)	7 962 428	624 514	16 318 250	102 174	-	-			
Transfers to/(from) Stage 2	1 361 243	1 606 864	(1 530 165)	(1 748 147)	168 922	141 283	-	-			
Transfers to/(from) Stage 3	64 130	1 090	1 503	49 500	(65 633)	(50 590)	-	-			
Repayments during the period	(4 431 184)	(730 919)	(391 899)	(257 981)	(31 833)	(177 319)	(4 854 916)	(1 166 219)			
Amounts written off	-	-	-	-	(13 331)	(39 479)	(13 331)	(39 479)			
Gross loans and advances to customers	28 766 542	29 649 453	6 993 792	870 428	28 212 093	81 765	63 972 427	30 601 646			
ECL allowance	(896 342)	(1 051 060)	(726 303)	(67 969)	(6 448 514)	(43 687)	(8 071 159)	(1 162 716)			
Net loans and advances to customers	27 870 200	28 598 393	6 267 489	802 459	21 763 579	38 078	55 901 268	29 438 930			

ECL RECONCILIATION		AUDITED INFLATION ADJUSTED								
	Stage 1	ZWL\$ 000	Stage 2	ZWL\$ 000	Stage 3 ZWL\$ 000		Total ZWL\$ 000			
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020		
Opening balance	1 689 444	1 375 947	109 251	151 856	70 222	466 386	1 868 917	1 994 189		
New assets originated or purchased	2 053 929	3 037 987	5 177	659 887	7 157 162	37 857	9 216 268	3 735 731		
Transfers (from)/to Stage 1	(2 112 892)	(331 650)	1 051 703	151 787	1 061 189	179 863	_	-		
Transfers to/(from) Stage 2	27 819	208 405	(113 103)	(555 930)	85 284	347 525	_	-		
Transfers to/(from) Stage 3	2 502	109	953	10 794	(3 455)	(10 903)	_	-		
Amounts written off	-	(79 274)	-	(101 813)	(14 347)	(486 794)	(14 347)	(667 881)		
Monetary adjustment	(593 448)	(2 513 725)	(232 470)	(196 864)	(1 886 552)	(357 062)	(2 712 470)	(3 067 651)		
Amounts paid off	(171 012)	(8 355)	(95 208)	(10 466)	(20 989)	(106 650)	(287 209)	(125 471)		
Closing balance	896 342	1 689 444	726 303	109 251	6 448 514	70 222	8 071 159	1 868 917		



FOR THE YEAR ENDED 31 DECEMBER 2021

ECL RECONCILIATION	IATION UNAUDITED HISTORICAL									
	Stage 1 2	ZWL\$ 000	Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000			
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020		
Opening balance	1 051 060	190 828	67 969	21 059	43 687	55 585	1 162 716	267 472		
New assets originated or purchased	1 591 692	924 361	4 011	200 751	5 546 427	11 515	7 142 130	1 136 627		
Transfers (from)/to Stage 1	(1 637 383)	(100 907)	815 015	46 182	822 368	54 725	-	-		
Transfers to/(from) Stage 2	21 558	63 407	(87 649)	(169 146)	66 091	105 739	-	-		
Transfers to/(from) Stage 3	1 939	33	738	3 284	(2 677)	(3 317)	-	-		
Amounts written off	-	(24 120)	-	(30 977)	(11 118)	(148 111)	(11 118)	(203 208)		
Amounts paid off	(132 524)	(2 542)	(73 781)	(3 184)	(16 264)	(32 449)	(222 569)	(38 175)		
Closing balance	896 342	1 051 060	726 303	67 969	6 448 514	43 687	8 071 159	1 162 716		

b. Financial Securities

The table below shows the credit quality and the maximum exposure to credit risk based on the Group's internal credit rating system and yearend stage classification. The amounts presented are gross of impairment allowances. Details of the Group's internal grading system are explained

	AUDITED INFLATION ADJUSTED												
	SRS Rating	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000					
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020				
Internal rating grade													
Performing	"1 – 3c"	978 926	1 589 504	-	-	-	-	978 926	1 589 504				
Total		978 926	1 589 504	-	-	-	-	978 926	1 589 504				

	UNAUDITED HISTORICAL												
	SRS Rating	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000					
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020				
Internal rating grade													
Performing	"1 – 3c"	978 926	988 884	-	-	-	-	978 926	988 884				
Total		978 926	988 884	-	-	-	-	978 926	988 884				

(ii). An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to financial securities as

	INFLATION ADJUSTED												
	Stage 1 2	WL\$ 000	Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZV	VL\$ 000					
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020					
Opening balance	1 589 504	8 593 636	-	-	-	-	1 589 504	8 593 636					
Monetary adjustment	(597 728)	(6 346 788)	-	-	-	-	(597 728)	(6 346 788)					
Maturities during the period	(12 850)	(657 344)	-	-	-	-	(12 850)	(657 344)					
Gross financial securities	978 926	1 589 504	-	-	-	-	978 926	1 589 504					
ECL allowance	(14 409)	(9 652)		-	-	-	(14 409)	(9 652)					
Closing balance	964 517	1 579 852	-	-	-	-	964 517	1 579 852					

UNAUDITED HISTORICAL											
	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000				
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020			
Opening balance	988 884	1 191 832	-	-	-	-	988 884	1 191 832			
Maturities during the period	(9 958)	(202 948)	-	-	-	-	(9 958)	(202 948)			
Gross financial securities	978 926	988 884	-	-	-	-	978 926	988 884			
ECL allowance	(14 409)	(6 005)	-	-	-	-	(14 409)	(6 005)			
Closing balance	964 517	982 879	-	-	-	-	964 517	982 879			

c. Money market asset

(i) The table below shows the credit quality and the maximum exposure to credit risk based on the Group's internal credit rating system and year end stage classification. The amounts presented are gross of impairment allowances. Details of the Group's internal grading system are explained in Note 37.3.1

	AUDITED INFLATION ADJUSTED												
	SRS Rating	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000					
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020				
Internal rating grade													
Performing	"1 – 3c"	24 430 988	12 209 924	-	-	-	-	24 430 988	12 209 924				
Total		24 430 988	12 209 924	_	_	_	_	24 430 988	12 209 924				

	UNAUDITED HISTORICAL												
	SRS Rating	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000					
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020				
Internal rating grade													
Performing	"1 – 3c"	24 430 988	7 596 204	-	-	-	-	24 430 988	7 596 204				
Total		24 430 988	7 596 204	-	-	-	-	24 430 988	7 596 204				

(ii) An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to money market assets is as

	AUDITED INFLATION ADJUSTED											
	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000					
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020				
Opening balance	12 209 924	1 617 686	-	-	-	-	12 209 924	1 617 686				
New assets originated or purchased (excluding write offs)	34 310 647	54 716 427	-	-	-	-	34 310 647	54 716 427				
Maturities during the period	(10 254 699)	(712 063)	-	-	-	-	(10 254 699)	(712 063)				
Monetary adjustment	(11 834 884)	(43 412 126)	-	-	-	-	(11 834 884)	(43 412 126)				
Gross money market assets	24 430 988	12 209 924	-	-	-	-	24 430 988	12 209 924				
ECL allowance	(77 378)	(20 064)					(77 378)	(20 064)				
Closing balance	24 353 610	12 189 860	-	-	-	-	24 353 610	12 189 860				

GROSS CARRYING AMOUN	NT							
	Stage 1	WL\$ 000	Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000	
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020
Opening balance	7 596 204	224 353	-	-	-	-	7 596 204	224 353
New assets originated or purchased (excluding write offs)	24 011 205	7 588 502	-	-	-	-	24 011 205	7 588 502
Maturities during the period	(7 176 421)	(216 651)	-	-	-	-	(7 176 421)	(216 651)
Gross money market assets	24 430 988	7 596 204	-	-	-	-	24 430 988	7 596 204
ECL allowance	(77 378)	(12 483)	-	-	-		(77 378)	(12 483)
Closing balance	24 353 610	7 583 721	-	-	-	-	24 353 610	7 583 721

d. Financial guarantees

(i) The table below shows the credit quality and the maximum exposure to credit risk based on the Group's internal credit rating system and year-end stage classification. The amounts presented are gross of impairment allowances. Details of the Group's internal grading system are explained in Note 37.3.1

	AUDITED INFLATION ADJUSTED												
	SRS Rating	Stage 1 ZWL\$ 000		Stage 2	Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000				
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020				
Internal rating grade													
Performing	"1 – 3c"	167 379	115 332	-	-	-	-	167 379	115 332				
Total		167 379	115 332	-	-	-	-	167 379	115 332				

	UNAUDITED HISTORICAL												
	SRS Rating	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000					
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020				
Internal rating grade													
Performing	"1 – 3c"	167 379	71 752	-	-	-	-	167 379	71 752				
Total		167 379	71 752	-	-	-	-	167 379	71 752				

(ii) An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to financial guarantees is as follows:

	AUDITED INFLATION ADJUSTED										
	Stage 1	ZWL\$ 000	Stage 2	ZWL\$ 000	Stage 3	ZWL\$ 000	Total ZWL\$ 000				
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020			
Opening balance	115 332	602 011	-	-	-	-	115 332	602 011			
New assets originated or purchased (excluding write offs)	239 173	235 824	-	-	-	-	239 173	235 824			
Monetary adjustment	(84 598)	(448 093)	-	-	-	-	(84 598)	(448 093)			
Guarantees Expired	(102 528)	(274 410)	-	-	-	-	(102 528)	(274 410)			
Gross Guarantees	167 379	115 332	-	-	-	-	167 379	115 332			
ECL allowance	(376)	(934)					(376)	(934)			
Closing balance	167 003	114 398	-	-	-	-	167 003	114 398			

UNAUDITED HISTORICAL									
	Stage 1	ZWL\$ 000	Stage 2 ZWL\$ 000		Stage 3 Z	ZWL\$ 000	Total ZV	VL\$ 000	
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	
Opening balance	71 752	83 491	-	-	-	-	71 752	83 491	
New assets originated or purchased (excluding write offs)	167 377	71 751	-	-	-	-	167 377	71 751	
Guarantees expired during the period	(71 750)	(83 490)	-	-	-	-	(71 750)	(83 490)	
Gross Guarantees	167 379	71 752	-	-	-	-	167 379	71 752	
ECL allowance	(376)	(581)	-		_		(376)	(581)	
Closing balance	167 003	71 171	-	-	-	-	167 003	71 171	

The Financial Assets that were impaired under IFRS 9 were Loans, Overdrafts, Leases, Bank Guarantees, and Letters of Credit, Credit Cards Facilities, Money Market Placements and Treasury Bills and other receivables. Expected Credit Losses of these assets were calculated as at 31 December 2021.

Expected Credit Losses is determined through a combination of expected credit exposures (Exposure-at-Default), likelihood of default occurring (Probability of Default) and anticipated Loss in the event of Default (Loss-Given-Default).

Definition of Parameters used for Calculation of Expected Credit Losses (ECL)

This is failure by a borrower to comply with the terms and conditions of a loan facility as set out in the facility offer letter or loan contract. Default occurs when a debtor is either unwilling or unable to repay a loan.

The Probability of Default (PD)

This is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period if the facility has not been previously derecognised and is still in the portfolio.

This is an estimate of the exposure at a future default date, taking into account expected changes in the exposure after the reporting date, including

repayments of principal and interest, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest from the contract or otherwise, expected drawdowns on committed facilities, and accrued interest from the contract or otherwise, expected drawdowns on committed facilities, and accrued interest from the contract or otherwise, expected drawdowns on committed facilities, and accrued interest from the contract or otherwise, expected drawdowns on committed facilities, and accrued interest from the contract or otherwise, expected drawdowns on committed facilities, and accrued interest from the contract or otherwise, expected drawdowns on committed facilities, and accrued interest from the contract or otherwise, expected drawdowns on committed facilities, and accrued interest from the contract of the contract or otherwise, expected drawdowns on committed facilities, and accrued the contract of the contract or otherwise, expected drawdowns on the contract of the contrmissed payments

The Loss Given Default (LGD) This is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows

due and those that the lender would expect to receive, including from the realisation of any collateral. LGD measurement takes into a account time value of money, from the time of the default to when collateral cash will be received. it is usually expressed as a percentage of the EAD. When estimating the ECLs, the Bank considers three scenarios (a base case, an upside and a downside). Each of these is associated with different PDs,

EADs and LGDs. When relevant, the assessment of multiple scenarios also incorporates how defaulted loans are expected to be recovered, including the probability that the loans will cure and the value of collateral or the amount that might be received for selling the asset With the exception of credit cards and other revolving facilities, the maximum period for which the credit losses are determined is the contractual life of a

financial instrument, unless the Bank has the legal right to call it earlier Impairment losses and releases are accounted for and disclosed separately from modification losses or gains that are accounted for as an adjustment of

the financial asset's gross carrying value.

Significant increase in credit risk and Stage Recognition

The CBZ Group has established a policy to perform an assessment, at the end of each reporting period, of whether a financial instrument's credit risk has increased significantly since initial recognition, by considering the change in the risk of default occurring over the remaining life of the financial instrument. A significant increase in credit risk is defined as a significant increase in the probability of a default occurring since initial recognition. Credit risk has increased significantly when contractual payments are more than 30 days past due.

Key consideration for a significant change in credit risk under a financial asset include the following;

- The counterparty rating deteriorates. The downward credit migration of a credit rating by at least three (3) notches is categorised as Significant Increase in Credit Risk.
- Breaches in conditionality or covenants
- Deterioration in account conduct. This can be through account performance deterioration.
- Any corporate action relating to changes in corporate structure, control, acquisitions or disposals Significant changes in executive leadership Any other factor that is reasonably expected to have a negative impact on prospects for repayment, including but not limited to legislative changes,
- perceived sectoral risks, and negative media coverage Actual or expected significant change in the financial instrument's external credit rating (Credit Reference Bureau rating).
- Declining Asset Quality
 Reduction in financial support from the parent company
- Expected changes in the loan agreement terms and conditions.
- Changes in group parent's payment pattern Decision to change collateral
- Deterioration of macro-economic factors affecting the borrower. Observance of environmental factors that would negatively influence performance of the client is also factored to determine Significant Increase in Credit Risk depending on the severity of change.



ABRIDGED AUDITED

FOR THE YEAR ENDED 31 DECEMBER 2021

INFLATION ADJUSTED FINANCIAL RESULTS



Forward looking information

In its ECL model, the Group considers three scenarios, namely, Best Case, Base Case and Worst Case from a spectrum of macro-economic fortunes and the scenarios are probability weighted. The ECL model focuses on perturbing PDs by treating this ECL component as a random variable. It is assumed that macroeconomic fortunes are related to credit default.

Gross Domestic Product (GDP) growth rates is the variable in use for forward looking PDs. GDP growth rate is a consistent macro-economic variable that may have the requisite intuitive correlation to credit default risk measurement and can be easily corroborated over time. It is assumed that low GDP growth rate environments will result in higher credit default probabilities and the opposite is also assumed to be true. In addition to being intuitive, the approach relies or observations at both external and internal environments. The model is applicable in the case when there is insufficient data to calibrate standard models with the added feature that implicitly improves credit risk measurement with continued use.

Credit default risk is modelled as a Bernoulli trial in which either default or no default occurs over a specified time interval. The probability of default itself is also treated as a random variable that follows a beta distribution. The model is based on the notion of a mixed Bernoulli-Beta distribution and this mixture has a conjugate prior distribution which will allow a simple way in which the models are re-calibrated in the future as lending portfolios grow and evolve, hence the implicit improvement to credit default measurement.

random variables. IMF historical GDP growth rates for similar economies are used to calibrate parameters for the Gaussian distribution. In addition to historical GDP for the nation and similar economies. Group Economics team provides estimates of future Best Case GDP growth rate for Zimbabwe. Using the statistical concepts of Bayesian Inference, parameter estimates are incorporated to derive predictive distribution of GDP growth rates

The centre of the distribution (Base Case) for the predictive model is assumed to be the expected growth rate as per Ministry of Finance and Economic Development. In order to postulate credit default probabilities in alternative macro-economic conditions, there is a function that maps the GDP growth rates distribution to the default probabilities distribution. The method employed here relies on establishing Best Case GDP growth rate to be compared to the Base Case GDP growth rate and a measure of likelihood obtained using the assumed Gaussian distribution for GDP growth rates. Using this measure of likelihood, an applicable quantile on the distribution for probability of default is obtained and defined as the upper bound for the Best Case probability of default for the ective credit rating. The Base Case probability of default is determined as the mode of the probability of default distribution. The Worst Case probability efault is determined as function of the mean of the default distribution under the low GDP growth scenarios.

The combination of the Bernoulli-Beta and Gaussian distribution for forward looking PDs resulted in the weightings of 20%, 52% and 28% being applied for Best Case, Base Case and Worst Case scenarios respectively. The scenarios and their attributes are reassessed at least annually

Based on financial asset's stage, 12 Months or Life-Time Expected Credit Losses were calculated.

a) 12 Months Expected Credit Losses is a portion of Lifetime expected credit losses that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date.

b) Lifetime Expected Credit Losses are the expected present value of losses that arise if borrowers default on their obligations at some time during the life of the financial asset. These are weighted average credit losses that result from all possible default events over the expected life of the financial asset or

Stage 1: Performing
The financial assets in this stage are neither past due nor specifically impaired, and are current and fully compliant with all contractual terms and conditions. When loans are first recognised, the Group recognises an allowance based on 12 months ECLs. Stage 1 loans also include facilities where the credit risk has improved and the loan has been reclassified from Stage 2. The Group calculates the 12m ECL allowance based on the expectation of a default occurring in the 12 months following the reporting date. These expected 12-month default probabilities are applied to a forecast EAD and multiplied by the expected LGD and discounted by an approximation to the original EIR.

Stage 2: Underperforming

The assets have early arrears but not specifically impaired loans. It covers all loans where the counterparties have failed to make contractual payments and are less than 90 days past due, but are expected that the full carrying values will be recovered when considering future cash flows including collateral. When a loan has shown a significant increase in credit risk since origination, the Group records an allowance for the LTECLs. Stage 2 loans also include facilities, where the credit risk has improved and the loan has been reclassified from Stage 3. The mechanics are similar to those explained above, including the use of multiple scenarios, but PDs and LGDs are estimated over the lifetime of the instrument. The expected cash shortfalls are discounted by an approximation to the origina

Stage 3: Credit Impaired

For loans considered credit-impaired, the Group recognises the lifetime expected credit losses for these loans. LTECLs were calculated for all the assets which were classified under this stage. Loans satisfying the followings were classified under Stage 3;
a) Instalments (Principal and Interest) were due and unpaid for 90 days or more.

b) The Group had identified objective evidence of default, such as a breach of a material loan covenant or condition (there is marked significant increase in

credit risk i.e. deterioration in asset quality).
c) The Group had sufficient evidence about significant financial difficulties of the borrower contrary to cash flow projections.

d) High probability of bankruptcy or other financial reorganization of the borrower has been identified. Under this stage interest revenue recognised was based on Amortised Cost I.e. Gross exposure amount less allowance.

Purchased or originated credit impaired (POCI)

Purchased or originated credit impaired (POCI) assets are financial assets that are credit impaired on initial recognition. POCI assets are recorded at fair value at original recognition and interest income is subsequently recognised based on a credit-adjusted EIR. ECLs are only recognised or released to the extent that equent change in the expected credit losses

For financial assets for which the Group has no reasonable expectations of recovering either the entire outstanding amount, or a proportion thereof, the gross carrying amount of the financial asset is reduced. This is considered a (partial) derecognition of the financial asset

Debt instruments measured at fair value through OCI
The ECLs for debt instruments measured at FVOCI do not reduce the carrying amount of these financial assets in the statement of financial position, which remains at fair value. Instead, an amount equal to the allowance that would arise if the assets were measured at amortised cost is recognised in OCI as an accumulated impairment amount, with a corresponding charge to profit or loss. The accumulated loss recognised in OCI is recycled to the profit and loss upon derecognition of the assets.

Cure, Modification and Forbearance of Financial AssetsDuring the period under Review, some of the financial assets were cured, modified and forborne

Cure is the reclassification of a non-performing or underperforming asset into performing status.

The specific requirements for reclassifying non-performing forborne exposures comprise the completion of a "cure period" of six(6) months and that the

debtor's behaviour demonstrates that financial difficulties no longer exist. To dispel concerns regarding financial difficulties, all of the following criteria should

- The borrower should have settled, by means of regular payments, an amount equivalent to all the amounts past due on the date the forbearance measures were granted (if there were past-due amounts at this date), or to the amount written-off as part of these forbearance measures (if there
- was no past-due amount at the date of the forbearance measures). It has been established that the obligor is able to meet the requirements of the revised terms and conditions. For retail exposures, the borrower should have settled 6 full consecutive monthly payments under the revised terms.
- For other Corporate, Agriculture and some wholesale clients with quarterly or longer dated repayment terms, further evaluation should be done by the Management Credit Committee which may include qualitative factors in additions to compliance with revised payment terms. The borrower does not have any other transactions with amounts more than 90 days past due at the date when the exposure is reclassified to the
- performing category.

Modification and Forbearance

These are formal, contractual agreements between the customer and the Group to change cash flows from that originally agreed or previously amended as well as contractual terms and conditions. Where a contract was subjected to some or all of the above forbearance measures, it was referred to as modification It was also referred to as Restructuring by the Group. Modification in some instances resulted in change in PD, instalment and interest rate among other factors

The Group sometimes makes concessions or modifications to the original terms of loans as a response to the borrower's financial difficulties, rather than taking possession or to otherwise enforce collection of collateral. The Group considers a loan forborne when such concessions or modifications are provided as a result of the borrower's present or expected financial difficulties and the Group would not have agreed to them if the borrower had been financially healthy. Indicators of financial difficulties include defaults on covenants, or significant concerns raised by the Credit Risk Department. Forbearance may involve extending the payment arrangements and the agreement of new loan conditions. Once the terms have been renegotiated, any impairment is measured using the original FIR as calculated before the modification of terms. It is the Group's policy to monitor forborne loans to help ensure that future payments continue

If these procedures identify a loss in relation to a loan, it is disclosed and managed as an impaired Stage 3 forborne asset until it is collected or written off.

Any loan that has been renegotiated or modified but not derecognised, the Group also reassesses whether there has been a significant increase in credit risk. The Group also considers whether the assets should be classified as Stage 3. Once an asset has been classified as forborne, it will remain forborne for a minimum six months' probation period. In order for the loan to be reclassified out of the forborne category, the customer has to meet all of the following criteria:

- All of its facilities have to be considered performing The probation period of six months has passed from the date the forborne contract was considered performing
- Regular payments of more than an insignificant amount of principal or interest have been made during at least half of the probation period

omer does not have any contract that is more than 30 days past due

The Group also recalculate for recognition, the gross carrying amount of the financial asset and recognise a modification gain or loss in profit or loss if the contractual cash flows of a financial asset are renegotiated or modified and the renegotiation or modification does not result in the derecognition of that financial asset. The gross carrying amount of the financial asset is recalculated as the present value of the renegotiated or modified contractual cash flows that are discounted at the financial asset's original effective interest the revised effective interest rate. Any costs or fees incurred adjust the carrying amount of the modified financial asset and are amortised over the remaining term of the modified financial asset.

Derecognition decisions and classification between Stage 2 and Stage 3 are determined on a case-by-case basis. The Group de-recognizes a financial asset when, and only when:

a) The contractual rights to the cash flows from the financial asset expire, or b) It transfers the financial asset and the transfer qualifies for de-recognition

Financial assets are written off either partially or in their entirety only when the Bank has stopped pursuing the recovery. If the amount to be written off is greater than the accumulated loss allowance, the difference is first treated as an addition to the allowance. Any subsequent recoveries are treated as Other

- A loan or asset graded "loss" shall be written off after at least a year (360 days) from date of such classification whether or not the Bank intends or is in the process of attempting to recover the loan or asset. These write-offs will require the recommendation of Recoveries and Collections department and approved as per the Group Expenditure policy in place.
- Write-off of debt arising from Bank charges, service fees, commissions and resultant interest accruals with supporting schedules must be approved as per current the Group expenditure policy.

37.3.2 Market risk

This is the risk of loss under both the banking book and or trading book arising from unfavourable changes in market price such as interest rates, foreign exchanges rates, equity prices, credit spreads and commodity prices, which can cause substantial variations in earnings and or economic value of the Group and its strategic business units (SBUs) if not properly managed. The Group's exposure to market risk arises mainly from

Group market risks management framework To manage these risks, there is oversight at Group Board level through the Group Board Risk Management Committee, which covers Asset and

Liability Management processes through yearly review of the Group's Asset and Liability as well as investment policies and benchmarks meant to assist in attaining the Group's liquidity strategic plan. The Group's (SBU) Boards are responsible for setting specific market risks strategies for their respective SBU and Executive Management implements policy and track performance regularly against set benchmarks through use of daily liquidity position reports, investment portfolio mix, cash flow analysis, liquidity matrix analysis, liquidity gap analysis and liquidity simulations to evaluate ability of the SBU to withstand stressed liquidity situations.

Liquidity risk

Liquidity relates to the Group's ability to fund its growth in assets and to meet obligations as they fall due without incurring unacceptable losses. The Group recognises two types of liquidity risks i.e. Market liquidity risk and Funding liquidity risk.

Market liquidity risk is the risk that the Group cannot cover or settle a position without significantly affecting the market price because of limited

Funding risk on the other hand is the risk that the Group will not be able to efficiently meet both its expected as well as the unexpected current and future cash flow needs without affecting the financial condition of the Group.

The Group's liquidity risk management framework ensures that limits are set under respective Group Strategic Business Units relating to limits such as levels of wholesale funding, retail funding, loans to deposit ratio, counter-party exposures, liquidity coverage ratio, net stable funding ratio as well as prudential liquidity ratio.

The primary funding sources under the Group are customer deposits made up of current, savings and term deposits and these are diversified by customer type and maturity profile. The Group, through the ALCO processes and statement of financial position management ensures that asset growth and maturity are funded by appropriate growth in deposits and stable funding, respectively

37.4.1 Contractual Gap analysis

CONTRACTUAL LIQUIDITY PROFILE AS AT 31 DECEMBER 2021

		AUDIT	ED INFLATION A	DJUSTED			
	Less than 1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	To ZWL\$ (
Assets Balances with banks and cash	39 562 931						39 562 9
Money market assets	17 371 181	1 645 042	6 578 337	-	2 392	_	25 596 9
,		1 643 042		42 512	167 863	1 201 766	
Financial securities	14 871	E 200 220	55 141	40 909 033	7 597 486	1 381 766 2 000 065	1 662
Loans and advances to customers Insurance assets	6 062 825	5 280 239	13 564 375 231 983	40 909 033	7 397 400	2 000 065	75 414
	531 247	172 939	21 635	83 759	3 356	_	936 167
Financial guarantees	2 353 836	56 276 37 186	21 033	03 / 39	3 330	_	38
Current tax receivable		17 292 774	1 171 601	2 981 623	16 133 148	_	
Other liquid assets Total assets	3 623 331 67 169 575	24 484 456	1 171 691 21 623 162	44 016 927	23 904 245	3 381 831	41 202 184 580
iabilities	110 406 461	4 971 046	C 01E 074	227 110	255 204	3 891	121 760
Deposits	119 486 461	4 871 046	6 915 874	237 110	255 294		131 769
nsurance liabilities	350 395	116 798	116 798	40.075.440	-	-	583
Other liabilities	2 431 609	9 680 070	339 758	16 975 410	_	-	29 426
Current tax payable		522 562	_	-	-	-	522
ife Fund	397 799	-	-	-	-	-	397
nvestment contract liabilities	62 542	_			.	-	62
ease Liabilities	2 177	5 327	6 532	11 636	13 929	-	39
Financial guarantees	2 353	56 276	21 635	83 759	3 356	-	167
oans Commitments	4 295 562	-	-	-	-	-	4 295
otal liabilities	127 028 898	15 252 079	7 400 597	17 307 915	272 579	3 891	167 265
quidity gap	(59 859 323)	9 232 377	14 222 565	26 709 012	23 631 666	3 377 940	17 314
iquianty gap							
umulative liquidity gap Ontractual Liquidity Profile	(59 859 323) As at 31 december		(36 404 381)	(9 695 369)	13 936 297	17 314 237	17 314
umulative liquidity gap	AS AT 31 DECEMBER	2020 AUDIT	ED INFLATION A	ADJUSTED			17 314
umulative liquidity gap	AS AT 31 DECEMBER	2020 AUDIT 1 to 3	TED INFLATION A	ADJUSTED 6 to 12	1 to	5 years	
umulative liquidity gap	AS AT 31 DECEMBER	2020 AUDIT	ED INFLATION A	ADJUSTED			1
umulative liquidity gap Ontractual Liquidity Profile (AS AT 31 DECEMBER Less than 1 month	2020 AUDIT 1 to 3 months	TED INFLATION A 3 to 6 months	ADJUSTED 6 to 12 months	1 to 5 years	5 years and above	1
umulative liquidity gap ONTRACTUAL LIQUIDITY PROFILE	Less than 1 month 2WL\$ 000	2020 AUDIT 1 to 3 months	TED INFLATION A 3 to 6 months	ADJUSTED 6 to 12 months	1 to 5 years	5 years and above	ZWL\$
umulative liquidity gap ONTRACTUAL LIQUIDITY PROFILE A ISSETS Balances with banks and cash	Less than 1 month ZWL\$ 000	2020 AUDIT 1 to 3 months ZWL\$ 000	TED INFLATION A 3 to 6 months	6 to 12 months ZWL\$ 000	1 to 5 years	5 years and above	ZWL \$
umulative liquidity gap ONTRACTUAL LIQUIDITY PROFILE A LISSETS Islalances with banks and cash floney market assets	Less than 1 month 2WL\$ 000	2020 AUDIT 1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	ZWL\$ 31 749 12 189
umulative liquidity gap ONTRACTUAL LIQUIDITY PROFILE A LISSETS Islances with banks and cash Aloney market assets inancial securities	Less than 1 month ZWL\$ 000 31 749 011 10 609 696	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	ZWL\$ 31 749 12 189 1 579
umulative liquidity gap ONTRACTUAL LIQUIDITY PROFILE A Assets Balances with banks and cash Money market assets inancial securities oans and advances to customers	Less than 1 month ZWL\$ 000 31 749 011 10 609 696 - 1 317 087	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	ZWL\$ 31 749 12 189 1 579 47 319
umulative liquidity gap ONTRACTUAL LIQUIDITY PROFILE A Assets Salances with banks and cash Aloney market assets inancial securities oans and advances to customers nsurance assets	Less than 1 month 2WL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 2 197	3 to 6 months 2WL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	31 749 12 188 1 579 47 319 581
umulative liquidity gap ONTRACTUAL LIQUIDITY PROFILE A Assets Salances with banks and cash Anney market assets inancial securities ooans and advances to customers nsurance assets inancial guarantees	Less than 1 month ZWL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067 1 786	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years 2WL\$ 000	5 years and above ZWL\$ 000	31 749 12 188 1 579 47 319 581
unulative liquidity gap ONTRACTUAL LIQUIDITY PROFILE A Lissets Islances with banks and cash Aloney market assets inancial securities oans and advances to customers asurance assets inancial guarantees current tax receivable	Less than 1 month ZWL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067 1 786 622	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 2 197 47 837	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	31 749 12 189 1 579 47 319 581 115
umulative liquidity gap ONTRACTUAL LIQUIDITY PROFILE A Assets Salances with banks and cash Money market assets inancial securities oans and advances to customers insurance assets inancial guarantees Current tax receivable Other liquid assets	Less than 1 month ZWL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067 1 786	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 2 197	3 to 6 months 2WL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years 2WL\$ 000	5 years and above ZWL\$ 000	ZWL\$ 31 749 12 189 1 579 47 319 581 115 28 482
Assets Salances with banks and cash Money market assets inancial securities coans and advances to customers insurance assets Financial guarantees Current tax receivable Other liquid assets Total assets	Less than 1 month ZWL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067 1 786 622 18 573	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 2 197 47 837 28 462 919	3 to 6 months ZWL\$ 000 9 083 2 497 571 55 165 551	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	ZWL\$ 31 749 12 189 1 579 47 319 581 115 28 482
ONTRACTUAL LIQUIDITY PROFILE A Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Loans and Loans and Loans and Loans Loans and Loans	Less than 1 month ZWL\$ 000 31 749 011 10 609 696 1 317 087 521 067 1 786 622 18 573 44 217 842	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 2 197 47 837 - 28 462 919 49 656 382	3 to 6 months 2WL\$ 000 9 083 2 497 571 55 165 551 2 562 370	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000 - 100 866 5 432 277 - - - 5 533 143	5 years and above ZWL\$ 000 	31 749 12 189 1 579 47 319 581 115 28 482 122 017
umulative liquidity gap ONTRACTUAL LIQUIDITY PROFILE A Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Financial guarantees Current tax receivable Other liquid assets Total assets Liabilities Deposits	Less than 1 month ZWL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067 1 786 622 18 573 44 217 842	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 2 197 47 837 28 462 919	3 to 6 months ZWL\$ 000 9 083 2 497 571 55 165 551	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	31 749 12 189 1 579 47 319 581 115 28 482 122 017
umulative liquidity gap ONTRACTUAL LIQUIDITY PROFILE A Sasets Salances with banks and cash Aloney market assets inancial securities ooans and advances to customers nsurance assets inancial guarantees current tax receivable ther liquid assets fotal assets Jabilities Jeposits nsurance liabilities	Less than 1 month 2WL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067 1 786 622 18 573 44 217 842 91 777 346 357 062	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 2 197 47 837 28 462 919 49 656 382 2 491 608	3 to 6 months ZWL\$ 000 9 083 2 497 571 55 165 551 2 562 370 2 374 839	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000 - 100 866 5 432 277 - - - 5 533 143	5 years and above ZWL\$ 000 	31 749 12 189 1 579 47 319 581 115 28 482 122 017
umulative liquidity gap ONTRACTUAL LIQUIDITY PROFILE A Assets Salances with banks and cash Money market assets inancial securities ooans and advances to customers nsurance assets inancial guarantees Current tax receivable Other liquid assets otal assets otal assets other liabilities Other liabilities Other liabilities Other liabilities	Less than 1 month 2WL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067 1 786 622 18 573 44 217 842 91 777 346 357 062 1 276 139	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 2 197 47 837 — 28 462 919 49 656 382 2 491 608 — 1 709 276	3 to 6 months 2WL\$ 000 9 083 2 497 571 55 165 551 2 562 370 2 374 839 4 915	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000 - 100 866 5 432 277 - - - 5 533 143	5 years and above ZWL\$ 000 - 1 453 857 2 088 246 	31 749 12 189 1 579 47 319 581 115 28 482 122 017
Assets Salances with banks and cash Money market assets Command and account to surrous and advances to customers insurance assets Current tax receivable other liquid assets Inabilities Deposits Surrous liabilities Deposits Surrous liabilities Current tax payable	Less than 1 month ZWL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067 1 786 622 18 573 44 217 842 91 777 346 357 062 1 276 139	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 2 197 47 837 28 462 919 49 656 382 2 491 608	3 to 6 months ZWL\$ 000 9 083 2 497 571 55 165 551 2 562 370 2 374 839	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000 - 100 866 5 432 277 - - - 5 533 143	5 years and above ZWL\$ 000 	31 749 12 189 1 579 47 319 581 115 28 482 122 017
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Financial guarantees Current tax receivable Other liquid assets Flotal assets Flotal assets Cutrent tax payable Life Fund	Less than 1 month ZWL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067 1 786 622 18 573 44 217 842 91 777 346 357 062 1 276 139 - 149 108	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 2 197 47 837 28 462 919 49 656 382 2 491 608 - 1 709 276 438 377 -	3 to 6 months ZWL\$ 000 9 083 2 497 571 55 165 551 2 562 370 2 374 839 4 915 13 082	6 to 12 months ZWL\$ 0000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000 - 1 453 857 2 088 246 	31 749 12 189 1 579 47 319 581 115 28 482 122 017 104 779 357 3 036 451 149
Assets Salances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Financial guarantees Financial	Less than 1 month 2WL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067 1 786 622 18 573 44 217 842 91 777 346 357 062 1 276 139 - 149 108 1 279	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 2 197 47 837 — 28 462 919 49 656 382 2 491 608 — 1 709 276	3 to 6 months 2WL\$ 000 9 083 2 497 571 55 165 551 2 562 370 2 374 839 4 915	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000 - 100 866 5 432 277 - - - 5 533 143	5 years and above ZWL\$ 000 - 1 453 857 2 088 246 	31 749 12 189 1 579 47 319 581 115 28 482 122 017 104 779 357 3 036 451 149
umulative liquidity gap ONTRACTUAL LIQUIDITY PROFILE A Assets Salances with banks and cash Anney market assets inancial securities ooans and advances to customers nsurance assets inancial guarantees Current tax receivable Other liquid assets Other liabilities Other liabilities Other liabilities Other liquid assets Other liabilities Other liabilities Other liquid assets Other liquid assets Other liquid assets Other liabilities Other liquid assets	Less than 1 month 2WL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067 1 786 622 18 573 44 217 842 91 777 346 357 062 1 276 139 - 149 108 1 279 23 508	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 2 197 47 837 — 28 462 919 49 656 382 2 491 608 — 1 709 276 438 377 — 3 789 — 3 789	3 to 6 months 2WL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000 - 1 453 857 2 088 246 	31 749 12 188 1 579 47 319 581 115 28 482 122 017 104 779 357 3 036 451 149 33 23
umulative liquidity gap	Less than 1 month 2WL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067 1 786 622 18 573 44 217 842 91 777 346 357 062 1 276 139 - 149 108 1 279 23 508 1 786	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 2 197 47 837 - 28 462 919 49 656 382 2 491 608 1 709 276 438 377 - 3 789 - 47 837	3 to 6 months ZWL\$ 000 9 083 2 497 571 55 165 551 2 562 370 2 374 839 4 915 13 082 4 284 5 5165	6 to 12 months ZWL\$ 0000	1 to 5 years 2WL\$ 000	5 years and above ZWL\$ 000	17 314 ZWL\$ 31 749 12 189 1 579 47 319 581 115 28 482 122 017 104 779 357 3 036 451 149 33 23 115 108 946
Assets Salances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Financial guarantees Current tax receivable Other liquid assets Total assets Liabilities Deposits Insurance liabilities Current tax payable Life Fund Lease Liability Lease Liability Lease Liability Lease Liability Lease Liabilities Linancial guarantees Linancial liabilities	Less than 1 month 2WL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067 1 786 622 18 573 44 217 842 91 777 346 357 062 1 276 139 - 149 108 1 279 23 508 1 786 93 586 228	2020 AUDIT 1 to 3 months ZWL\$ 0000 1 577 729 9 257 19 556 443 2 197 47 837 28 462 919 49 656 382 2 491 608 - 1 709 276 438 377 - 3 789 - 47 837 4 690 887	3 to 6 months 2WL\$ 000 9 083 2 497 571 55 165 551 2 562 370 2 374 839 4 915 13 082 4 284 55 165 2 452 285	ADJUSTED 6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000 1 453 857 2 088 246 	31 749 12 189 1 579 47 319 581 115 28 482 122 017 104 779 357 3 036 451 149 33 23 115
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Financial guarantees Current tax receivable Other liquid assets Flotal assets Liabilities Deposits Deposits Deposits Durrent tax payable Life Fund Lease Liability Lease Liabili	Less than 1 month 2WL\$ 000 31 749 011 10 609 696 - 1 317 087 521 067 1 786 622 18 573 44 217 842 91 777 346 357 062 1 276 139 - 149 108 1 279 23 508 1 786	2020 AUDIT 1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 2 197 47 837 - 28 462 919 49 656 382 2 491 608 1 709 276 438 377 - 3 789 - 47 837	3 to 6 months ZWL\$ 000 9 083 2 497 571 55 165 551 2 562 370 2 374 839 4 915 13 082 4 284 5 5165	6 to 12 months ZWL\$ 0000	1 to 5 years 2WL\$ 000	5 years and above ZWL\$ 000	31 749 12 189 1 579 47 319 581 115 28 482 122 017 104 779 357 3 036 451 149 3 3 2 3 115

CONTRACTUAL LIQUIDITY PROFILE AS AT 31 DECEMBER 2021

			UNAUDITED I	HISTORICAL			
	Less than 1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	Total ZWL\$ 000
Assets							
Balances with banks and cash	39 562 931	-	-	-	-	-	39 562 931
Money market assets	17 371 181	1 645 042	6 578 337	-	2 392	_	25 596 952
Financial securities	14 871	_	55 141	42 512	167 863	1 381 766	1 662 153
Loans and advances to customers	6 062 825	5 280 239	13 564 375	40 909 033	7 597 486	2 000 065	75 414 023
Insurance assets	531 247	172 939	231 983	-	-	_	936 169
Financial guarantees	2 353	56 276	21 635	83 759	3 356	_	167 379
Current tax receivable	836	37 186	_	-	_	_	38 022
Other liquid assets	3 623 331	17 292 774	1 171 691	2 981 623	16 133 148	_	41 202 567
Total assets	67 169 575	24 484 456	21 623 162	44 016 927	23 904 245	3 381 831	184 580 196
I in billiation							-
Liabilities	440 400 404	4 074 040	0.045.074	007.440	055.004	0.004	-
Deposits	119 486 461	4 871 046	6 915 874	237 110	255 294	3 891	131 769 676
Insurance liabilities	350 395	116 798	116 798	-	-	-	583 991
Other liabilities	2 431 609	9 680 070	339 758	16 975 410	_	_	29 426 847
Current tax payable	_	522 562	_	-	_	_	522 562
Life Fund	397 799	-	-	-	-	-	397 799
Investment contract liabilities	62 542			_		-	62 542
Lease Liabilities	2 177	5 327	6 532	11 636	13 929	-	39 601
Financial guarantees	2 353	56 276	21 635	83 759	3 356	-	167 379
Loans Commitments	4 295 562	_	_	_	_	_	4 295 562
Total liabilities	127 028 898	15 252 079	7 400 597	17 307 915	272 579	3 891	167 265 959
Liquidity gap	(59 859 323)	9 232 377	14 222 565	26 709 012	23 631 666	3 377 940	17 314 237
Cumulative liquidity gap	(59 859 323)	(50 626 946)	(36 404 381)	(9 695 369)	13 936 297	17 314 237	17 314 237

CONTRACTUAL LIQUIDITY PROFILE AS AT 31 DECEMBER 2020

	Less than	1 to 3					
	1 month ZWL\$ 000	months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	Total ZWL\$ 000
Assets							
Balances with banks and cash	19 752 126	-	_	-	_	_	19 752 126
Money market assets	6 600 648	981 558	_	1 515	_	_	7 583 721
Financial securities	_	5 759	5 651	4 224	62 752	904 493	982 879
Loans and advances to customers	819 404	12 166 720	1 553 823	10 220 213	3 379 602	1 299 168	29 438 930
Insurance assets	324 173	1 367	_	35 947	_	_	361 487
Financial guarantees	1 111	29 761	34 320	6 560	_	_	71 752
Current tax receivable	387	-	_	-	_	_	387
Other liquid assets	11 555	17 707 738	343	-	_	_	17 719 636
Total assets	27 509 404	30 892 903	1 594 137	10 268 459	3 442 354	2 203 661	75 910 918
Liabilities							
Deposits	57 097 770	1 550 113	1 477 467	4 486 013	570 215	5 337	65 186 915
Insurance liabilities	222 140	-	-	-	-	-	222 140
Other liabilities	793 929	1 063 398	3 058	28 537	_	_	1 888 922
Current tax payable	_	272 729	8 139	_	_	_	280 868
Life Fund	92 765		_	_	_	_	92 765
Lease Liability	796	2 357	2 665	4 402	10 924	_	21 144
Investment contract liabilities	14 625	_	_	_	_	_	14 625
Financial guarantees	1 111	29 761	34 320	6 560	_	_	71 752
Total liabilities	58 223 136	2 918 358	1 525 649	4 525 512	581 139	5 337	67 779 131
Liquidity gap	(30 713 732)	27 974 545	68 488	5 742 947	2 861 215	2 198 324	8 131 787
Cumulative liquidity gap	(30 713 732)	(2 739 187)	(2 670 699)	3 072 248	5 933 463	8 131 787	8 131 787

UNAUDITED HISTORICAL

The table above shows the undiscounted cash flows of the Group's non-derivative on and off balance sheet financial assets and liabilities on the basis of their earliest possible contractual maturity and the related year gaps. For issued financial guarantee contracts, the maximum amount of the guarantee is allocated to the earliest year in which the guarantee could be called

The Group's SBUs carry out static statement of financial position analysis to track statement of financial position growth drivers, the pattern of core banking deposits, statement of financial position structure, levels and direction of the SBU's maturity mismatch and related funding or liquidity gap. The Group also relies on stress testing under various scenarios i.e moderate, extreme and severe in line with RBZ Recovery Planning Guideline to assess and manage liquidity risk. The Asset and Liability Management Committee (ALCO) of the respective SBU comes up with strategies to manage these liquidity gaps through funding gap limits. Additionally, the Group models asset and liability behaviours to measure liquidity risk from a behavioural perspective.

Details of the liquidity ratios for the relevant Group SBUs as at the reporting date and during the reporting year were as follows:



FOR THE YEAR ENDED 31 DECEMBER 2021



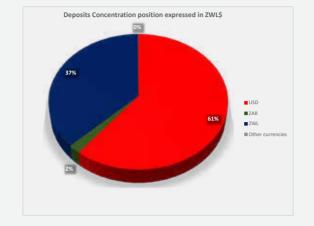
CBZ Bank Limited % At 31 December 2021 51.35 At 31 December 2020 62.30 Average for the year 59.98 Maximum for the year 62.80 Mlinimum for the year 50.70

37.4.2 Concentration & Counterparty Risk

Concentration risk describes the level of risk in the Group's liabilities when they are concentrated in few counterparties. The impact on the Group's liquidity is significant if any one of the counterparties makes a call on the liabilities.

The risk associated with significant liability concentrations in specific foreign currencies is that if the exchange rate moves against the Group, assuming no adequate monetary assets denominated in the same currency, significant exchange loses will be experienced and the significant local currency balances will be required to expunge the associated liabilities. An analysis of the concentration of the Bank's deposits is shown below;

Included in the USD deposits are legacy liabilities and nostro gap accounts amounting to US\$145 044 224 (2020: US\$167 966 227). These liabilities contribute 12.33% (2020: 21.62%) to the Group's total deposits.



37.5 Interest rate risk

This is the possibility of a Banking Group's interest income being negatively influenced by unforeseen changes in the interest rate levels arising from weaknesses related to a banking Group's trading, funding and investment strategies.

This is managed at both Board and Management level through the regular policy and benchmarks which relate to interest rate risk management. The major areas of intervention involves daily monitoring of costs of funds, asset yield, monthly analysis of interest re-pricing gaps, monthly interest rate simulations to establish the Group and its SBUs' ability to sustain a stressed interest rate environment, value at risk (VaR), interest rate risk set limits and various interest rate risk hedging strategies. The use of stress testing is an integral part of the interest rate risk management framework and considers both the historical market events as well as anticipated future scenarios. The Group and its SBUs denominate their credit facilities in the base currency, the ZWL\$ in order to minimise cross currency interest rate risk. The Group's interest rate risk profiling is illustrated on the next table.

At 31 December 2021, if interest rates (both earning and paying rates) at that date had been 15 basis points higher or lower with all other variables held constant, post tax profit would have been ZWL\$ 242 130 767 lower or higher respectively than the reported position. This arises as a result of the sensitivity of the net interest assets in the movement in the interest rates.

AUDITED INFLATION ADJUSTED

37.5.1 INTEREST RATE REPRICING

	Less than 1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	Non-interest bearing ZWL\$ 000	Total ZWL\$ 000
31 DEC 2021								
Assets	10.054.450						00 700 470	00 500 004
Balances with banks and cash Money market assets	18 854 453 3 109 728	1 596 825	5 503 530	_	2 253	_	20 708 478 14 141 274	39 562 931 24 353 610
Financial securities	10 109	- 000 070	45 733		148 616	760 059	-	964 517
Loans and advances to customers Insurance assets	3 745 585	3 983 879	8 372 383	32 881 683	5 597 018 –	1 320 720	1 190 063	55 901 268 1 190 063
Equity investments	-	-	-	-	-	-	5 422 039	5 422 039
Land inventory Other assets	_	_	_	_	_	_	5 951 662 37 716 801	5 951 662 37 716 801
Current tax receivable	_	_	_	_	-	_	37 186	37 186
Intangible assets Investment properties	_	_	_	_	_	_	304 137 6 169 958	304 137 6 169 958
Property and equipment	-	_	-	-	-	-	9 109 091	9 109 091
Deferred taxation Total assets	25 719 875	5 580 704	13 921 646	32 881 683	5 747 887	2 080 779	3 619 425 104 370 114	3 619 425 190 302 688
Equity & Liabilities Deposits	104 635 814	4 749 408	6 884 711	220 343	214 786	2 372	14 666 707	131 374 141
Insurance liabilities	_	_	_	-	-	_	970 497	970 497
Other liabilities Current tax payable	_	_	_	_	_	_	16 296 146 522 562	16 296 146 522 562
Life Fund	-	-	-	-	-	-	397 799	397 799
Investment contract liabilities Deferred taxation	_	_	_	_	_	_	62 542 4 848 456	62 542 4 848 456
Lease liability	2 177	5 327	6 532	11 636	10 598	-	-	36 270
Equity Total liabilities and equity	104 637 991	4 754 735	6 891 243	231 979	225 384	2 372	35 794 275 73 558 984	35 794 275 190 302 688
Interest rate repricing gap	(78 918 116)	825 969	7 030 403	32 649 704	5 522 503	2 078 407	30 811 130	_
Cumulative gap	(78 918 116)	(78 092 147)	(71 061 744)	(38 412 040)	(32 889 537)	(30 811 130)	_	_
				` '				
		AUDITED	INFLATION F	ADJUSTED				
	Less than	1 to 3 months	3 to 6 months	6 to 12 months	1 to 5 years	and above	Non- interest bearing	Total
		1 to 3	3 to	6 to 12				Total ZWL\$ 000
31 DEC 2020	1 month	1 to 3 months	3 to 6 months	6 to 12 months	5 years	and above	bearing	
31 DEC 2020 Assets Balances with banks and cash	1 month	1 to 3 months	3 to 6 months	6 to 12 months	5 years	and above	bearing	
Assets Balances with banks and cash Money market assets	1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	5 years ZWL\$ 000	and ábove ZWL\$ 000	bearing ZWL\$ 000	ZWL\$ 000 31 749 010 12 189 860
Assets Balances with banks and cash	1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months	6 to 12 months ZWL\$ 000	5 years ZWL\$ 000	and above	bearing ZWL\$ 000	ZWL\$ 000 31 749 010
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets	1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	5 years ZWL\$ 000	and above ZWL\$ 000 - 1 453 857 2 088 246	bearing ZWL\$ 000 12 880 784 - - - 977 400	31 749 010 12 189 860 1 579 853 47 319 306 977 400
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers	1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	5 years ZWL\$ 000	and above ZWL\$ 000 - 1 453 857 2 088 246	bearing ZWL\$ 000	31 749 010 12 189 860 1 579 853 47 319 306
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Equity investments Land Inventory Other assets	1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	5 years ZWL\$ 000	and ábove ZWL\$ 000	bearing ZWL\$ 000 12 880 784 — — — 977 400 3 092 310 5 951 994 36 587 935	31 749 010 12 189 860 1 579 853 47 319 306 977 400 3 092 310 5 951 994 36 587 935
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Equity investments Land Inventory	1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	5 years ZWL\$ 000	and above ZWL\$ 000	bearing ZWL\$ 000 12 880 784 ————————————————————————————————————	31 749 010 12 189 860 1 579 853 47 319 306 977 400 3 092 310 5 951 994
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Equity investments Land Inventory Other assets Current tax receivable Intangible assets Investment properties	1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	5 years ZWL\$ 000	and ábove ZWL\$ 000	bearing ZWL\$ 000 12 880 784 — — 977 400 3 092 310 5 951 994 36 587 935 867 198 557 4 417 649	31 749 010 12 189 860 1 579 853 47 319 306 977 400 3 092 310 5 951 994 36 587 935 867 198 557 4 417 649
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Equity investments Land Inventory Other assets Current tax receivable Intangible assets	1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	5 years ZWL\$ 000	and ábove ZWL\$ 000	bearing ZWL\$ 000 12 880 784 ————————————————————————————————————	31 749 010 12 189 860 1 579 853 47 319 306 977 400 3 092 310 5 951 994 36 587 935 867 198 557
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Equity investments Land Inventory Other assets Current tax receivable Intangible assets Investment properties Property and equipment	1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	5 years ZWL\$ 000	and ábove ZWL\$ 000	12 880 784	31 749 010 12 189 860 1 579 853 47 319 306 977 400 3 092 310 5 951 994 36 587 935 867 198 557 4 417 649 7 704 328
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Equity investments Land Inventory Other assets Current tax receivable Intangible assets Investment properties Property and equipment Deferred taxation Total assets Equity & Liabilities	1 month ZWL\$ 000 18 868 226 10 609 696 - 1 317 087 - - - - - - - - - - - - -	1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 ———————————————————————————————————	3 to 6 months ZWL\$ 000 9 083 2 497 571 	6 to 12 months ZWL\$ 000 2 435 6 790 16 427 682 	5 years ZWL\$ 000 	and ábove ZWL\$ 000	12 880 784	31 749 010 12 189 860 1 579 853 47 319 306 977 400 3 092 310 5 951 994 36 587 935 867 198 557 4 417 649 7 704 328 741 785 152 510 854
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Equity investments Land Inventory Other assets Current tax receivable Intangible assets Investment properties Property and equipment Deferred taxation Total assets Equity & Liabilities Deposits	1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	5 years ZWL\$ 000	and ábove ZWL\$ 000 	bearing ZWL\$ 000 12 880 784 	31 749 010 12 189 860 1 579 853 47 319 306 977 400 3 092 310 5 951 994 36 587 935 867 198 557 4 417 649 7 704 328 741 785 152 510 854
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Equity investments Land Inventory Other assets Current tax receivable Intangible assets Investment properties Property and equipment Deferred taxation Total assets Equity & Liabilities Deposits Insurance liabilities Other liabilities	1 month ZWL\$ 000 18 868 226 10 609 696 - 1 317 087 - - - - - - - - - - - - -	1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 ———————————————————————————————————	3 to 6 months ZWL\$ 000 9 083 2 497 571 	6 to 12 months ZWL\$ 000 2 435 6 790 16 427 682 	5 years ZWL\$ 000 	and ábove ZWL\$ 000	12 880 784	31 749 010 12 189 860 1 579 853 47 319 306 977 400 3 092 310 5 951 994 36 587 935 867 198 557 4 417 649 7 704 328 741 785 152 510 854
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Equity investments Land Inventory Other assets Current tax receivable Intangible assets Investment properties Property and equipment Deferred taxation Total assets Equity & Liabilities Deposits Insurance liabilities Other liabilities Current tax payable	1 month ZWL\$ 000 18 868 226 10 609 696 - 1 317 087 - - - - - - - - - - - - -	1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 ———————————————————————————————————	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000 2 435 6 790 16 427 682 	5 years ZWL\$ 000	and ábove ZWL\$ 000	bearing ZWL\$ 000 12 880 784	31 749 010 12 189 860 1 579 853 47 319 306 977 400 3 092 310 5 951 994 36 587 935 867 198 557 4 417 649 7 704 328 741 785 152 510 854
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Equity investments Land Inventory Other assets Current tax receivable Intangible assets Investment properties Property and equipment Deferred taxation Total assets Equity & Liabilities Deposits Insurance liabilities Other liabilities Other liabilities Current tax payable Life Fund Investment contract liabilities	1 month ZWL\$ 000 18 868 226 10 609 696 - 1 317 087 - - - - - - - - - - - - -	1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443 ———————————————————————————————————	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000 2 435 6 790 16 427 682 	5 years ZWL\$ 000 	and ábove ZWL\$ 000	12 880 784	31 749 010 12 189 860 1 579 853 47 319 306 977 400 3 092 310 5 951 994 36 587 935 867 198 557 4 417 649 7 704 328 741 785 152 510 854
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Equity investments Land Inventory Other assets Current tax receivable Intangible assets Investment properties Property and equipment Deterred taxation Total assets Equity & Liabilities Deposits Insurance liabilities Current tax payable Life Fund Investment contract liabilities Deferred taxation	1 month ZWL\$ 000 18 868 226 10 609 696 - 1 317 087 - - - - - - - - - - - - -	1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000 2 435 6 790 16 427 682	5 years zwl.\$ 000	and ábove ZWL\$ 000	bearing ZWL\$ 000 12 880 784	31 749 010 12 189 860 1 579 853 47 319 306 977 400 3 092 310 5 951 994 36 587 935 867 198 557 4 417 649 7 704 328 741 785 152 510 854
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Equity investments Land Inventory Other assets Current tax receivable Intangible assets Investment properties Property and equipment Deferred taxation Total assets Equity & Liabilities Deposits Insurance liabilities Other liabilities Other liabilities Current tax payable Life Fund Investment contract liabilities Deferred taxation Lease Liability Equity Equity	1 month ZWL\$ 000 18 868 226 10 609 696 - 1 317 087 - - - - - - - - - - - - -	1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000 2 435 6 790 16 427 682	5 years ZWL\$ 000	and ábove ZWL\$ 000	bearing ZWL\$ 000 12 880 784	31 749 010 12 189 860 1 579 853 47 319 306 977 400 3 092 310 5 951 994 36 587 935 867 198 557 4 417 649 7 704 328 741 785 152 510 854 104 779 611 888 888 13 934 415 1 073 069 149 108 23 508 3 303 826 33 986 28 324 443
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customers Insurance assets Equity investments Land inventory Other assets Current tax receivable Intangible assets Investment properties Property and equipment Deferred taxation Total assets Equity & Liabilities Deposits Insurance liabilities Other liabilities Current tax payable Life Fund Investment contract liabilities Deferred taxation Lease Liability	1 month ZWL\$ 000 18 868 226 10 609 696 - 1 317 087 - - - - - - - - - - - - -	1 to 3 months ZWL\$ 000 1 577 729 9 257 19 556 443	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000 2 435 6 790 16 427 682	5 years zwl.\$ 000	and ábove ZWL\$ 000	bearing ZWL\$ 000 12 880 784	31 749 010 12 189 860 1 579 853 47 319 306 977 400 3 092 310 5 951 994 36 587 935 867 198 557 4 417 649 7 704 328 741 785 152 510 854 104 779 611 888 888 13 934 415 1 073 069 149 108 23 508 3 303 826 33 986

	UNAUDITED HISTORICAL								
	Less than 1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	Non- interest bearing ZWL\$ 000	Total ZWL\$ 000	
31 DEC 2021 Assets									
Balances with banks and cash	18 854 453		_	-	-	_	20 708 478	39 562 931	
Money market assets	3 109 728	1 596 825	5 503 530	-	2 252		14 141 275	24 353 610	
Financial securities	10 109		45 733		148 616	760 059	-	964 517	
Loans and advances to customers	3 745 585	3 983 879	8 372 383	32 881 683	5 597 018	1 320 720	- 4400 000	55 901 268	
Insurance assets	-	-	-	-	-	-	1 162 033	1 162 033	
Equity investments	_	-	_	_	-	_	5 422 039	5 422 039	
Land inventory	-	-	-	_	_	_	552 094	552 094	
Other liquid assets	-	-	-	_	_	_	37 217 109 37 186	37 217 109 37 186	
Current tax receivable Intangible assets	_	_	_	_	-	_	213 757	213 757	
	_	_	_	_	-	_	6 169 958	6 169 958	
Investment properties Property and equipment	_	-	_	_	_	_	7 395 991	7 395 991	
Deferred taxation	_	_	_	_	_	_	3 618 424	3 618 424	
Total assets	25 719 875	5 580 704	13 921 646	32 881 683	5 747 886	2 080 779	96 638 344	182 570 917	
iotai assets	23 / 13 0/3	3 300 704	13 321 040	32 001 003	3 747 000	2000113	30 030 344	102 370 317	
Equity & Liabilities									
Deposits	104 635 814	4 749 408	6 884 711	220 343	214 786	2 372	14 666 707	131 374 141	
Insurance liabilities	-	-	-	_			930 419	930 419	
Other liabilities	_	_	_	_	_	_	15 963 342	15 963 342	
Current tax payable	_	_	_	_	_	_	522 562	522 562	
Life Fund	_	_	_	_	_	_	397 799	397 799	
Investment contract liabilities	_	_	_	_	_	_	62 542	62 542	
Deferred taxation	_	_	_	_	_	_	3 573 573	3 573 573	
Lease liability	1 875	4 540	5 702	10 757	13 396	_	-	36 270	
Equity	_	_	_	_	_	_	29 710 269	29 710 269	
Total liabilities and equity	104 637 689	4 753 948	6 890 413	231 100	228 182	2 372	65 827 213	182 570 917	
Interest rate repricing gap	(78 917 814)	826 756	7 031 233	32 650 583	5 519 704	2 078 407	30 811 131	-	
Cumulative gap	(78 917 814)	(78 091 058)	(71 059 825)	(38 409 242)	(32 889 538)	(30 811 131)	-	-	

37.5.1 INTEREST RATE REPRICING (continued)

		UN	AUDITED HIS	TORICAL				
	Less than 1 month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	Non– interest bearing ZWL\$ 000	Total ZWL\$ 000
31 DEC 2020								
Assets								
Balances with banks and cash	11 738 557		_		-	-	8 013 569.00	19 752 126
Money market assets	6 600 648	981 558		1 515	_		-	7 583 721
Financial securities	-	5 759	5 651	4 224	62 752	904 493	-	982 879
Loans and advances to custom	ers 819 404	12 166 720	1 553 823	10 220 213	3 379 602	1 299 168		29 438 930
Insurance assets	-	-	_	-	-	_	608 073	608 073
Equity investments	-	-	-	-	-	-	1 923 830	1 923 830
Land Inventory	_	_	_	_	_	-	470 639	470 639
Other liquid assets	_	_	_	_	-	-	20 503 312	20 503 312
Current tax receivable	_	_	_	_	_	-	540	540
Intangible assets	_	_	_	_	_	-	87 202	87 202
Investment properties	_	_	_	_	_	-	2 748 368	2 748 368
Property and equipment	_	_	_	_	-	-	3 790 193	3 790 193
Deferred taxation	-	-	-	-	-	-	463 832	463 832
Total assets	19 158 609	13 154 037	1 559 474	10 225 952	3 442 354	2 203 661	38 609 558	88 353 645
Equity & Liabilities								
Deposits	57 097 770	1 550 113	1 477 467	4 486 013	570 215	5 337	_	65 186 915
Insurance liabilities	_	_	_	_	_	_	553 007	553 007
Other liabilities	_	_	_	_	_	_	8 467 292	8 467 292
Current tax payable	_	_	_	_	_	_	667 592	667 592
Life Fund	_	_	_	_	_	_	92 765	92 765
Investment contract liabilities	_	_	_	_	_	_	14 625	14 625
Deferred taxation	_	_	_	_	_	_	2 286 125	2 286 125
Lease Liability	_	_	_	_	_	_	21 144	21 144
Equity	_	_	_	_	_	_	11 064 180	11 064 180
Total liabilities and equity	57 097 770	1 550 113	1 477 467	4 486 013	570 215	5 337	23 166 730	88 353 645
Interest rate repricing gap	(37 939 161)	11 603 924	82 007	5 739 939	2872139	2 198 324	15 442 828	-
Cumulative gap	(37 939 161)	(26 335 237)	(26 253 230)	(20 513 291)	(17 641 152)	(15 442 828)	-	-

37.6 Exchange rate risk

This risk arises from the changes in exchange rates and originates from mismatches between the values of assets and liabilities denominated in different currencies and can lead to losses if there is an adverse movement in exchange rate where open positions either spot or forward, are taken for both on and off – statement of financial position transactions.

Supervision is at Board level through the Board Risk Management Committee which covers ALCO processes by way of strategic policy and benchmarking reviews and approval. The management Assets and Liabilities Committee (ALCO) which meets on a monthly basis reviews performance against set benchmarks embedded under acceptable currencies, currency positions as well as stop loss limits.

At 31 December 2021, if foreign exchange rates at that date had weakened or strengthened by 5 percentage points with all other variables held constant, post tax profit for the year would have been ZWL\$ 209 056 537 higher or lower respectively than the reported position. This arises as a result of the increase or decrease in the fair value of the underlying assets and liabilities denominated in foreign currencies. The foreign currency position for the Group as at 31 December 2021 is as below:

FOREIGN CURRENCY POSITION AS AT 31 DECEMBER 2021

	AUDITED	INFLATION A	ADJUSTED				
Postion expressed in ZWL\$ 000	Total	ZWL\$	USD	ZAR	GBP	EUR	Other foreign currencies
Assets							
Balances with banks and cash	39 562 931	12 930 133	23 884 890	2 135 204	29 189	583 474	41
Money market assets	24 353 610	7 218 751	16 464 916	669 943			41
Financial securities	964 517	964 517	16 464 916	669 943	_	-	_
Loans and advances to customers	55 901 268	18 274 659	37 602 439	23 967	203	_	_
Insurance assets	1 190 063		37 602 439	23 967	203	_	_
	5 422 039	1 190 063 5 422 039	_	_	_	_	_
Equity investments			_	_	-	_	_
Land inventory	5 951 662	5 951 662	-	7.051.050	410.000	-	
Other assets	37 716 801	16 475 466	12 829 918	7 351 058	418 880	635 389	6 090
Current tax receivable	37 186	37 186	_	_	_	_	_
Intangible assets	304 137	304 137	-	-	-	-	_
Investment properties	6 169 958	6 169 958	-	-	_	-	_
Property and equipment	9 109 091	9 109 091	-	-	-	-	_
Deferred taxation	3 619 425	3 619 425		-	-		
	190 302 688	87 667 087	90 782 163	10 180 172	448 272	1 218 863	6 131
Equity & Liabilities							
Deposits	131 374 141	49 775 096	78 876 544	2 626 020	21 816	74 665	-
Insurance liabilities	970 497	970 497	-	-	-	-	-
Other liabilities	16 296 146	12 520 394	600 937	1 957 733	419 566	647 017	150 499
Current tax payable	522 562	522 562	-	-	-	-	-
Life Fund	397 799	397 799	-	-	-	-	-
Investment contract liabilities	62 542	62 542	-	-	-	-	-
Deferred taxation	4 848 456	4 848 456	-	-	-	-	-
Lease Liability	36 270	36 270	-	-	-	-	-
Equity	35 794 275	35 794 275	-	-	-	-	-
Total equity and liabilities	190 302 688	104 927 891	79 477 481	4 583 753	441 382	721 682	150 499

FOREIGN CURRENCY POSITION AS AT 31 DECEMBER 2020

	AUDITED IN	FLATION AD	JUSTED				
Postion expressed in ZWL\$ 000	Total	ZWL\$	USD	ZAR	GBP	EUR	Other foreign currencies
Assets							
Balances with banks and cash	31 749 011	3 780 860	26 485 316	651 735	76	583 135	247 889
Money market assets	12 189 860	6 702 103	4 490 195	997 562	-	-	-
Financial securities	1 579 852	1 579 852	-	-	-	-	-
Loans and advances to customers	47 319 306	44 087 778	3 191 517	39 781	223	5	2
Insurance assets	977 400	977 400	-	_	-	-	_
Equity investments	3 092 310	3 092 011	-	_	-	299	_
Land Invetory	5 951 994	5 951 994	-	_	-	-	_
Other assets	36 587 936	16 121 332	20 026 919	428 397	10 179	1 109	_
Current tax receivable	867	867	_	_	_	_	_
Intangible assets	198 558	198 558	_	_	_	_	_
Investment properties	4 417 649	4 417 649	_	_	_	-	_
Property and equipment	7 704 327	7 445 175	187 701	71 329	_	122	_
Deferred taxation	741 785	741 785	_	_	_	-	_
Total assets	152 510 855	95 097 364	54 381 648	2 188 804	10 478	584 670	247 891
Equity & Liabilities							
Deposits	104 779 611	53 840 489	47 816 426	2 792 071	39 861	225 683	65 081
Insurance liabilities	888 887	888 887	_	_	_	_	_
Other liabilities	13 934 417	6 463 361	1 302 767	6 156 290	4 811	7 114	74
Current tax payable	1 073 069	1 073 069	_	_	_	_	_
Life Fund	149 108	149 108	_	_	_	_	_
Investment contract liabilities	23 508	23 508	_	_	_	_	_
Deferred taxation	3 303 826	3 303 826	_	_	_	_	_
Lease Liability	33 986	33 986	_	_	_	_	_
Equity	28 324 443	28 324 443	_	_	_	_	_
Total equity and liabilities	152 510 855	65 776 234	49 119 193	8 948 361	44 672	232 797	65 155

FOREIGN CURRENCY POSITION AS AT 31 DECEMBER 2021

	UN	AUDITED HIS	STORICAL				
Position expressed in ZWL\$ 000	Total	ZWL\$	USD	ZAR	GBP	EUR	Other foreign currencies
Assets							
Balances with banks and cash	39 562 931	12 930 133	23 884 890	2 135 204	29 189	583 474	41
Money market assets	24 353 610	7 218 751	16 464 916	669 943	_	_	_
Financial securities	964 517	964 517	_	-	-	_	-
Loans and advances to customers	55 901 268	18 274 659	37 602 439	23 967	203	_	-
Insurance assets	1 162 033	1 162 033	_	_	-	_	-
Equity investments	5 422 039	5 422 039	_	_	-	_	-
Land inventory	552 094	552 094	_	_	_	_	-
Other assets	37 217 108	9 891 925	12 829 918	7 351 058	418 880	635 389	6 089 938
Current tax receivable	37 186	37 186	_	_	_	_	-
ntangible assets	213 757	213 757	_	_	_	_	-
nvestment properties	6 169 958	6 169 958	_	_	_	_	_
Property and equipment	7 395 991	7 395 991	_	_	_	_	_
Deferred taxation	3 618 424	3 618 424	_	_	_	_	_
	182 570 916	73 851 467	90 782 163	10 180 172	448 272	1 218 863	6 089 979
Equity & Liabilities							
Deposits	131 374 141	49 775 096	78 876 544	2 626 020	21 816	74 665	_
nsurance liabilities	930 419	930 419	_	_	_	_	_
Other liabilities	15 963 342	12 187 590	600 937	1 957 733	419 566	647 017	150 499
Current tax payable	522 562	522 562	_	-	_	_	-
Life Fund	397 799	397 799	_	-	_	_	_
nvestment contract liabilities	62 542	62 542	_	_	_	_	-
Deferred taxation	3 573 573	3 573 573	_	-	_	_	_
Lease liability	36 270	36 270	_	-	_	_	-
Equity	29 710 268	29 710 268	-	-	_	_	-
Total equity and liabilities	182 570 916	97 196 119	79 477 481	4 583 753	441 382	721 682	150 499

Partners for Success





FOR THE YEAR ENDED 31 DECEMBER 2021

FOREIGN CURRENCY POSITION AS AT 31 DECEMBER 2020

	UNAUDI	TED HISTOR	ICAL				
Position expressed in ZWL\$ 000	TOTAL	ZWL\$	USD	ZAR	GBP	EUR	Other foreign currencies
Assets							
Balances with banks and cash	19 752 126	2 352 200	16 477 405	405 466	47	362 788	154 220
Money market assets	7 583 721	4 169 603	2 793 501	620 617	-	-	_
Financial securities	982 879	982 879	_	-	-	-	_
Loans and advances to customers	29 438 930	27 428 488	1 985 550	24 749	139	3	1
Insurance assets	608 073	608 073	_	-	-	-	_
Equity investments	1 923 830	1 923 644	_	_	_	186	-
Land Inventory	470 639	470 639	_	-	-	-	_
Other assets	20 503 312	7 770 350	12 459 419	266 520	6 333	690	-
Current tax receivable	540	540	_	-	-	-	-
Intangible assets	87 202	87 202	_	-	-	-	-
Investment properties	2 748 368	2 748 368	_	-	-	-	-
Property and equipment	3 790 193	3 628 966	116 775	44 376	-	76	_
Deferred taxation	463 832	463 832	_	_	_	-	-
Total assets	88 353 645	52 634 784	33 832 650	1 361 728	6 519	363 743	154 221
Equity & Liabilities							
Deposits	65 186 915	33 495 976	29 748 205	1 737 041	24 799	140 405	40 489
Insurance liabilities	553 007	553 007	_	_	_	_	_
Other liabilities	8 467 292	3 819 297	810 495	3 830 035	2 993	4 426	46
Current tax payable	667 592	667 592	_	_	_	_	_
Life Fund	92 765	92 765	_	_	_	_	_
Investment contract liabilities	14 625	14 625	_	_	_	_	_
Deferred taxation	2 286 125	2 286 125	_	_	_	_	-
Lease Liability	21 144	21 144	_	_	_	_	-
Equity	11 064 180	11 064 180	_	_	_	_	-
Total equity and liabilities	88 353 645	52 014 711	30 558 700	5 567 076	27 792	144 831	40 535

FOREIGN CURRENCY POSITION AS AT 31 DECEMBER 2021

UNDERLYING CURRENCY										
	USD	ZAR	GBP	EUR	Other foreign currencies in ZWL\$ 000					
Assets										
Balances with banks and cash	219 801	312 380	199	4 746	41					
Money market assets	151 519	98 013	_	_	_					
Loans and advances to customers	346 037	3 506	1	_	_					
Other assets	118 067	1 075 460	2 855	5 169	6 090					
Total assets	835 424	1 489 359	3 055	9 915	6 131					
Liabilities										
Deposits	725 862	384 187	149	607	_					
Other liabilities	5 530	286 416	2 860	5 263	150 499					
Total liabilities	731 392	670 603	3 009	5 870	150 499					
Net position	104 032	818 756	46	4 045	(144 368)					

FOREIGN CURRENCY POSITION AS AT 31 DECEMBER 2020

UNDERLYING CURRENCY										
	USD	ZAR	GBP	EUR	Other foreign currencies in ZWL\$ 000					
Assets										
Balances with banks and cash	201 468	72 538	-	3 610	154 220					
Money market assets	34 156	111 028	-	-	-					
Loans and advances to customers	24 277	4 428	1	-	1					
Other assets	152 341	47 680	57	7	-					
Property and equipment	1 428	7 939	_	_	_					
Total assets	413 670	243 613	58	3 617	154 221					
Liabilities										
Deposits	363 730	310 757	222	1 397	40 489					
Other liabilities	9 910	685 193	27	44	46					
Total liabilities	373 640	995 950	249	1 441	40 535					
Net position	40 030	(752 337)	(191)	2 176	113 686					

Operational risk

This is the potential for loss arising from human error and fraud, inadequate or failed internal processes, systems failure, non-adherence to procedure or other external sources that result in the compromising of the Group and its SBUs revenue or erosion of the Group and its SBUs'

37.7.1 Operational risk management framework

The Group Risk Management Committee exercises adequate oversight over operational risks across the Group with the support of SBU Boards as well as business and functional level committees. Group Risk Management is responsible for setting and approving of Group Operational Policies

The Group Board Audit Committee through the Internal Audit function as well as Group Enterprise Wide Governance and Compliance, performs their independent review and assurances under processes and procedures as set under Business Units policies and procedure manuals. On the other hand, the Group Risk Management and Group IT Department with assistance from the Organisation and Methods Department within Group IT Department with the Group Risk Management and Group IT Department with the Organisation and Methods Department within Group IT Department with the Organisation and Methods Department within Group IT Department with GroupHuman Resources ensure that processes, procedures and control systems are in line with variables in the operating environment.

This is the risk that arises where the Group's strategy may be inappropriate to support its long term corporate goals due to underlying inadequate and the support its long term corporate goals due to underlying inadequate and the support its long term corporate goals due to underlying inadequate and the support its long term corporate goals due to underlying inadequate and the support its long term corporate goals due to underlying inadequate and the support its long term corporate goals due to underlying inadequate and the support its long term corporate goals due to underlying inadequate and the support its long term corporate goals due to underlying inadequate and the support its long term corporate goals due to underlying inadequate and the support its long term corporate goals due to underlying inadequate and the support its long term corporate goals due to underlying inadequate and the support its long term corporate goals due to the support itsstrategic planning processes, weak decision making processes as well as weak strategic implementation programs

To mitigate this risk, the Group's Board, SBU Boards and Management teams craft the strategy which is underpinned by the Group's corporate goals. Approval of the strategy is the responsibility of the appropriate Board whilst implementation is carried out by Management. On the other hand, strategy and goal congruency is audited monthly by management and quarterly by the appropriate Board.

37.9 Regulatory risk

Regulatory risk is defined as the failure to comply with applicable laws and regulations or supervisory requirements, or the exclusion of provisions of relevant regulatory requirements out of operational procedures. This risk is managed and mitigated through the Group Board Risk Management Committee and the Group Enterprise Wide Governance and Compliance unit which ensures that:

 $a. Comprehensive \ and \ consistent \ compliance \ policies \ and \ procedures \ exist \ covering \ the \ Group \ and \ its \ SBUs;$ b.A proactive and complete summary statement of the Group and its SBUs position on ethics and compliance exists; c.A reporting structure of the Group Enterprise Wide Compliance Function exists that ensures independence and effectiveness; and $\hbox{d.Yearly compliance and awareness training targeting employees in compliance sensitive areas is carried out.}\\$

This is the risk of potential damage to the Group's image that arises from the market perception of the manner in which the Group and its SBUs package and deliver their products and services as well as how staff and management conduct themselves. It also relates to the Group's general business ethics. This can result in loss of earnings or adverse impact on market capitalisation as a result of stakeholders adopting a negative view to the Group and its actions. The risk can further arise from the Group's inability to address any of its other key risks. This risk is managed and mitigated through:

a.continuous improvements to the Group's operating facilities to ensure they remain within the taste of the Group's various stakeholders

b.ensuring that staff subscribe to the Group's code of conduct, code of ethics and general business ethics; and $c. stakeholders' feedback \ systems \ that \ ensures \ proactive \ attention \ to \ the \ Group's \ reputation \ management.$

37.12 Insurance risk

This is the risk of financial or reputational loss suffered as a result of transactions in which criminal financiers disguise the origin of funds they deposit in the subsidiaries of the Group and then use the funds to support illegal activities. The Group manages this risk through

a.adherence to Know Your Customer Procedures; $b. effective \ use \ of \ compliance \ enabling \ technology \ to \ enhance \ anti-money \ laundering \ program \ management, \ communication,$

monitoring and reporting; c.development of early warning systems; and d.integration of compliance into individual performance measurement and reward structures.

The principal risk that the insurance segment faces under insurance contracts is that the actual claims and benefit payments or the timing thereof, differ from expectations. This is influenced by the frequency of claims, severity of claims, actual benefits paid and subsequent development of long-term claims. Therefore, the objective of the insurance subsidiary is to ensure that sufficient reserves are available to cover these liabilities.

The above risk exposure is mitigated by diversification across a large portfolio of insurance contracts and geographical areas. The variability of risks is also improved by careful selection and implementation of underwriting strategy guidelines, as well as the use of reinsurance arrangements.

The subsidiaries also purchase reinsurance as part of their risk mitigation programme. Reinsurance ceded is placed on both a proportional and non-subsidiaries also purchase reinsurance as part of their risk mitigation programme. Reinsurance ceded is placed on both a proportional and non-subsidiaries also purchase reinsurance as part of their risk mitigation programme. Reinsurance ceded is placed on both a proportional and non-subsidiaries are considered as a subsidiaries and considered as a subsidiaries are considered as a subsidiaries and considered as a subsidiaries are considered as a subsidiaries and considered asproportional basis. The majority of proportional reinsurance is quota-share reinsurance which is taken out to reduce the overall exposure of the company to certain classes of business. Non-proportional reinsurance is primarily excess-of-loss reinsurance designed to mitigate the company's net exposure to catastrophe losses. Retention limits for the excess-of-loss reinsurance vary by product line and territory

The insurance company's placement of reinsurance is diversified such that it is neither dependent on a single reinsurer nor are the operations of the company substantially dependent upon any single reinsurance contract.

37.13 Risk and Credit Ratings

CBZ Bank Limited

Rating agent	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Global Credit Rating (Long term)	AA- _(zw)	A+	A+	Α	Α	Α	Α	A+	A+	A+	A+
CBZ Life Private Limited											
Rating agent	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Global Credit Rating (Financial strength)	A- (zw)	A (zw)-	A-	A-	BBB+	BBB+	BBB+	-	-		
CBZ Insurance Private Limited											
Rating agent	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011

CP7 Accet Management Private Limited

Global Credit Rating(Claims paying ability) BBB-(zw)

EDE ASSECTATION SECTION CONTRACTOR CONTRACTO											
Rating agent	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Global Credit Rating (Manager quality)	MQ2 _(zw)	MQ2 _(zw)	MQ2 _(zw)	Α	Α	Α	А	-	-	-	-

BBB+

BBB+

BBB-

BBB+

37.13.2 Reserve Bank Ratings

CA	CAMELS RATING MATRIX - 31 DECEMBER 2017 RBZ ONSITE EXAMINATION										
Composite Capital Adequacy Asset Quality Management Earnings Liquidity Sensitivity to market risk											
CBZ Bank (current)	2	1	3	2	2	2	2				
CBZ Bank (previous)	1	1	2	1	1	2	2				

Key1. Strong 2. Satisfactory 3. Fair 4. Substandard

CBZ Bank Limited Risk Matrix Summar

Type of risk	Level of Inherent Risk	Adequacy of Risk Management Systems	Overall Composite Risk	Direction of Overall Composite Risk
Credit Risk	Moderate	Acceptable	Moderate	Stable
Liquidity Risk	Moderate	Acceptable	Moderate	Stable
Interest Rate Risk	Moderate	Acceptable	Moderate	Stable
Foreign Exchange Risk	Low	Acceptable	Low	Stable
Strategic Risk	Moderate	Acceptable	Moderate	Stable
Operational Risk	Moderate	Acceptable	Moderate	Stable
Legal & Compliance Risk	Moderate	Acceptable	Moderate	Stable
Reputation Risk	Moderate	Acceptable	Moderate	Stable
Overall	Moderate	Acceptable	Moderate	Stable

KEY

Level of inherent risk

reflects a lower than average probability of an adverse impact on an institution's capital and earnings. Losses in a functional Low area with low inherent risk would have little negative impact on the institution's overall financial condition.

could reasonably be expected to result in a loss which could be absorbed by an institution in the normal course of business. reflects a higher than average probability of potential loss. High inherent risk could reasonably be expected to result in a significant and harmful loss to the institution

Adequacy of Risk Management Systems

risk management systems are inadequate or inappropriate given the size complexity and risk profile of the banking institution. Institution's risk management systems are lacking in important ways and therefore a cause of more than normal supervisory attention. The internal control systems will be lacking in important aspects particularly as indicated by continued control exceptions or by the failure to adhere to written down policies and procedures.

 management of risk is largely effective but lacking to some modest degree. While the institution might be having some minor risk management weaknesses these have been recognised and are being addressed. Management information systems are generally adequate. **Acceptable**

management effectively identifies and controls all types of risk posed by the relevant functional areas or per inherent risk. The board and senior management are active participants in managing risk and ensure appropriate policies and limits are put in place. The policies comprehensively define the financial institution's risk tolerance responsibilities are effectively communicated. Strong -

Overall Composite Risk

Low Risk - would be assigned to low inherent risk areas. Moderate risk areas may be assigned a low composite risk where internal controls and risk management systems are strong and effectively mitigate much of the risk.

Moderate Risk – risk management effectively identifies and controls all types of risk posed by the relevant functional area significant

weaknesses in the risk management systems may result in a moderate composite risk assessment. On the other hand a strong risk management system may reduce the risk so that any potential financial loss from the activity would have only a moderate negative impact on the financial condition of the organization.

Direction of Overall Composite Risk Rating

Increasing - based on the current information composite risk is expected to increase in the next twelve months. Decreasing – based on current information composite risk is expected to decrease in the next twelve months.

Stable – based on current information composite risk is expected to be stable in the next twelve months.

COMPLIANCE AND REGULATORY RISK

During the year, the Group was fined ZWL\$ 1,820,000 and ZWL\$ 70,000 by the Reserve Bank of Zimbabwe (RBZ) for publishing its Interim Financial Statements after the set statutory deadline of 31 August 2021 and for breaching section 18 (3) of the Banking Act,

GOING CONCERN

The Directors have assessed the ability of the Group and its subsidiaries' (the Group) to continue operating as a going concern and believe that the preparation of these consolidated financial statements on a going concern basis is still appropriate. The Directors have engaged themselves to continuously assess the ability of the Group to continue to operate as a going concern and to determine the continued appropriateness of the going concern assumption that has been applied in the preparation of these consolidated financial

Impact of Covid-19

The Covid-19 pandemic has been one of the biggest shocks to the global economy and society in recent times. The consequences of the disease outbreak were unprecedented and felt around the world. The world of work was profoundly affected by the pandemic. In addition to the threat to public health, the economic and social disruption threatened the long-term livelihoods and wellbeing of millions. The pandemic heavily affected labour markets, economies and enterprises, including global supply chains, leading to widespread business disruptions. As a result, various governments responded by imposing lockdown measures which had the unintended consequence of affecting business activities across all economic sectors. Supply chain disruptions which affected business production cycles, were highly prevalent. Aid agencies and fiscal support provided essential relief to the public and business community

The Group continued to leverage on its strong capital and balance sheet positions, great understanding of the local markets, extensive investment in Information Technology infrastructure and a culture of innovation to provide the much-needed support and be a sourceof resilience to its employees, clients and other stakeholders. In 2021, improved vaccine uptake, declining infection levels and relaxed Covid-19 related restrictions from level 4 to level 2 particularly towards the end of the year, enabled resumption of economic and business activity on a large scale.

 $In 2022, global \ economies \ are \ likely \ to \ start \ the \ gradual \ transition \ towards \ co-existing \ with \ Covid-19, implying \ reduced \ disruptions \ and \ disruptions \ and \ disruptions \ disruption \ disrupti$ potentially improved business activity. However, the major downside risks include the possibility of extended supply chain disruptions, rising global inflationary pressures as well as disparate monetary and fiscal policies as countries transition to the next normal at different

The Directors have engaged themselves to continuously assess the ability of the Group to continue to operate as a going concern. Despite the foregoing, the Group has assessed that Covid-19 will not have an inhibiting impact on its ability to continue operating as a



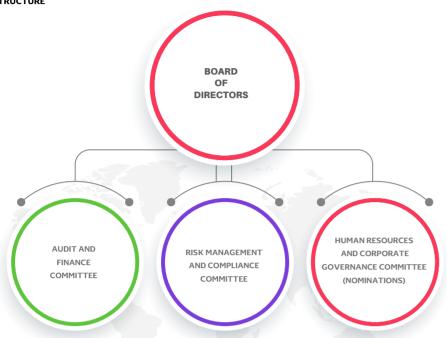
FOR THE YEAR ENDED 31 DECEMBER 2021



Corporate Governance

The CBZ Holdings Limited governance framework supports the principles of integrity, strong ethical values and professionalism integral to the company's business. The Board recognizes that it is accountable to Shareholders for good corporate governance and is committed to high standards of governance that are recognised and understood throughout the Group. The Board is primarily accountable to shareholders, whilst also considering the interests of other stakeholders such as customers, employees, suppliers, regulators and the community. In an environment of increasing change and complexity of regulation, management aims to achieve a balance between the governance expectations of shareholders and other stakeholders, and the need to generate competitive financial returns

GOVERNANCE STRUCTURE



We aim to stay abreast of developments in good governance and practice, and have a well-developed structure that ensures compliance with the Companies and other Business Entities Act [chapter 24:31], Zimbabwe Corporate Governance Code (ZIMCODE 2014), the Zimbabwe Stock Exchange Rules SI134/2019, the Reserve Bank of Zimbabwe Corporate governance guidelines No. 01-2004/BSD, The Banking Act (Chapter 24:20), the Banking Amendment Act of 2015, IPEC Directive on Governance and Risk Management for Insurance Companies, March 2016; Securities Act (Chapter 24:25); Securities Amendment Act No. 2 of 2013; Asset Management Act (Chapter 24:26) and the South African King reports.

THE BOARD OF DIRECTORS

This is the main decision making body, setting the strategic direction of the Group and ensuring that the Group manages risk effectively. The Board is involved in setting measurable objectives to promote a healthy corporate culture that is aligned with strategy and our strong commitment to our $stakeholders.\ In\ addition,\ the\ board\ is\ responsible\ for\ the\ overall\ stewardship\ of\ the\ Group\ and\ in\ particular\ for\ its\ long\ term\ growth\ and\ profitability\ through$ implementation of agreed financial objectives.

The Board comprises of 7 Directors being; 5 Non-Executive Directors and two Executive Directors

Retirements and Appointment of New DirectorsDuring the course of the period the Group effected the following Board Changes:

Board Retirements during 2021

NAME	STATUS	BOARD	DATE OF RETIREMENT				
Peter Zimunya	Executive Director	CBZ Bank	31 December 2021				
Board Appointments during 2021							
NAME	STATUS	BOARD	DATE OF APPOINTMENT				
Darly Archibald	Non-Executive Director	CBZ Agro-Yield	4 February 2021				
Muneshkhumar Bhabubai Narotam	Non-Executive Director	CBZ Life	4 February 2021				

The recruitment of new Directors is currently ongoing and the appointment of new directors is based on pre-established criteria having regard to the existing skills mix on the Board as a whole and having assessed areas where additional skill, expertise or experience is required. These appointments to the Board are made with due cognizance of the need to ensure that the board comprises of a diverse range of skills, knowledge and expertise and has the requisite independence, including, the professional and industry knowledge necessary to meet the Group's strategic objectives

All appointments follow a transparent procedure and are subject to confirmation by shareholders at the Annual General Meeting. Before appointment, potential board appointees must undergo a fitness and Probity assessment in line with the Banking Act [Chapter 24:20], the Reserve Bank of Zimbabwe (RBZ) Prudential Guidelines, IPEC Directive on Governance and Risk Management for Insurance Companies, March 2016 were applicable.

The Board committees continued to play a crucial role in the company's governance framework, undertaking their work comprehensively and effectively supporting the work of the board. The Board has established and delegated specific roles and responsibilities to three standing committees, to assist it in discharging its duties and these are :- Audit and Finance Committee; Risk Management Committee and Human Resources & Corporate Governance Committee (also sits as Nominations Committee).

The committees meet quarterly in accordance with their terms of reference and members of the executive committee and management attend meetings of the various committees by invitation.

The Boards of Directors of the various units as at 31 December 2021 were constituted as tabulated below:

CBZ Holdings Limited	CBZ Bank Limited	CBZ Asset Management	CBZ Life Limited	CBZ Insurance	CBZ Risk Advisory	CBZ Properties	Red Sphere Finance	CBZ Agro Yield	CBZ Digital
Holtzman M.L*	Holtzman M L*	Mhlanga N*	Tshuma H*	Matika ATK*	Magorimbo L*	R Snow*	Jinnah J*	Parham W D*	Bhamre P*
Mashingaidze E.U	Shangwa ET	Moyo MTV	Munesh Narotam	Chitiga WR	Ndlovu N	C Makwiranzou	Dr Mudavanhu B	Mazike P S	Dr Mudavanhu B
Galante E.E	Dr Marufu MPA	Joshi H G	Kamal Khalfan	Dr Mudavanhu B	Marandu N	M. Sinyoro	Gumbo TL	Archibald A D	Gumbo T L
Gerken L.C	Dr Beddies CH	Mukanganga C	Dr Mudavanhu B	Gumbo T L	Dr Mudavanhu B	Dr B Mudavanhu	Ali D**	Dr Mudavanhu B	
Gaskin Gain R	Shah JG	Dr Mudavanhu B	Gumbo T L	Mharadze J***	Gumbo TL	T L Gumbo		Gumbo TL	
Dr Mudavanhu B**	Dr Mudavanhu B	Gumbo T L	Mutizwa J ***		Chinyani T***	J F Smith		Chigodora W**	
Gumbo T L**	Gumbo T L	Smith J F				H Bvumburai**			
	Zimunya P**	Muzadzi T**							
	Nyazema L **								

- Chairman
- * Ex-Officio membe

CBZ HOLDINGS LIMITED BOARD COMMITTEE AND BOARD ATTENDANCE REGISTER (JANUARY TO DECEMBER 2021)

	AUDIT & Finance	SPECIAL AUDIT & FINANCE	HR & Corporate Governance	RISK Management & Compliamce	MAIN BOARD	TOTAL COMMITTEES	TOTAL BOARDS
Meetings Held	4	11	4	4	4	23	4
Holtzman M.L	*	*	4	*	4	4	4
Gerken L C	4	11	*	4	4	19	4
Gaskin Gain R	*	*	4	4	4	8	4
Mashingaidze E U	4	11	4	*	4	19	4
Galante E E	4	11	*	*	4	15	4
Dr Mudavanhu B **	4	11	4	4	4	23	4
Gumbo T L**	4	11	*	4	4	19	4

cial Äudit Committee Meetings were a result of the recruitment process for External Auditor

Key

- ** Executive * Not a member

CBZ BANK LIMITED BOARD COMMITTEE AND BOARD ATTENDANCE REGISTER (JANUARY TO DECEMBER 2021)

NAME	AUDIT & Finance	RISK Management & Compliance	CREDIT	SPECIAL CREDIT	LOANS REVIEW	MAIN Board	TOTAL Committees	TOTAL Main Board
Meetings Held	4	4	4	9	4	4	25	13
Holtzman M L*	*	*	4	9	-	4	13	13
Marufu M P A	*	*	4	9	*	4	13	13
Shangwa E T	4	4	4	9	*	4	21	13
Beddies C H	4	4	*	*	*	4	8	13
Shah J G	4	*	*	*	4	4	8	13
Dr Mudavanhu B	4	*	4	*	*	4	8	13
Gumbo T L	4	4	*	*	4	4	12	13
Zimunya P**	4	4	4	9	4	4	25	13
Nyazema L**	4	4	4	9	4	4	25	13

- ** Executive
- did not attend

CBZ ASSET MANAGEMENT (PRIVATE) LIMITED BOARD ATTENDANCE REGISTER

(JANUARY TO DECEMBER 2021)

ANOART TO DECEMBER 2021)										
NAME	AUDIT & COMPLIANCE	INVESTMENTS & RISK	MAIN BOARD	TOTAL COMMITTEES	TOTAL BOARDS					
Number of meetings held	3	4	4	7	4					
Mhlanga N*	3	4	4	7	4					
Moyo M T V	*	4	4	7	4					
Mukanganga C F	3	4	4	7	4					
Heena J J	3	4	4	7	4					
Dr B Mudavanhu	3	4	4	7	4					
Gumbo T L	3	4	4	7	4					
Smith J F	3	4	4	7	4					
Muzadzi T**	3	4	4	7	4					

- * Not a member - did not attend

CBZ LIFE LIMITED BOARD ATTENDANCE REGISTER (JANUARY TO DECEMBER 2021)

(27/11/27/11/11/2012)										
NAME	INVESTMENTS & RISK	HR & REMUNERATION	AUDIT & FINANCE	MAIN BOARD	TOTAL COMMITTEES	TOTAL Boards				
Meetings held	4	4	4	4	12	4				
H Tshuma	4	4	4	4	12	4				
M B Narotam	4	4	4	4	12	4				
K.M. Khalfan	1	1	1	1	3	1				
Dr Mudavanhu, B	-	1	1	1	2	1				
T L Gumbo	3	3	3	3	9	3				

Key ** Executive

- * Not a member
- did not attend

CBZ INSURANCE BOARD ATTENDANCE REGISTER

NAME	HR & Remuneration	INVESTMENTS & RISK	AUDIT & Finance	MAIN BOARD	TOTAL COMMITTEES	TOTAL Boards
Meetings Held	4	4	4	4	12	4
Matika A K T	4	4	*	4	8	4
Chitiga W	*	4	4	4	8	4
Dr Mudavanhu B	1	1	1	1	3	1
Gumbo T L	3	3	3	3	9	3

** Executive

- * Not a member
- did not attend

CBZ RISK ADVISORY SERVICES BOARD ATTENDANCE REGISTER

(JANUARY TO DECEMBER 2021)

NAME	AUDIT & RISK	MAIN BOARD	TOTAL COMMITTEES	TOTAL BOARDS
Meetings Held	3	4	3	4
L Magorimbo	*	4	-	4
N Ndlovu	3	4	3	4
N Marandu	3	4	3	4
J F Smith	3	4	3	4
Dr B Mudavanhu	1	2	1	2
T L Gumbo	3	4	3	4

Kev

* Not a member - did not attend

CBZ PROPERTIES BOARD ATTENDANCE REGISTER (JANUARY TO DECEMBER 2021)

NAME	MAIN Board	TOTAL Boards
Meetings held	4	4
Snow R	4	4
Makwiranzou C	4	4
Sinyoro M	3	3
Dr Mudavanhu B	2	2
Gumbo T L	3	3
Smith J F	4	4
Bvumburai H**	4	4

** Executive

- * Not a member

RED SPHERE FINANCE BOARD ATTENDANCE REGISTER (JANUARY TO DECEMBER 2021)

NAME	MAIN BOARD	TOTAL Boards
Meetings Held	4	4
Jinnah J	4	4
Dr B Mudavanhu	2	2
Gumbo T L	4	4
J F Smith	4	4
Ali D**	4	4

Key

- * Not a member

CBZ AGRO YIELD BOARD ATTENDANCE REGISTER (JANUARY TO DECEMBER 2021)

NAME	MAIN BOARD	TOTAL Boards
Meetings Held	4	4
Parham W D	3	3
Mazike P S	4	4
D. Archibald	3	3
Dr Mudavanhu B	3	3
Gumbo T L	3	3
Chigodora W**	4	4
Mhungu S**	4	4

** Executive

- * Not a member
- did not attend

STATEMENT OF COMPLIANCE Based on the information set out in this corporate governance statement the Board believes that throughout the accounting year under review, the Group

By order of the Board



complied with the requisite regulatory requirements

GROUP LEGAL CORPORATE SECRETARY

06 June 2022



AUDITED INFLATION ADJUSTED FINANCIAL RESULTS



FOR THE YEAR ENDED 31 DECEMBER 2021

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2021

		AUDI	TED	UNAUDITED		
	NOTES	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000	
Interest income	2.1	22 893 258	10 505 422	18 319 915	4 977 938	
Interest expense	2.2	(2 486 877)	(1 429 286)	(1 942 323)	(574 657)	
Net interest income	2	20 406 381	9 076 136	16 377 592	4 403 281	
Non-interest income	3	10 958 086	16 675 435	9 583 262	9 808 837	
Total income	4	31 364 467	25 751 571	25 960 854	14 212 118	
Operating expenditure Operating income	4	(10 888 476) 20 475 991	(6 027 192) 19 724 379	(8 756 557) 17 204 297	(2 590 816) 11 621 302	
Credit loss expense	12.1	(1 901 845)	(860 931)	(1 901 845)	(535 614)	
Monetary loss	12.1	(8 610 623)	(2 872 228)	(1 901 643)	(333 014)	
Profit before taxation		9 963 523	15 991 220	15 302 452	11 085 688	
Taxation	5	(4 618 396)	(3 498 790)	(3 735 056)	(2 402 272)	
Profit for the period after tax	_	5 345 127	12 492 430	11 567 396	8 683 416	
Other comprehensive income Items that will not be reclassified to Profit or Loss in sub Gains on property revaluations Gains on equity instruments at FVOCI Deferred income tax relating to components of other comprehensive income	sequent 5.3	754 555 341 908 (203 621) 892 842	197 633 29 572 (50 333) 176 872	1736 839 478 354 (453 264) 1761 929	1 681 465 164 428 (423 880) 1422 013	
T-4-1		6 228 060	42.550.202	42 220 225	10.105.430	
Total comprehensive income for the period		6 237 969	12 669 302	13 329 325	10 105 429	
Profit for the period attributable to:						
Equity holders of parent		5 345 124	12 492 431	11 567 396	8 683 416	
Total comprehensive income for the period attributable	to:	6 237 969	12 669 302	13 329 325	10 105 429	
Equity holders of parent		0 237 969	12 009 302	13 329 325	10 105 429	
Earnings per share (cents) Basic Fully Diluted	6.1 6.1	1 044 34 1 044 34	2 440 80 2 440 80	2 260 06 2 260 06	1 696 58 1 696 58	

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

		AUDI	TED	UNAUDITED		
	NOTES	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	RESTATED HISTORICAL 31 DEC 2020 ZWL\$ 000	
ASSETS						
Cash & cash equivalents	8	37 277 189	30 962 072	37 277 189	19 262 545	
Money market assets	9	24 314 545	11 515 354	24 314 545	7 164 089	
Financial securities	10	964 517	1 579 851	964 517	982 879	
Loans and advances to customers	11	63 572 666	39 925 020	63 572 666	24 838 696	
Equity investments	15	735 413	339 027	735 413	210 920	
Land inventory	14	5 133 279	5 175 036	440 259	412 622	
Other assets	13	25 291 730	35 809 841	24 964 083	22 271 338	
Intangible assets	20	215 630	178 647	159 618	84 723	
Investment properties	19	1 023 538	1 169 611	1 023 538	727 654	
Property and equipment	18	5 549 770	4 752 585	4 029 578	2 087 815	
TOTAL ASSETS		164 078 277	131 407 044	157 481 406	78 043 281	
LIABILITIES						
Deposits	22	127 880 147	102 014 413	127 880 147	63 466 593	
Other liabilities	23	5 689 641	2 777 638	5 364 041	1 529 631	
Current tax payable	23	501 970	424 956	501 970	264 380	
Deferred taxation	21	2 667 501	2 413 153	1 428 625	1 807 974	
Lease liability		15 856	21 317	15 856	13 262	
20000 100011109		136 755 115	107 651 477	135 190 639	67 081 840	
EQUITY						
Share capital	25.1	229 231	229 231	5 118	5 118	
Share premium	25.2	748 926	748 926	16 722	16 722	
Revaluation reserve	25.3	2 604 412	2 036 383	2 615 114	1 307 622	
Retained Earnings	25.4	23 155 038	20 480 285	19 004 826	9 437 429	
Fair value reserve	25.5	585 555	260 742	648 987	194 550	
Total Equity		27 323 162	23 755 567	22 290 767	10 961 441	
TOTAL LIABILITIES AND FOLIETY		167 070 377	121 / 07 0 / /	157 / 01 / 06	70.0/2.201	
TOTAL LIABILITIES AND EQUITY		164 078 277	131 407 044	157 481 406	78 043 281	

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2021

		INFLATIO					
	Share capital ZWL\$ 000	Share premium ZWL\$ 000	Revaluation reserve ZWL\$ 000	*FCTR ZWL\$ 000	Fair value reserve ZWL\$ 000	Retained earnings ZWL\$ 000	Total ZWL\$ 000
31 Dec 2020							
Opening balance	229 231	748 926	105 449	1 873 232	213 946	8 328 305	11 499 089
Profit for the period	_	_	_	_	_	12 492 431	12 492 431
Total comprehensive income for	the period –	_	148 778	_	28 094	_	176 872
Transfer from other category	_	_	1 782 156	(1 873 232)	18 702	72 374	_
Dividend paid	_	_	_	_	_	(412 825)	(412 825)
Closing balance	229 231	748 926	2 036 383	-	260 742	20 480 285	23 755 567
31 Dec 2021							
Opening balance	229 231	748 926	2 036 383	_	260 742	20 480 285	23 755 567
Profit for the period	_	_		_	_	5 345 127	5 345 127
Other comprehensive income for	the period –	_	568 029	_	324 813	_	892 842
Dividend paid		_	_	_	_	(2 670 374)	(2 670 374)
Closing balance	229 231	748 926	2 604 412	_	585 555	23 155 038	27 323 162

UNAUDITED HISTORICAL								
	Share capital ZWL\$ 000	Share premium ZWL\$ 000	Revaluation reserve ZWL\$ 000	*FCTR ZWL\$ 000	Fair value reserve ZWL\$ 000	Retained earnings ZWL\$ 000	Total ZWL\$ 000	
31 Dec 2020								
Opening balance	5 118	16 722	301 889	47 096	37 874	597 313	1 006 012	
Profit for the period	_	_	_	-	_	8 683 416	8 683 416	
Other comprehensive incom	ne for the period –	_	1 265 807	_	156 206	_	1 422 013	
Dividend paid	-	_	_	_	_	(150 000)	(150 000)	
Inter category transfer	_	-	(260 074)	(47 096)	470	306 700	_	
Closing balance	5 118	16 722	1 307 622	_	194 550	9 437 429	10 961 441	
31 Dec 2021								
Opening balance	5 118	16 722	1 307 622	_	194 550	9 437 429	10 961 441	
Profit for the period	_	_	_	_	_	11 567 397	11 567 397	
Other comprehensive incom	ne for the period –	_	1 307 492	_	454 437	_	1 761 929	
Dividend paid		_	_	_	_	(2 000 000)	(2 000 000)	
Closing balance	5 118	16 722	2 615 114	-	648 987	19 004 826	22 290 767	
-								

^{*} FCTR - Foreign Currency Translation Reserve

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

	AUDIT	red .	UNAUDITED		
	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000	
CASH FLOWS FROM OPERATING ACTIVITIES	24413 000	2WL\$ 000	ZWL\$ 000	2446\$ 000	
Profit before taxation	9 963 523	15 991 220	15 302 452	11 085 688	
Non cash items:		-			
Depreciation	421 744	257 673	207 367	96 302	
Amortisation of intangible assets	53 431	25 146	33 101	14 034	
Monetary Loss	8 610 623	2 872 228	12.650	- 010	
Impairment land inventory	91 268 (99 073)	1 315 (204 345)	12 658 (515 047)	818 (566 523)	
Fair value adjustments on properties Fair value adjustments on financial instruments	(14 318)	312	(17 112)	(500 523)	
Expected credit loss expense	1 901 845	860 931	1 901 845	535 614	
Unrealised loss on foreign currency exchange	(535 627)	(11 180 419)	(535 627)	(6 955 714)	
Profit on disposal of investment properties	(555 527)	(615)	(555 527)	(303)	
(Profit)\loss on sale of property and equipment	(1 817)	(1098)	(1840)	17 972	
Write off IFRS 16	-	(1 412)	-	(879)	
Write offs intangible asset	-	482	-	175	
Interest on lease liability	1 292	1 203	1 047	540	
Operating cash flows before changes in operating assets and liabilitie	s 20 392 891	8 622 621	16 388 844	4 227 724	
Change in a constitution and the little					
Changes in operating assets and liabilities	78 093 052	39 358 175	64 308 620	11 975 066	
Deposits Loans and advances to customers	(54 894 589)	(97 860 583)	(40 020 119)	(19 342 777)	
Financial securities	(3 961)	6 982 596	9 957	200 003	
Money market assets	(21 959 998)	13 805 855	(16 918 350)	(4 200 550)	
Land inventory	(49 510)	(462 270)	(40 295)	(289 204)	
Other assets	(3 615 276)	130 466 118	(2 773 476)	6 898 985	
Other Liabilities	10 772 640	(91 542 085)	3 834 615	1 351 018	
Net cash flow before corporate tax	8 342 358	747 806	8 400 952	(3 407 459)	
TAXATION					
Corporate tax paid	(4 947 825)	(1 983 609)	(4 330 079)	(910 704)	
Net cash inflow/(outflow) from operating activities	23 787 424	7 386 818	20 459 717	(90 439)	
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds on disposal of investment property	-	1 986	_	978	
Purchase of investment property	-	(123 498)	-	(44 873)	
Net change in investments	(40 160)	-	(29 027)	-	
Proceeds on disposal of property and equipment	1 934	477 537	1 934	292 938	
Purchase of property and equipment	(454 591)	(762 559)	(403 687)	(377 969)	
Purchase of intangible assets	(90 414)	-	(107 996)	-	
Net cash outflow from investing activities	(583 231)	(406 534)	(538 776)	(128 926)	
CASH FLOWS FROM FINANCING ACTIVITIES					
Dividends paid	(2 670 374)	(412 825)	(2 000 000)	(150 000)	
Lease liability payment	(13 198)	(18 653)	(10 182)	(150 000)	
Interest on lease liability	(1292)	(1203)	(1047)	(540)	
Net cash outflow from financing activities	(2 684 864)	(432 681)	(2 011 229)	(156 042)	
•					
Net increase/ (decrease) in cash and cash equivalents	20 519 329	6 547 603	17 909 712	(375 407)	
Cash and cash equivalents at beginning of period	30 962 072	16 787 972	19 262 545	2 328 287	
Exchange gains on foreign cash balances	104 932	27 823 068	104 932	17 309 665	
Infaltion effects on cash	(14 309 144)	(20 196 571)	-	-	
Cash and cash equivalents at end of period	37 277 189	30 962 072	37 277 189	19 262 545	

NOTES TO THE INFLATION ADJUSTED FINANCIAL RESULTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1. INCORPORATION ACTIVITIES

The Bank is incorporated in Zimbabwe and registered in terms of the Companies and Other Business Entities Act (Chapter 24:31) and the Banking Act (Chapter 24:20). It offers retail banking, mortgage finance, commercial banking, investment banking, small to medium enterprise financing, treasury management, wealth management, agribusiness, lease financing and custodial services.

1.1 Basis of preparation

Refer to Group accounting policies note 1.1 for basis of preparation

	Refer to Group accounting policies note 1.1 for basis of preparation.								
		AUDIT	ED	UNAUD	ITED				
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000				
2.	NET INTEREST INCOME								
2.1	Interest income Bankers acceptances Overdrafts Loans Staff loans Securities investments Other investments	210 411 3 511 222 16 181 167 109 642 457 113 2 423 703 22 893 258	3 915 751 5 621 687 47 856 479 367 440 761 10 505 422	179 682 2 643 623 13 066 517 91 165 353 521 1 985 407 18 319 915	1 853 159 2 689 901 24 532 178 662 231 684 4 977 938				
2.2	Interest expense Call deposits Savings deposits Money market deposits Other offshore deposits Lease liability	2 527 301 861 2 139 953 41 244 1 292 2 486 877	995 188 398 1 112 542 126 148 1 203 1 429 286	2 098 233 044 1 674 222 31 912 1 047 1 942 323	313 75 700 451 128 46 976 540 574 657				
3	NET NON-INTEREST INCOME Fair value adjustments on financial instruments Fair value adjustments on properties Net income from foreign currency dealing Unrealised profit on foreign currency exchange Realised profit on foreign currency exchange Commission and fee income Profit/(loss) on disposal of property and equipment Profit on disposal of investment property Bad debts recovered Property sales Lease income Other operating income	14 318 99 073 704 834 1 080 962 535 627 8 191 181 1 817 - 38 543 33 771 48 088 209 872	(312) 204 345 818 290 11 180 419 4 042 231 1 098 615 290 477 35 794 32 912 69 566 16 675 435	17 112 515 047 552 040 1 080 962 535 627 6 582 624 1 840 28 379 38 538 200 813 9 583 262	566 523 374 583 6 955 714 1 714 760 (17 972) 303 171 568 5 134 15 902 22 322 9 808 837				
4	OPERATING EXPENDITURE Staff costs NSSA Pension Administration expenses Zimswitch fees Licence fees Property Management fees Insurance Audit fees Depreciation Amortisation of intangible assets Property cost of sales Impairment of Land inventory Write off IFRS 16 Write off of Intangible assets	5 743 846 34 721 239 424 2 907 857 596 696 628 743 4 593 135 243 29 571 421 744 53 431 1 339 91 268	3 231 925 15 954 124 227 1 487 228 275 591 510 384 1 868 53 643 39 448 257 673 25 146 3 720 1 315 (1 412) 482 6 027 192	4 790 429 28 480 194 379 2 379 693 478 445 494 642 3 010 109 695 23 825 207 367 33 101 833 12 658	1 381 638 7 212 55 454 670 256 105 891 212 915 894 22 278 23 313 96 302 14 034 515 818 (879) 175 2 590 816				
	Remuneration of directors and key management per	sonnel (included in	staff costs)						
	Fees for service as directors Pension for past and present directors Salaries and other benefits	15 606 10 645 165 782 192 033	20 756 5 783 83 126 109 665	12 094 8 249 128 473 148 816	6 315 1 916 30 481 38 712				



FOR THE YEAR ENDED 31 DECEMBER 2021



		AUDI	TED	UNAUD	ITED
5.	TAXATION	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
5.1	Analysis of tax charge in respect of the profit or loss The following constitutes the major components of income tax	expense recognised in	the statement of profit o	or loss.	
	Current income tax charge Deferred income tax Income tax expense	4 567 669 50 727 4 618 396	2 328 526 1 170 264 3 498 790	4 567 669 (832 613) 3 735 056	1 163 983 1 238 289 2 402 272
5.2	Income tax rate reconciliations Notional tax Aids levy Non-deductible expenses Exempt income Tax credit Effective tax rate Included in exempt income is income from government bills ma	% 24.00 0.72 22.86 (1.19) (0.04) 46.35	% 24 0.72 16 (19) 	% 24.00 0.72 0.49 (0.77) (0.03) 24.41	% 24.00 0.72 13.92 (16.96) (0.01) 21.67 ses include
5.3	expenditure on exempt income excess management fees exce Analysis of tax effects in respect of other comprehensive in		isallowable donations.		
	The following constitutes the major components of deferred to	ax expense recognised i	n the statement of comp	orehensive income.	
	Deferred tax expense on revaluation gains Deferred tax expense on fair value adjustment on financial asse Total taxation relating to components	186 525 ets 17 096	48 854 1 479	429 347 23 917	415 659 8 221
	of other comprehensive income	203 621	50 333	453 264	423 880

6. EARNINGS PER SHARE

Basic earnings per share is calculated by dividing net profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares outstanding at the end of the period after adjusting for treasury shares.

Diluted earnings per share is calculated by dividing the net profit attributable to ordinary equity holders of the parent by the sum of weighted average number of ordinary shares outstanding and the weighted average number of potentially dilutive ordinary shares after adjusting for

treasury shares.

The following reflects the income and shareholding data used in the basic and diluted earnings per share computations:

	The following reflects the income and shareholding data used	d in the basic and dilut	ed earnings per share	computations:	
		AUDIT	ED	UNAUD	ITED
		NFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
6.1.	Earnings per share (cents)				
	Basic Fully Diluted	1 044.34 1 044.34	2 440.80 2 441.80	2 260.06 2 260.06	1 696.58 1 696.58
6.2.	Earnings Basic (earnings attributable to holders of parent) Fully Diluted	5 345 127 5 345 127	12 492 430 12 492 430	11 567 396 11 567 396	8 683 416 8 683 416
6.3.	Number of shares used in calculations (weighted) Basic Fully diluted	511 818 511 818	511 818 511 818	511 818 511 818	511 818 511 818
7.	DIVIDENDS Cash dividend on ordinary shares declared and paid: Final dividend	2 670 374	412 825	2 000 000	150 000
8.	CASH AND CASH EQUIVALENTS				
	Cash & bank Balances with Foreign bank balances Balances and settlement accounts with RBZ RBZ Statutory reserve Gross cash and cash equivalents ECL Net cash and cash equivalents	8 811 216 16 084 027 8 954 110 3 441 426 37 290 779 (13 590) 37 277 189	12 604 573 5 227 730 12 302 387 827 382 30 962 072	8 811 216 16 084 027 8 954 110 3 441 426 37 290 779 (13 590) 37 277 189	7 841 729 3 252 346 7 653 728 514 742 19 262 545
	The cash and cash equivalents balance represent the Bank restricted liquid reserve determined in line with the RBZ Sta deposits denominated in ZWL	's cash and cash equi	valent balance. RBZ Sta	atutory reserve balan	ces relates to
	Included in cash and cash equivalents are the following balances	s that are reserved and	restricted in nature an	d are not available for u	use by the Bank:
	RBZ Statutory Reserves	3 441 426	827 382	3 441 426	514 742
	Amounts secured as guarantees or collateral Total Restricted cash and cash equivalents	1 226 834 4 668 260	486 844 1314 226	1 226 834 4 668 260	302 882 817 624
9.	MONEY MARKET ASSETS Money market assets are non-credit financial assets securities	es with an original mat	urity of one year or le	ss.	
	Treasury Placements Savings bonds	5 973 828 17 122 869	8 358 333 3 155 076	5 973 828 17 122 869	5 200 000 1 962 878
	Bankers acceptances Accrued interest	1 252 864 41 522	21 769	1 252 864 41 522	13 544
	Total gross money market Expected credit loss	24 391 083	11 535 178	24 391 083	7 176 422
	Total net money market	(76 538) 24 314 545	(19 824) 11 515 354	(76 538) 24 314 545	(12 333) 7 164 089
9.1	Maturity analysis				
	The maturity analysis of money market assets is shown belo Between 0 and 3 months	18 889 806	11 535 178	18 889 806	7 176 422
	Between 3 and 6 months	5 501 277 24 391 083	11 535 178	5 501 277 24 391 083	7 176 422
10.	FINANCIAL SECURITIES Financial securities are non credit financial assets with an oric	ainal maturity of more	than 1 year.		
	Treasury bills	958 426	1 555 596	958 426	967 789
	Accrued interest Total gross financial securities	20 500 978 926	33 907 1 589 503	20 500 978 926	21 095 988 884
	Expected credit loss Total net financial securities	(14 409) 964 517	(9 652) 1 579 851	(14 409) 964 517	(6 005) 982 879
10.1	Maturity analysis The maturity analysis of financial securities is shown below: Between 0 and 3 months Between 3 and 6 months	10 109 45 733	9 257 9 084	10 109 45 733	5 759 5 651
	Between 6 and 12 months Between 1 and 5 years	148 616	6 789 100 865	148 616	4 224 62 752
	Above 5 years	774 468 978 926	1 463 508 1 589 503	774 468 978 926	910 498 988 884
	Maturity analysis is based on the remaining period from 31 D	ecember 2021 to co	ntractual maturity.		
11.	LOANS AND ADVANCES TO CUSTOMERS				
	Overdrafts Commercial loans	7 935 375 52 651 232	21 769 929 15 995 193	7 935 375 52 651 232	13 543 804 9 951 148
	Staff loans Interest accrued	1 484 033 3 817 036	1 576 660 1 508 836	1 484 033 3 817 036	980 893 938 697
	Total gross advances Allowance for Expected Credit Loss (ECL)	65 887 676 (2 315 010)	40 850 618 (925 598)	65 887 676 (2 315 010)	25 414 542 (575 846)
11.1	Total net advances Maturity analysis	63 572 666	39 925 020	63 572 666	24 838 696
11.1	Maturity analysis Less than 1 month Between 1 and 3 months	10 268 933	3 995 839 19 300 546	10 268 933	2 485 946 12 007 517
	Between 3 and 6 months	3 846 063 8 201 456	19 300 546 2 447 904	3 846 063 8 201 456	1 522 924
	Between 6 months and 1 year Between 1 and 5 years	38 453 327 4 214 171	8 973 275 4 760 069	38 453 327 4 214 171	5 582 576 2 961 399
	More than 5 years	903 726 65 887 676	1 372 985 40 850 618	903 726 65 887 676	854 180 25 414 542

 ${\it Maturity \ analysis \ is \ based \ on \ the \ remaining \ period \ from \ 31 \ December \ 2021 \ to \ contractual \ maturity.}$

			AUDITED				UNA	JDITED		
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	%	RESTATED 31 DEC 2020 ZWL\$ 000	%		HISTORICAL 31 DEC 2021 ZWL\$ 000	%	HISTORICAL 31 DEC 2020 ZWL\$ 000	9
11.2	Sectoral Analysis									
	Private	4 101 799	6%	2 143 055	5%		4 101 799	6%	1 333 267	5%
	Agriculture	35 641 362	54%	19 201 534	48%		35 641 362	54%	11 945 920	48%
	Mining	4 604 709	7%	4 960 072	12%		4 604 709	7%	3 085 827	12%
	Manufacturing	2 734 941	4%	1 312 444	3%		2 734 941	4%	816 516	3%
	Distribution	10 511 470	16%	9 446 319	23%		10 511 470	16%	5 876 872	23%
	Construction	38 984	-	10 107	-		38 984	-	6 288	-
	Transport	75 128	-	104 372	-		75 128	-	64 933	-
	Communication	-	-	4 692	-		-	-	2 919	-
	Services	3 843 576	6%	1 652 822	4%		3 843 576	6%	1 028 276	4%
	Financial organisations	4 335 707	7%	2 015 201	5%		4 335 707	7%	1 253 724	5%
		65 887 676	100%	40 850 618	100%		65 887 676	100%	25 414 542	100%

		AUDIT	TED	UNAUDITED	
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
11.3	Loans to directors and key management personnel Opening balance Advances made during the period Monetary adjustment Repayment during the period Day one loss adjustment Balance at end of the year	316 425 652 740 (135 249) (27 438) (280 641) 525 837	95 123 696 310 (382 349) (92 659) -	196 859 505 840 (21 265) (155 597) 525 837	13 192 211 859 (28 192) 196 859
	Loans to employees Included in advances are loans to employees: - Opening balance Advances made during the period Monetary Adjustment Repayments during the period Day one loss adjustment Balance at end of the year	1 260 235 704 674 (384 812) (122 983) (498 918) 958 196	244 349 2 738 987 (1 449 604) (273 497) 1 260 235	784 034 546 087 - (95 307) (276 618) 958 196	33 888 833 360 (83 214) 784 034
11.4	Allowance for Expected Credit Loss (ECL) Opening balance Credit loss expense on loans and advances Monetary Adjustment Amounts written off during the period Closing balance	925 598 1 748 710 (346 981) (12 317) 2 315 010	726 883 829 274 (402 056) (228 503) 925 598	575 846 1748 710 (9 546) 2 315 010	91 617 515 919 (31 690) 575 846

12. IMPAIRMENT ON FINANCIAL INSTRUMENTS

12.1 Expected credit loss expense (ECL) The table below shows the ECL charges on financial instruments for the period recorded in the Statement of Profit or Loss:

AUDITED INFLATION ADJUSTED								
	Stage 1 Z	:WL\$ 000	Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000	
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020
Money market assets	64 205	19 738	-	-	-	-	64 205	19 738
Financial securities	8 405	9 568	-	-	-	-	8 405	9 568
Loans and advances to customers	(277 334)	755 336	1 684 564	49 353	341 480	24 585	1 748 710	829 274
Financial guarantees	(205)	(508)	-	-	-	-	(205)	(508)
Other commitments	62 551	-	_	_	-	-	62 551	-
Lease receivables	(44)	71	(43)	563	18 266	2 225	18 179	2 859
Expected credit loss expense	(142 422)	784 205	1 684 521	49 916	359 746	26 810	1 901 845	860 931

	UNAUDITED HISTORICAL								
	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000			Total ZWL\$ 000	
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	
Money market assets	64 205	12 280	-	_	-		64 205	12 280	
Financial securities	8 405	5 953	-	-	-		8 405	5 953	
Loans and advances to customers	(277 334)	469 920	1 684 564	30 704	341 480	15 295	1 748 710	515 919	
Financial guarantees	(205)	(316)	-	-	-	-	(205)	(316)	
Other commitments	62 551	-	-	_	-	-	62 551	-	
Lease receivables	(44)	44	(43)	350	18 266	1 384	18 179	1 778	
Expected credit loss expense	(142 422)	487 881	1 684 521	31 054	359 746	16 679	1 901 845	535 614	

		AUDI	TED	UNAUDITED		
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000	
13.	OTHER ASSET					
	Prepayments and deposits	1 180 860	460 258	853 213	279 176	
	Other receivables	24 179 860	35 349 583	24 179 860	21 992 162	
	Gross other assets	25 360 720	35 809 841	25 033 073	22 271 338	
	ECL	(68 990)	-	(68 990)		
	Net other assets	25 291 730	35 809 841	24 964 083	22 271 338	

Included in other receivables is an amount of ZWL\$17 274 104 650 (2020:ZWL\$15 304 770 460) which relates to the RBZ financial asset in lieu of legacy debt registration. RBZ committed to provide foreign currency to the Bank for all registered legacy liabilities and nostro gap accounts at an exchange rate of US\$1:ZWL\$1.

The government grant receivable is denominated in US Dollars and has been translated to ZWL\$ using the closing exchange rate in line with the treatment of monetary assets denominated in foreign currencies prescribed in IAS 21.

AUDITED

UNAUDITED

		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
14.	LAND INVENTORY				
	Opening Balance Additions Disposals Impairment Closing balance	5 175 036 50 850 (1 339) (91 268) 5 133 279	4714 081 465 990 (3720) (1315) 5175 036	412 622 41 128 (833) (12 658) 440 259	124 236 289 719 (515) (818) 412 622
15 .	EQUITY INVESTMENTS				
	Opening balance Investment in equities during the period Fair value adjustments - Profit or loss	339 027 40 160 14 318	302 061 7 706 (312)	210 920 29 027 17 112	41 892 4 600
		735 413	339 027	735 413	210 920

At fair value through profit or loss ZWL\$ 000	At fair value through OCI ZWL\$ 000	At amortised cost ZWL\$ 000	Total carrying amount ZWL\$ 000
AUDI	TED INFLATION A	ADJUSTED	
_	_	37 277 189	37 277 189
_	-	964 517	964 517
-	-	24 314 545	24 314 545
-	-	63 572 666	63 572 666
21 712	713 701	-	735 413
-	-	24 179 860	24 179 860
21 712	713 701	150 308 777	151 044 190
_	_	30 962 072	30 962 072
_	_	11 515 354	11 515 354
-	-	1 579 851	1 579 851
-	-	39 925 020	39 925 020
7 394	331 633	-	339 027
-	-	35 349 583	35 349 583
7 394	331 633	119 331 880	119 670 907
	through profit or loss ZWL\$ 000 AUDI 21 712 - 21 712	### through profit or loss ZWL\$ 000 ### AUDITED INFLATION ### AUD	through profit or loss ZWL\$ 000 ZWL\$ 0

Other assets TOTAL ASSETS	- 7 394	331 633	35 349 583 119 331 880	35 349 583 119 670 907
TOTAL ASSETS	7 394	331 633	119 331 880	119 670 907
		UNAUDITED HIS	STORICAL	
31 DEC 2021 AUDITED INFLATION ADJUSTED				
Cash and cash equivalents	-	-	37 277 189	37 277 189
Money Market assets	-	-	24 314 545	24 314 545
Financial securities	-	-	964 517	964 517
Loans and advances to customers		_	63 572 666	63 572 666
Equity investments	21 712	713 701		735 413
Other assets			24 179 860	24 179 860
TOTAL ASSETS	21 712	713 701	150 308 777	151 044 190
31 DEC 2020				
Cash and cash equivalents			19 262 545	19 262 545
Money market assets	-	-	7 164 089	7 164 089
•	-	-		
Financial securities	-	-	982 879	982 879
Loans and advances to customers		-	24 838 696	24 838 696
Equity investments	4 600	206 320	-	210 920
Other assets	-	-	21 992 162	21 992 162
TOTAL ASSETS	4 600	206 320	74 240 371	74 451 291
EARD VALUE MEAGUREMENT				

7. FAIR VALUE MEASUREMENT

CATEGORIES OF FINANCIAL ASSETS

17.1 The following table presents items of the Statement of Financial Position of the Bank which are recognised at fair value:

17.1 The following to	ubic presents i	tems or the s	tatement of th	ianolan osicio	ii or the bunk	Willion are reco	oginisea ac ran	raiac.	
	AUDITED INFLATION ADJUSTED								
	Level 1		Lev	Level 2		Level 3		Total carrying amount	
	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000		31 DEC 2020 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	
Equity investments	21 712	7 394	-	-	713 701	331 634	735 413	339 028	
Land and Buildings	-	-	3 431 538	2 858 429	-	-	3 431 538	2 858 429	
Investment properties	-	-	1 023 538	1 169 611	-	-	1 023 538	1 169 611	
Total assets at fair value	21 712	7 394	4 455 076	4 028 040	713 701	331 634	5 190 489	4 367 068	



20.

21.

22.



FOR THE YEAR ENDED 31 DECEMBER 2021

UNAUDITED HISTORICAL								
	Leve	el 1	Level 2		Level 3		Total carrying amount	
	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000
Equity investments	21 712	4 600	-	-	713 701	206 320	735 413	210 920
Land and Buildings		-	3 431 538	1 778 325	-	-	3 431 538	1 778 325
Investment properties		-	1 023 538	727 654	-	-	1 023 538	727 654
Total assets at fair value	21 712	4 600	4 455 076	2 505 979	713 701	206 320	5 190 489	2 716 899

The fair values of the non-listed equities which have been classified as level 3 investments.

Fair values were derived using a combination of income and market approaches depending on the appropriateness of the methodologies to the type of equity instruments held. The valuation took into account certain assumptions about the model inputs, including but not limited to liquidity discounts, country factor, inflation, credit risk and volatility. A range of probabilities were also applied to these inputs and the fair values derived therefrom were deemed to be within acceptable fair values ranges of the equities.

The following table shows the valuation techniques used in measuring the fair value of unquoted equities as well as the significant unobservable inputs used

Valuation Technique	Significant unobservable inputs	Interrelationship between key unobservable inputs and fair value measurement
• Earnings Multiple	Liquidity discountGDP Growth	The fair values would increase/ decrease if: The GDP growth was higher or lower The Liquidity discount was higher or lower

If the fair value adjustment of unquoted equities had been 5% up or down the Bank's other comprehensive income would be ZWL\$ 919 899 and the Statement of Financial Position would be ZWL\$692 224 higher or lower than the reported position.

PROPERTY AND EQUIPMENT

			DITED INFLAT						
RESTATED 31 DEC 2021	Land ZWL\$ 000	Buildings ZWL\$ 000	Leasehold improvements ZWL\$ 000	Motor vehicles ZWL\$ 000	Computers ZWL\$ 000	Equipment ZWL\$ 000	Furniture & fittings ZWL\$ 000	Work in progress ZWL\$ 000	Total ZWL\$ 000
COST		3 030 776	33 447	000 000	1 501 263	464 028	291 512	703 037	6 253 462
Opening balance Right of use assets	_	9 900	33 447	229 399	1 501 263	464 028	291 512	703 037	9 900
Additions	-	66 027 536 557	-	-	272 147	63 536	4 600	48 281	454 591
Revaluation gain Disposals	_	_	_	_	(221)	(7)	(40)	_	536 557 (268)
Transfers(PPE Intercategories) Closing balance	-	1 738 3 644 998	3 149 36 596	1 709 231 108	82 126 1 855 315	10 183 [°] 537 740	11 547 307 619	(110 452) 640 866	7 254 242
•	_	3 044 330	30 330	251 100	1 000 010	337 740	307 013	040 000	7 254 242
Accumulated depreciation Opening balance	_	67 913	24 322	195 856	694 518	353 230	165 038	_	1 500 877
Right of use assets	_	58 657	_	_	_	_	-	_	58 657
Charge for the period Disposals	_	217 999	282	1 221	114 100 (114)	27 483 (6)	2 003 (31)	_	363 088 (151)
Revaluation		(217 999)	_	_	` _′	_	` _'		(217`999)
Closing balance	-	126 570	24 604	197 077	808 504	380 707	167 010	-	1 704 472
Net Book Value	-	3 518 428	11 992	34 031	1 046 811	157 033	140 609	640 866	5 549 770
31 DEC 2020									
COST									
Opening balance	453 536	2 976 316	33 447	224 378	1 151 052	453 578	287 725	480 071	6 060 103 53 664
	_	53 664	_	_	_	_			
Right of use assets Additions		53 664 -		89	179 235	4 627	3 306	575 302	762 559
Right of use assets Additions Revaluation surplus	10 523	5 057	=	_	_	_	_	_	762 559 15 580
Right of use assets Additions Revaluation surplus Disposals Fransfers to intangible assets	_	5 057	-		179 235 - (372)	4 627 - (17) -	3 306 - (78) -	575 302 - (12 302) (157 355)	762 559 15 580 (476 828) (157 355)
Right of use assets Additions Revaluation surplus Disposals Transfers to intangible assets Write offs	10 523 (464 059) —	5 057	=	-	(372) - -	(17) - -	(78) - -	(12 302) (157 355) —	762 559
right of use assets Additions Aevaluation surplus Disposals Transfers to intangible assets Write offs Transfers(PPE Intercategories)	10 523 (464 059)	5 057	-	=	_	_	(78)	(12 302)	762 559 15 580 (476 828) (157 355) (4 261)
Aight of use assets Additions Revaluation surplus Disposals Fransfers to intangible assets Write offs Fransfers(PPE Intercategories) Closing balance	10 523 (464 059) - - - -	5 057 - - (4 261)	- - - -	- - - 4 932	(372) - - 171 348	(17) - - 5 840	(78) - - 559	(12 302) (157 355) — (182 679)	762 559 15 580 (476 828) (157 355) (4 261)
Aight of use assets Additions levaluation surplus lisposals Transfers to intangible assets Write offs Transfers(PPE Intercategories) Closing balance Accumulated depreciation & in Opening balance	10 523 (464 059) - - - - - mpairment	5 057 - (4 261) 3 030 776	- - - -	- - - 4 932	(372) - - 171 348	(17) - - 5 840	(78) - - 559	(12 302) (157 355) (182 679) 703 037	762 559 15 580 (476 828) (157 355) (4 261) - 6 253 462 1 425 645
Aight of use assets Additions Revaluation surplus Disposals Transfers to intangible assets Write offs Transfers(PPE Intercategories) Closing balance Accumulated depreciation & in Dpening balance Right of use assets	10 523 (464 059) - - - - mpairment	5 057 - (4 261) 3 030 776	- - - - 33 447	4 932 229 399	(372) - 171 348 1 501 263	(17) - 5 840 464 028	(78) - - 559 291 512	(12 302) (157 355) — (182 679) 703 037	762 559 15 580 (476 828) (157 355) (4 261) - 6 253 462
Right of use assets Additions Revaluation surplus Disposals Transfers to intangible assets Write offs Transfers(PPE Intercategories) Closing balance Accumulated depreciation & ir Opening balance Right of use assets Charge for the year Disposals	10 523 (464 059) - - - - - mpairment - - -	5 057 	33 447 24 042	4 932 229 399	(372) - 171 348 1 501 263 647 859	(17) - 5 840 464 028 348 557	(78) - 559 291 512	(12 302) (157 355) — (182 679) 703 037	762 559 15 580 (476 828) (157 355) (4 261) - 6 253 462 1 425 645 17 936 239 737 (389)
Right of use assets Additions Revaluation surplus Disposals Transfers to intangible assets Write offs Transfers(PPE Intercategories) Closing balance Accumulated depreciation & ir Opening balance Right of use assets Charge for the year	10 523 (464 059) - - - - - mpairment - -	5 057 - (4 261) 3 030 776 49 977 17 936	33 447 24 042 280	4 932 229 399 194 422 1 434	(372) - 171 348 1 501 263 647 859 - 46 981	(17) 	789 291 512 160 788 4 306	(12 302) (157 355) (182 679) 703 037	762 559 15 580 (476 828) (157 355) (4 261) - 6 253 462 1 425 645 17 936

Net Book value	-	2 962 863	9 125	33 543	806 745	110 798	126 474	703 037	4 /52 585	
UNAUDITED HISTORICAL										
31 DEC 2021	Land ZWL\$ 000	Buildings ZWL\$ 000	Leasehold improvements ZWL\$ 000	Motor vehicles ZWL\$ 000	Computers ZWL\$ 000	Equipment ZWL\$ 000	Furniture & fittings ZWL\$ 000	Work in progress ZWL\$ 000	Total ZWL\$ 000	
COST Opening balance Right of use asset Additions Revaluation gain Disposals Transfers(PPE Intercategories) Closing balance Accumulated depreciation Opening balance Right of use asset Charge for the period Disposals Revaluation Closing balance	-	1 778 324 8 696 66 027 1 605 300 1 305 3 459 652 6 880 9 291 131 539 (131 539 16 171	747 2 364 3 111 576 176 752	7 397 	211 591	14 671 58 643 	9 219 3 921 — (33) 8 670 21 777 4 257 1 171 (28) 5 400	123 023 37 344 - (74 088) 86 279	2 144 972 8 696 403 687 1 605 300 (218) — 4 162 437 57 157 9 291 198 074 (124) (131 539) 132 859	
Net Book Value	-	3 443 481	2 359	3 147	421 638	56 297	16 377	86 279	4 029 578	
31 DEC 2020 Cost Opening balance Right of use Asset Additions	62 900 _ _	396 757 18 278 –	747 _ _	5 413 - 23	35 013 - 87 477	10 647 _ 1 953	7 387 - 1 497	31 632 _ 287 019	550 496 18 278 377 969	
Revaluation surplus Disposals Transfers to intangible assets Write offs Transfers(PPE Intercategories) Closing balance	243 800 (306 700) — — — — —	1 367 507 - - (4 218) - 1 778 324	- - - - - 747	1 961 7 397	(58) - - 89 159 211 591	2 073 14 671	(13) - - 348 9 219	(4 191) (97 896) — (93 541) 123 023	1 611 307 (310 964) (97 896) (4 218) - 2 144 972	
Accumulated depreciation & in Opening balance Right of use assset Charge for the year Disposals Transfers / Acquisitions Revaluation Closing balance	mpairment	1 373 7 085 70 158 — (1 578) (70 158) 6 880	537 - 39 - - 576	4 357 - 391 4 748 2 649	14 918 - 17 013 (45) - - 31 886 179 705	7 824 - 987 (1) - 8 810 5 861	3 636 - 629 (8) 4 257	- - - - - - - 123 023	32 645 7 085 89 217 (54) (1 578) (70 158) 57 157	
NEL BOOK VAIUE	_	1 // 1 444	1/1	2 049	179 700	0 001	4 902	123 023	2 00/ 013	

Properties were revalued on an open market basis by an professional valuer, as at 31 December 2021 in accordance with the Royal Institute of Chartered Surveyors Appraisal and Valuation Manual and the Real Estate Institute of Zimbabwe Standards. The revaluation of land and buildings

In determining the market values of the subject properties, the following

- Comparable market evidence which comprised complete transactions as well as transactions where offers had been made but the transactions had not been finalised;
- Professional judgement was exercised to take cognisance of the fact that properties in the transaction were not exactly comparable in terms of size, quality and location to the properties owned by the Bank:
- The reasonableness of the market values of commercial properties so determined, per the above bullet, was assessed by reference to the properties in the transaction; and The values per square metre of lettable space for both the subject properties and comparables were analysed.

With regards to market values for residential properties, the comparison method was used. This method entails carrying out a valuation by directly comparing the subject property, which has been sold or rented out. The procedure was performed as follows:

- Surveys and data collection on similar past transactions;
- Analysis of the collected data; and Comparison of the analysis with the subject properties and then carrying out the valuation of the subject properties.

Adjustments were made to the following aspects:

- Age of property state of repair and maintenance Aesthetic quality quality of fixtures and fittings
- Structural condition location Accommodation offered - size of land
- The maximum useful lives of property and equipment are as follows:
- Motor vehicles Computer equipment

AUDITED

5 years 10 years Leasehold improvements Furniture and fittings 10 years 40 years

The carrying amount of buildings would have been ZWL $$807\ 763\ 276(2020$: ZWL $$828\ 475\ 155)$ had they been carried at cost.

Property was tested for impairment through comparisons with open market values determined by an independent valuer.

3 - 5 years

Right o Additio Deprec

	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000
Right of Use Assets Opening balance	135 647	104 180
Additions write offs	9 900	53 664 (4 261)
Depreciation	(58 657) 86 890	(17 936) 135 647
At cost Accumulated depreciation	213 459 (126 569) 86 890	203 559 (67 912) 135 647

	HISTORICAL 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000
22.3	3 985 18 278 (2 640) (7 085)	12 538 8 696 - (9 291) 11 943
	19 418 (6 880) 12 538	29 692 (17 749) 11 943

UNAUDITED

		AUDIT	TED	UNAUDI	ITED
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
18.1b	Lease liability Opening Balance Additions Interest Exchange loss Write offs Repayment Monetary adjustment	21 317 9 900 1 292 4 080 - (14 491) (6 242) 15 856	28 869 53 664 1 203 (5 674) (19 856) (36 889) 21 317	13 262 8 696 1 047 4 080 (11 229)	4 004 18 278 540 - (3 518) (6 042)
18.1c	Lease liability maturity analysis Less than one year One to 3 months 3 to six months 6 to twelve months One to five years	1 139 2 279 3 418 6 786 3 022 16 644	931 1 862 2 793 4 801 15 224 25 611	1 139 2 279 3 418 6 786 3 022 16 644	579 1 158 1 737 2 987 9 471 15 932
18.1d	Amounts recognised in statement of profit or loss Interest on lease liabilities	1292	1203	1047	540
18.1e	Amounts recognised in statement of cash flow Total cashoutflow for leases	14 490	19 856	11 229	6 042
19.	INVESTMENT PROPERTIES				
	Opening balance Additions Disposals Interclass transfer Fair valuation gain Closing balance	1 169 611 - (245 146) 99 073 1 023 538	843 139 123 498 (1 371) - 204 345 1 169 611	727 654 - (219 163) 515 047 1 023 538	116 933 44 873 (675) - 566 523 727 654

Investment property pertains to commercial and residential properties leased to third parties. The carrying amount of Investment properties is the fair value of the properties as at 31 December 2021 as determined by a registered internal appraiser having an appropriate recognised professional qualification and recent experience in the location and category of the property being valued. The valuation was in accordance with the Royal Institute of Chartered Surveyors Appraisal and Valuation Manual and the Real Estate Institute of Zimbabwe Standards. Fair values were determined having regard to recent market transactions for similar properties in the same location as the Bank's investment properties and also in reference to the rental yields applicable to similar properties in the same location as the Bank's investment properties and also in reference to the rental yields applicable to similar property.

	Valuation technique	Significant observable inputs	Range
Office and Retail properties	Implicit investment approach	Comparable rentals per month, per square meter	ZW\$ 1 133- ZW\$ 140 000
Land and Residential property	Market value of similar properties	Comparable rate per square meter	ZW\$ 1 568 – ZW\$ 10 000

In arriving at the market value for property, the implicit investment approach was applied based on the capitalisation of income. This method is based on the principle that rentals and capital values are inter-related. Hence given the income produced by a property, its capital value can therefore be estimated. Comparable rentals inferred from properties within the locality of the property based on use, location, size and quality of finishes were used. The rentals were then adjusted per square meter to the lettable areas, being rentals achieved for comparable properties as at 31 December 2021. The rentals are then annualised and a capitalisation factor was applied to arrive at a market value of the property, also inferring on comparable premises which are in the same category as regards the building elements.

In assessing the market value of the residential stands, values of various properties that had been recently sold or which are currently on sale and situated in comparable residential areas were used. Market evidence from other estate agents and local press was also taken into consideration.

The rental income derived from investments properties amounted to ZWL\$ 48 087 683 (2020: ZWL\$ 32 912 041) with direct operating expenses amounting to ZWL\$4 593 275 (2020: ZWL\$1 867 858)

If the fair value adjustment had been 5% up or down the Bank's profit would have been ZWL\$ 4785 167 higher or lower the reported

	AUDIT	TED	UNAUI	DITED
	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
INTANGIBLE ASSETS				
At cost	514 268	423 854	212 018	104 021
Accumulated amortisation	(298 638)	(245 207)	(52 400)	(19 298)
	215 630	178 647	159 618	84 723
Movement in intangible assets				
Opening balance	178 647	46 920	84 723	1 036
Additions	90 414	-	107 996	-
Transfer from property and equipment	-	157 355	_	97 896
Write offs	_	(482)	_	(175)
Amortisation charge	(53 431)	(25 146)	(33 101)	(14 034)
Closing balance	215 630	178 647	159 618	84 723
• • • •				

Intangible assets are carried at cost less accumulated amortisation charge. The intangible assets are amortised over their useful life of 3 years.

DEFERRED TAXATION				
Deferred tax liability				
Deferred tax liability represents the amount of income tax	es payable in future ye	ears in respect of taxab	le temporary differe	ences.
The deferred tax liability balances included in the state	ment of financial pos	ition are comprised of	:	
Intangible assets Unrealised exchanged gains Equity investments Property and equipment Tax claimable impairments Investment properties Other Closing balance	18 421 2 964 466 34 451 756 915 (615 260) 102 352 (593 844) 2 667 501	30 485 2 564 681 16 656 815 127 (228 808) 56 092 (841 080) 2 413 153	13 098 1 938 511 34 451 547 648 (615 259) 102 352 (592 176) 1 428 625	(5 649) 1 805 939 10 362 277 319 (142 349) 34 896 (172 544) 1 807 974
DEPOSITS				
Call deposits Savings and other deposits Money market deposits Lines of credit Accrued interest	445 934 112 816 592 13 929 145 423 627 264 849	129 229 84 523 772 16 307 496 817 079 236 837	445 934 112 816 592 13 929 145 423 627 264 849	80 398 52 585 078 10 145 441 508 332 147 344
Deposits by type Retail Corporate Money market Lines of credit	7 712 689 105 566 659 14 179 173 421 626	5 297 176 79 379 505 16 513 589 824 143	7 712 689 105 566 659 14 179 173 421 626	3 295 551 49 384 657 10 273 658 512 727

Lines of credit relate to borrowings from foreign banks or financial institutions. These borrowings have an average tenure of 2.8 years and average interest rates of 9.2% and are secured by a variety of instruments which include liens over bank, accounts, guarantees, treasury bills and sub borrower securities.

127 880 147

102 014 413

127 880 147

63 466 593

Settlement of legacy liabilities and nostro gap accounts

Included in the deposits balance above are amounts that are denominated in USD amounting to US\$145 044 224 (December 2020: US\$ 167 966 227) (being legacy liabilities of US\$50 833 318 (December 2020: US\$52 986 052) and nostro gap accounts of US\$94 210 906 (December 2020: US\$114 980 175)) which are shown at ZW\$15 761 375 643 (December 2020: ZW\$13 737 386 593). These foreign denominated liabilities which are payable on demand are subject to a special settlement arrangement with the RBZ as detailed in Note 26.7 to the financial statements wherein the Reserve Bank of Zimbabwe (RBZ) will provide foreign currency gradually to the Bank for all registered legacy liabilities and nostro gap accounts at an exchange rate of 1:1. We note that to date US\$35 432 702 (December 2020: US\$7 267 292) has been made available under this arrangement demonstrating the willingness and capability of the RBZ to honour the settlement arrangement.

The Bank has however identified key risks attendant to the legacy liabilities and nostro gap accounts, which risks and respective mitigating strategies are described in detail in the Inflation Adjusted Financial results, which are available for inspection at the Company's Registered Offices.

		AUDITED				UNAU	DITED		
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	%	RESTATED 31 DEC 2020 ZWL\$ 000	%	HISTORICAL 31 DEC 2021 ZWL\$ 000	%	HISTORICAL 31 DEC 2020 ZWL\$ 000	%
2.2	Sectoral analysis								
	Private	10 630 391	5%	4 906 315	8%	10 630 391	5%	3 052 383	8%
	Agriculture	4 743 814	4%	4 547 837	4%	4 743 814	4%	2 829 363	4%
	Mining	4 719 923	2%	2 369 777	4%	4 719 923	2%	1 474 318	4
	Manufacturing	12 256 436	11%	10 971 613	10%	12 256 436	11%	6 825 809	10%
	Distribution	16 081 110	16%	15 817 353	13%	16 081 110	16%	9 840 507	13%
	Construction	3 518 265	3%	3 149 451	3%	3 518 265	3%	1 959 379	3%
	Transport	2 405 456	2%	2 153 296	2%	2 405 456	2%	1 339 638	2%
	Communication	1 844 837	1%	844 479	1%	1 844 837	1%	525 379	1%
	Services	68 650 684	53%	54 019 481	53%	68 650 684	53%	33 607 333	53%
	Financial organisations	2 718 601	3%	3 128 706	2%	2 718 601	3%	1 946 473	2%
	Financial and investment	s 310 630	-	106 105	-	310 630	-	66 011	-
		127 880 147	100%	102 014 413	100%	127 880 147	100%	63 466 593	100%

	AUDIT	ED	UNAUDIT	TED
	INFLATION ADJUSTED	RESTATED	HISTORICAL	HISTORICAL
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020
	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000
Maturity analysis Less than 1 month Between 1 and 3 months Between 3 and 6 months Between 6 months and 1 period Between 1 and 5 periods More than 5 periods	115 794 688	88 846 394	115 794 688	55 274 325
	4 749 408	2 662 278	4 749 408	1 656 293
	6 898 550	2 374 716	6 898 550	1 477 391
	220 343	7 206 241	220 343	4 483 245
	214 786	916 204	214 786	570 001
	2 372	8 580	2 372	5 338
	127 880 147	102 014 413	127 880 147	63 466 593
Maturity analysis is based on the remaining period from 31	December 2021 to co	ntractual maturity.		





FOR THE YEAR ENDED 31 DECEMBER 2021

	AUDITED		UNAUD	ITED
	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
OTHER LIABILITIES				
Revenue received in advance Sundry creditors Accruals Suspense Provisions	374 621 1 295 747 173 014 2 209 048 1 637 211 5 689 641	309 424 812 687 165 803 831 249 658 475 2 777 638	49 021 1 295 747 173 014 2 209 048 1 637 211 5 364 041	2 678 505 599 103 152 517 148 401 054 1 529 631
CATEGORIES OF FINANCIAL LIABILITIES				
The Bank's financial liabilities are carried at amortised cost are as follows: Deposits Other liabilities Leases	127 880 147 5 315 020 15 856 133 211 023	102 014 413 2 468 214 21 317 104 503 944	127 880 147 5 315 020 15 856 133 211 023	63 466 593 1 526 953 13 262 65 006 808
EQUITY				
Share capital				
Authorised 600 000 000 ordinary shares of ZWL\$ 0.01 each	6 000	6 000	6 000	6 000
Issued and fully paid 511 817 951 ordinary shares at ZWLS 0.01 each	229 231	229 231	5 118	5 118
Share premium Opening balance Closing balance	748 926 748 926	748 926 748 926	16 722 16 722	16 722 16 722
Revaluation reserve Opening balance Net revaluation gain Inter category transfer Closing balance	2 036 383 568 029 - 2 604 412	105 449 148 778 1 782 156 2 036 383	1 307 622 1 307 492 	301 889 1 265 807 (260 074) 1 307 622
Retained earnings Opening balance Profit for the year Inter category transfer Dividend paid	20 480 285 5 345 127 (2 670 374)	8 328 305 12 492 431 72 374 (412 825)	9 437 429 11 567 397 (2 000 000)	597 313 8 683 416 306 700 (150 000)
Fair value reserve Opening balance Intercategory transfer Other comprehensive income	260 742.00 - 324813 585 555	213 946 18702 28 094 260 742	194550 - 454437 648 987	9 437 429 37 874 470 156 206 194 550
Foreign currency translation reserve		1 873 232		47 096
	Revenue received in advance Sundry creditors Accruals Suspense Provisions CATEGORIES OF FINANCIAL LIABILITIES The Bank's financial liabilities are carried at amortised cost are as follows: Deposits Other liabilities Leases EQUITY Share capital Authorised 600 000 000 ordinary shares of ZWL\$ 0.01 each Issued and fully paid 511 817 951 ordinary shares at ZWL\$ 0.01 each Share premium Opening balance Closing balance Revaluation reserve Opening balance Net revaluation gain Inter category transfer Closing balance Retained earnings Opening balance Profit for the year Inter category transfer Dividend paid Fair value reserve Opening balance Intercategory transfer Dividend paid Fair value reserve Opening balance Intercategory transfer Other comprehensive income	### Company of the Co	### Company of the co	INFLATION ADJUISTED 31 DEC 2020 31 DEC 2020 27WL\$ 000 27

26 RELATED PARTY DISCLOSURES

CBZ Holdings Limited owns 100% of CBZ Bank(Private) Limited . CBZ Properties (Private) Limited, CBZ Building Society, CBZ Asset Management (Private) Limited, CBZ Insurance (Private) Limited , CBZ Life (Private) Limited and CBZ Risk Advisory Services (Private) Limited are related to CBZ Bank Limited through common shareholding. The Bank has related party relationships with its Directors and key management employees, their companies and close family members.

The volumes of related party transactions and related income and expenses are as follows:

Loans and advances to Directors' companies

There were no loans and advances to Director's Companies during the year

		AUDI	TED	UNAUD	ITED
		INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
(a)	Deposits from directors and key management personnel Closing balance	I 25 956	35	25 956	22
	(b) Balances with group company Amounts due from group companies Deposits held for group Companies	- 80 378	14 909	80 378	9 295
	(c) Balances with fellow subsidiaries Amounts due from fellow subsidiaries* Deposits held for fellow subsidiaries	40 047 991 698 929	2 620 553 426 366	40 047 991 698 929	1 633 761 265 814
	(d) Transactions with group companies Interest income on amounts due from group companies Interest expense on amounts due to group companies Non – interest income from group companies Costs charged by group companies	13 799 614 18 635 87 226 1 211 961	76 095 4 807 865 30 616	10 881 618 15 693 70 386 955 829	47 441 2 997 539 19 087
27.	RISK MANAGEMENT				

27.1 RISK OVERVIEW

CBZ Bank Limited has continued to be guided by a desire to uphold a "High Risk Management and Compliance Culture" as one of its major strategic thrusts which is embedded under clearly defined risk appetite in terms of the various key risk exposures. This approach has given direction to the Bank's overall strategic planning and policies. Through the CBZ Bank risk management function, the Bank regularly carries out risk analysis through value at risk (VAR) assessment, stress testing as well as simulations to ensure that there is congruency or proper alignment between this strategic focus and its desired risk anapetite. between its strategic focus and its desired risk appetite.

Bank risk management framework

Bank risk management framework

The Bank's risk management framework looks at enterprise wide risks and recognises that for effective risk management to take effect, it has to be structured in terms of acceptable appetite, defined responsibility, accountability and independent validation of set processes. Bank Management and staff are responsible for the management of the risks that fall within their organisational responsibilities. The CBZ Bank Risk Management function is responsible for ensuring that the Bank's risk taking remains within the set risk benchmarks. The CBZ Bank Internal Audit function continuously provides independent assurance on the adequacy and effectiveness of the deployed risk management processes. The CBZ Bank Enterprise Wide Governance and Compliance Unit evaluates the quality of compliance with policies, processes and governance

27.3

Credit risk exposure

The table below shows the maximum exposure to credit risk for the components of the statement of financial position.

	AUDIT	TED	UNAUD	ITED
	INFLATION ADJUSTED	RESTATED	HISTORICAL	HISTORICAL
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020
	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000
Bank Balances with foreign banks Bank Balances with RBZ Money market assets Financial securities Loans and advances to customers Other assets Total	16 084 027	5 227 730	16 084 027	3 252 346
	12 395 536	13 129 769	12 395 536	8 168 200
	24 314 545	11 515 355	24 314 545	7 164 089
	964 517	1 579 852	964 517	982 879
	63 572 666	39 925 020	63 572 666	24 838 696
	24 179 860	35 798 326	24 179 860	22 271 341
	141 511 151	107 176 052	141 511 151	66 677 551
Financial guarantees	167 379	115 333	167 379	71 752
Loan Commitments	3 901 505	1 356	3 901 505	843
Total	4 068 884	116 689	4 068 884	72 595

Where financial instruments are recorded at fair value, the amounts shown above represent the current credit risk exposure but not maximum risk exposure that could arise in the future as a result of changes in value.

 $The \ Bank \ held \ cash \ and \ cash \ equivalents \ of \ ZWL \$28820826780 (2020: ZWL \$19695607745) \ (excluding \ notes \ and \ coins) \ as \ at \ 318820820 (2020: ZWL \$19695607745) \ (excluding \ notes) \ as \ at \ 318820820 (2020: ZWL \$19695607745) \ (excluding \ notes) \ as \ at \ 318820 (2020: ZWL \$19695607745) \ (excluding \ notes) \ as \ at \ 318820 (2020: ZWL \$19695607745) \ (excluding \ notes) \ as \ at \ 318820 (2020: ZWL \$19695607745) \ (excluding \ notes) \ as \ at \ 318820 (2020: ZWL \$19695607745) \ (excluding \ notes) \ as \ at \ 318820 (2020: ZWL \$19695607745) \ (excluding \ notes) \ at \ 318820 (2020: ZWL \$19695607745) \ (excluding \ notes) \ at \ 318820 (2020: ZWL \$19695607745) \ (excluding \ notes) \ (excluding \ note$ December 2021 which represents its maximum credit exposure on these assets. The cash and cash equivalents are held with the Central Bank

27.3.2 An industry sector analysis of the Bank's advances before and after taking into account collateral held is as follows:

	INFLATION A	ADJUSTED	REST	ATED		HIS	TORICAL	
	31 DEC 2021 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2021 ZWL\$ 000	31 DEC 2020 ZWL\$ 000	31 DEC 2020 ZWL\$ 000
	Gross maximum exposure	Net maximum exposure (not covered by mortgage security)						
Private	4 101 799	909 520	2 143 055	-	4 101 799	909 520	1 333 267	_
Agriculture	35 641 362	8 069 291	19 201 534	4 311 303	35 641 362	8 069 291	11 945 920	2 682 206
Mining	4 604 709	4 266 181	4 960 072	1 865 838	4 604 709	4 266 181	3 085 827	1 160 801
Manufacturing	2 734 941	1 145 786	1 312 444	401 739	2 734 941	1 145 786	816 516	249 936
Distribution	10 511 470	5 183 093	9 446 319	201 580	10 511 470	5 183 093	5 876 872	125 410
Construction	38 984	-	10 107	10 107	38 984	-	6 288	6 288
Transport	75 128	-	104 372	63 876	75 128	-	64 933	39 740
Communication	-	-	4 692	4 692	-	-	2 919	2 919
Services	3 843 576	2 987 726	1 652 822	1 293 904	3 843 576	2 987 726	1 028 276	804 981
Financial organisations	4 335 707	4 262 707	2 015 201	1 959 568	4 335 707	4 262 707	1 253 724	1 219 113
Gross value at 30 Dece	65 887 676	26 824 304	40 850 618	10 112 607	65 887 676	26 824 304	25 414 542	6 291 394

	AUDIT	ED	UNAUD	ITED
Collateral analysis	INFLATION ADJUSTED	RESTATED	HISTORICAL	HISTORICAL
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020
	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000
Government guarantee Cash cover Collateral (mortgage security) Registered Marketable Commodities Other forms of security including Notarial General	33 436 386 87 000 7 657 536 8 363 438	18 859 646 2 092 836 3 934 829	33 436 386 87 000 7 657 536 8 363 438	11 733 219 1 302 024 2 447 990
Covering Bonds (NGCBs) cessions etc.	10 888 641	17 076 020	10 888 641	10 623 565
	60 433 001	41 963 331	60 433 001	26 106 798

The Bank holds collateral against loans and advances to customers in the form of mortgage bonds over property, other registered securities over assets, guarantees, cash cover, assignment of crop or export proceeds and leasebacks. Estimates of fair values are based on the values of collateral assessed at the time of borrowing, and are regularly aligned with trends in the market.

28. Credit quality per class of financial assets

The table below shows the credit quality and the maximum exposure to credit risk based on the Bank's internal credit rating system and year end stage classification. The amounts presented are gross of impairment allowances. Details of the Bank's internal grading system are explained in Note 37.3.1 of the Group's results. (i)

AUDITED INFLATION ADJUSTED												
	SRS Rating	Stage 1	WL\$ 000	Stage 2 2	WL\$ 000	Stage 3 2	WL\$ 000	Total ZV	VL\$ 000			
		31 DEC 2021	31 DEC 2020									
Internal rating grade												
Performing	"1 - 3c"	12 662 734	14 077 180	68 176	494 888	_	_	12 730 910	14 572 068			
Special mention	"4a - 7c"	7 066 266	25 722 684	45 463 127	471 950	_	_	52 529 393	26 194 634			
Non-performing	"8 – 10"	-	-	_	-	627 373	83 916	627 373	83 916			
Total		19 729 000	39 799 864	45 531 303	966 838	627 373	83 916	65 887 676	40 850 618			

UNAUDITED HISTORICAL												
	SRS Rating	Stage 1 ZWL\$ 000		Stage 1 ZWL\$ 000		Stage 2	Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		VL\$ 000	
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020			
Internal rating grade												
Performing	"1 - 3c"	12 662 734	8 757 887	68 176	307 887	-	_	12 730 910	9 065 774			
Special mention	"4a – 7c"	7 066 266	16 002 945	45 463 127	293 616	-	-	52 529 393	16 296 561			
Non- performing	"8 – 10"	-	-	-	-	627 373	52 207	627 373	52 207			
Total		19 729 000	24 760 832	45 531 303	601 503	627 373	52 207	65 887 676	25 414 542			

(ii) An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to loans and advances is as follows:

GROSS CARRYING AMOU	SS CARRYING AMOUNT AUDITED INFLATION ADJUSTED									
	Stage 1 Z	WL\$ 000	Stage 2 Z	WL\$ 000	Stage 3 Z	WL\$ 000	Total ZW	/L\$ 000		
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020		
Opening balance	39 799 864	17 498 241	966 838	372 284	83 916	244 227	40 850 618	18 114 752		
New assets originated or purchased (excluding write offs)	45 078 307	72 155 796	5 468	6 623 238	-	26 189	45 083 775	78 805 223		
Transfers from Stage 1	(47 184 094)	(1 637 139)	46 680 723	1 326 259	503 371	310 880	-	-		
Transfers from Stage 2	1 262 225	5 150 680	(1 415 248)	(5 501 212)	153 023	350 532	-	-		
Transfers from Stage 3	62 139	435	324	110 870	(62 463)	(111 305)	-	-		
Amounts paid off	(4 250 409)	(2 264 982)	(341 467)	(816 473)	(9 220)	(579 183)	(4 601 096)	(3 660 638)		
Amounts written off	-	-	-	-	(9 545)	(104 157)	(9 545)	(104 157)		
Monetary adjustment	(15 039 032)	(51 103 167)	(365 335)	(1 148 128)	(31 709)	(53 267)	(15 436 076)	(52 304 562)		
Gross loans and advances to customers	19 729 000	39 799 864	45 531 303	966 838	627 373	83 916	65 887 676	40 850 618		
Expected credit loss allowance	(425 981)	(799 532)	(1 580 722)	(80 931)	(308 307)	(45 135)	(2 315 010)	(925 598)		
Net loans and advances to customers	19 303 019	39 000 332	43 950 581	885 907	319 066	38 781	63 572 666	39 925 020		

GROSS CARRYING AMOUN	IT			UNAUDITED HISTO	ORICAL			
	Stage 1	ZWL\$ 000	Stage 2 2	WL\$ 000	Stage 3 Z	WL\$ 000	Total ZV	VL\$ 000
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020
Opening balance	24 760 832	2 426 793	601 503	71 276	52 207	84 889	25 414 542	2 582 958
New assets originated or purchased (excluding write offs)	45 078 307	21 954 022	5 468	2 015 177	-	7 855	45 083 775	23 977 054
Transfers from Stage 1	(47 184 094)	(498 114)	46 680 723	403 526	503 371	94 588	-	-
Transfers from Stage 2	1 262 225	1 567 139	(1 415 248)	(1 673 791)	153 023	106 652	-	-
Transfers from Stage 3	62 139	132	324	33 733	(62 463)	(33 865)	_	-
Amounts paid off	(4 250 409)	(689 140)	(341 467)	(248 418)	(9 220)	(176 221)	(4 601 096)	(1 113 779)
Amounts written off	-	_	-	-	(9 545)	(31 691)	(9 545)	(31 691)
Gross loans and advances to customers	19 729 000	24 760 832	45 531 303	601 503	627 373	52 207	65 887 676	25 414 542
Expected credit loss allowance	(425 981)	(497 415)	(1 580 722)	(50 349)	(308 307)	(28 082)	(2 315 010)	(575 846)
Net loans and advances to customers	19 303 019	24 263 417	43 950 581	551 154	319 066	24 125	63 572 666	24 838 696

ECL RECONCILIATION		AUDITED INFLATION ADJUSTED										
	Stage 1 Z	WL\$ 000	Stage 2	ZWL\$ 000	Stage 3	ZWL\$ 000	Total ZV	VL\$ 000				
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020				
Opening balance	799 532	190 815	80 931	141 650	45 135	407 401	925 598	739 866				
New assets originated or purchased	1 955 248	1 703 074	220	597 004	-	24 881	1 955 468	2 324 959				
Transfers from Stage 1	(1 914 841)	(282 676)	1 680 060	114 544	234 781	168 132	-	-				
Transfers from Stage 2	16 818	206 707	(78 275)	(511 767)	61 457	305 060	-	-				
Transfers from Stage 3	1 693	36	255	2 947	(1 948)	(2 983)	-	-				
Amounts written off	-	-	-	-	(9 545)	(104 157)	(9 545)	(104 157)				
Repayments	(130 352)	(79 274)	(71 887)	(101 812)	(4 520)	(461 196)	(206 759)	(642 282)				
Monetary adjustment	(302 117)	(939 150)	(30 582)	(161 635)	(17 053)	(292 003)	(349 752)	(1 392 788)				
Closing Balance	425 981	799 532	1 580 722	80 931	308 307	45 135	2 315 010	925 598				

ECL RECONCILIATION	CL RECONCILIATION UNAUDITED HISTORICAL												
	Stage 1	ZWL\$ 000	Stage 2 2	WL\$ 000	Stage 3 Z	:WL\$ 000	Total ZWL\$ 000						
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020					
Opening balance	497 415	26 464	50 349	19 645	28 082	49 572	575 846	95 681					
New assets originated or purchased	1 955 248	518 175	220	181 642	-	7 459	1 955 468	707 276					
Transfers from Stage 1	(1 914 841)	(86 007)	1 680 060	34 851	234 781	51 156	-	-					
Transfers from Stage 2	16 818	62 892	(78 275)	(155 709)	61 457	92 817	_	-					
Transfers from Stage 3	1 693	11	255	897	(1 948)	(908)	_	-					
Amounts written off	-	_	-	-	(9 545)	(31 691)	(9 545)	(31 691)					
Repayments	(130 352)	(24 120)	(71 887)	(30 977)	(4 520)	(140 323)	(206 759)	(195 420)					
Closing Balance	425 981	497 415	1 580 722	50 349	308 307	28 082	2 315 010	575 846					

Financial Securities

The table below shows the credit quality and the maximum exposure to credit risk based on the Bank's internal credit rating system and year end stage classification. The amounts presented are gross of impairment allowances. Details of the Bank's internal grading system are explained in Note 37.3.1 of the Group's results.

11111000	invote 37.3.101 the Group STesuits.										
AUDITED INFLATION ADJUSTED											
	SRS Rating	Stage 1	ZWL\$ 000	Stage 2	ZWL\$ 000	Stage 3	ZWL\$ 000	Total ZWL\$ 000 31 DEC 2021 31 DEC 202			
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020		
Internal rating grade											
Performing	"1 – 3c"	978 926	1 589 503	-	-	-	-	978 926	1 589 503		
Total		978 926	1 589 503	-	_	-	-	978 926	1 589 503		

UNAUDITED HISTORICAL												
	SRS Rating	Stage 1 ZWL\$ 000		Stage 2	ZWL\$ 000	Stage 3	ZWL\$ 000	Total ZV	VL\$ 000			
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020			
Internal rating grade												
Performing	"1 – 3c"	978 926	988 884	-	-	_	_	978 926	988 884			
Total		978 926	988 884	-	-	-	-	978 926	988 884			



FOR THE YEAR ENDED 31 DECEMBER 2021



An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to financial securities

AUDITED INFLATION ADJUSTED												
	Stage 1	ZWL\$ 000	Stage 2	ZWL\$ 000	Stage 3	ZWL\$ 000	Total Z\	VL\$ 000				
	31 DEC 2021	31 DEC 2020										
Gross carrying amount	1 589 503	8 572 016	-	-	-	_	1 589 503	8 572 016				
Maturities during the year	(9 958)	(657 345)	-	-	-	-	(9 958)	(657 345)				
Monetary adjustment	(600 619)	(6 325 168)	-	-	-	-	(600 619)	(6 325 168)				
Gross financial securities	978 926	1 589 503	-	-	-	-	978 926	1 589 503				
ECL allowance	(14 409)	(9 652)	-	-	-	-	(14 409)	(9 652)				
Net financial securities	964 517	1 579 851	-	-	-	-	964 517	1 579 851				

UNAUDITED HISTORICAL											
	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000				
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020			
Gross carrying amount	988 884	1 188 886	-	-	-	-	988 884	1 188 886			
Maturities during the year	(9 958)	(200 002)	-	-	-	-	(9 958)	(200 002)			
Gross financial securities	978 926	988 884	-	-	-	-	978 926	988 884			
ECL allowance	(14 409)	(6 005)	-	-	-	-	(14 409)	(6 005)			
Net financial securities	964 517	982 879	-	-	-	-	964 517	982 879			

Money market
The table below shows the credit quality and the maximum exposure to credit risk based on the Bank's internal credit rating system and year end stage classification. The amounts presented are gross of impairment allowances. Details of the Bank's internal grading system are explained in Note 37.3.1 of the Group's results.

AUDITED INFLATION ADJUSTED											
	SRS Rating	Stage 1 2	WL\$ 000	Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000			
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020		
Internal rating grade											
Performing	"1 – 3c"	24 391 083	11 535 178	-	-	-	-	24 391 083	11 535 178		
Total		24 391 083	11 535 178	-	-	-	-	24 391 083	11 535 178		

UNAUDITED HISTORICAL											
	SRS Rating	Stage 1	ZWL\$ 000	Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000			
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020		
Internal rating grade											
Performing	"1 – 3c"	24 391 083	7 176 422	-	-	-	-	24 391 083	7 176 422		
Total		24 391 083	7 176 422	-	-	-	-	24 391 083	7 176 422		

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to money market is as follows:

	AUDITED INFLATION ADJUSTED											
	St	age 1 ZWL\$ 000	Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000					
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020				
Gross carrying amount	11 535 178	1 561 252	-	-	-	-	11 535 178	1 561 252				
New assets originated or purchased (excluding write offs)	24 391 082	11 986 313	-	-	-	-	24 391 082	11 986 313				
Maturities during the year	(7 176 421)	(1 311 769)	-	-	-	-	(7 176 421)	(1 311 769)				
Monetary adjustment	(4 358 756)	(700 618)	-	-	-	-	(4 358 756)	(700 618)				
Gross money market assets	24 391 083	11 535 178	-	-	-	-	24 391 083	11 535 178				
ECL allowance	(76 538)	(19 824)	-	-	-	-	(76 538)	(19 824)				
Net money market assets	24 314 545	11 515 354	-	-	-	-	24 314 545	11 515 354				

	UNAUDITED HISTORICAL											
	Stage 1	ZWL\$ 000	Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZV	VL\$ 000				
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020				
Gross carrying amount at beginning of period	7 176 422	216 526	-	-	-	-	7 176 422	216 526				
New assets originated or purchased (excluding write offs)	24 391 082	7 176 422	-	-	-	-	24 391 082	7 176 422				
Maturities during the year	(7 176 421)	(216 526)	-	-	-	-	(7 176 421)	(216 526)				
Gross money market assets	24 391 083	7 176 422	-	-	-	-	24 391 083	7 176 422				
ECL allowance	(76 538)	(12 333)	-	-	-	-	(76 538)	(12 333)				
Net money market asset	24 314 545	7 164 089	-	-	-	-	24 314 545	7 164 089				

Financial guarantees
The table below, shows the credit quality and the maximum exposure to credit risk based on the Bank's internal credit rating system and year end stage classification. The amounts presented are gross of impairment allowances. Details of the Bank's internal grading system are explained in Note 37.3.1 of the Group's results.

INFLATION ADJUSTED											
	SRS Rating	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000			
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020		
Internal rating grade											
Performing	"1 – 3c"	167 379	115 333	-	_	-	-	167 379	115 333		
Total		167 379	115 333	-	-	-	-	167 379	115 333		

	HISTORICAL											
	SRS Rating	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZWL\$ 000				
		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020			
Internal rating grade												
Performing	"1 – 3c"	167 379	71 752	-	-	-	-	167 379	71 752			
Total		167 379	71 752	-	-	-	-	167 379	71 752			

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to financial guarantees is as follows:

AUDITED INFLATION ADJUSTED											
	Stage 1 Z	WL\$ 000	Stage 2 ZWL\$ 000		Stage 3 Z	WL\$ 000	Total ZWL\$ 000				
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020			
Gross carrying opening balance	559 096	594 050	-	-	-	-	559 096	594 050			
New assets originated or purchased (excluding write offs)	167 379	235 827	-	-	-	-	167 379	235 827			
Guarantees Expired	(71 752)	(270 781)	-	-	-	-	(71 752)	(270 781)			
Monetary adjustment	(487 344)	(443 763)	-	-	-	-	(487 344)	(443 763)			
Gross financial guarantees	167 379	115 333	-	-	-	-	167 379	115 333			
Expected credit loss allowance	(376)	(934)	-	-	-	-	(376)	(934)			
Net financial guarantees	167 003	114 399	-	-	-	-	167 003	114 399			

HISTORICAL											
	Stage 1 ZWL\$ 000		Stage 2 ZWL\$ 000		Stage 3 ZWL\$ 000		Total ZW	/L\$ 000			
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020			
Gross carrying opening balance	71 752	82 388	-	-	-	-	71 752	82 388			
New assets originated or purchased (excluding write offs)	167 379	71 752	-	-	-	-	167 379	71 752			
Guarantees Expired	(71 752)	(82 388)	-	-	-	-	(71 752)	(82 388)			
Gross financial guarantees	167 379	71 752	-	-	-	-	167 379	71 752			
Expected credit loss allowance	(376)	(581)	-	-	-	-	(376)	(581)			
Net financial guarantees	167 003	71 171	-	-	-	-	167 003	71 171			

Liquidity risk

Liquidity relates to the Bank's ability to fund its growth in assets and to meet obligations as they fall due without incurring unacceptable losses. The Bank recognises two types of liquidity risks i.e. Market liquidity risk and Funding liquidity risk.

Market liquidity risk is the risk that the Bank cannot cover or settle a position without significantly affecting the market price because of limited market

Funding risk, on the other hand, is the risk that the Bank will not be able to efficiently meet both its expected as well as the unexpected current and future cash flow needs without affecting the financial condition of the Bank.

The Bank's liquidity risk management framework ensures that limits are set relating to levels of wholesale funding, retail funding, loans to deposit ratio, counter- party exposures as well as prudential liquidity ratio.

The primary source of funding under the Bank are customer deposits made up of current, savings and term deposits and these are diversified by customer type and maturity profile. The Bank tries to ensure through the Assets and Liabilities Committee (ALCO) processes and balance sheet management processes that asset growth and maturity are funded by appropriate growth in deposits and stable funding respectively.

29.1 CONTRACTUAL LIQUIDITY GAP ANALYSIS

		AUDI	TED INFLATION	ADJUSTED			
	Less than	1 to 3	3 to 6	6 to 12	1 to 5	5 years	
AUDITED	one month	months	months	months	years	and above	Total
31 DEC 2021	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000
Assets							
Balances with banks and cash	37 277 189	_	_	_	_	_	37 277 189
Money market assets	17 345 667	1 635 614	6 562 627	_	_	_	25 543 908
Financial securities	14 871	_	55 141	42 512	167 863	1 381 766	1 662 153
Loans and advances to customer		4 838 258	12 937 041	41 546 939	5 623 576	1 329 640	77 207 213
Financial guarantees	2 353	56 276	21 635	83 759	3 356	-	167 379
Other liquid assets	6 905 128	17 274 732	-			_	24 179 860
Total assets	72 476 967	23 804 880	19 576 444	41 673 210	5 794 795	2 711 406	166 037 702
Liabilities							
Deposits	115 978 628	4 871 046	6 929 713	237 110	255 294	3 891	128 275 682
Other liabilities	_	5 364 041	-	_	_	_	5 364 041
Current tax payable	_	501 970	_	_	_	_	501 970
Lease Liabilities	1 067	2 114	3 123	6 739	2 813	_	15 856
Financial guarantees	2 353	56 276	21 635	83 759	3 356	-	167 379
Commitments	3 901 505	_	_		_	_	3 901 505
Total liabilities	119 883 553	10 795 447	6 954 471	327 608	261 463	3 891	138 226 433
Liquidity gap	(47 406 586)	13 009 433	12 621 973	41 345 602	5 533 332	2 707 515	27 811 269
Cumulative liquidity gap	(47 406 586)	(34 397 153)	(21 775 180)	19 570 422	25 103 754	27 811 269	27 811 269
AUDITED 31 DECEMBER 2020							
31 DECEMBER 2020							
31 DECEMBER 2020 Assets	00.000.070						00 000 070
31 DECEMBER 2020 Assets Balances with banks and cash	30 962 072	1 577 507	-	-	-	-	30 962 072
31 DECEMBER 2020 Assets Balances with banks and cash Money market assets	30 962 072 9 937 817	1 577 537 9 201	- - 0.020	- - 6.748	- - 100 251	- - 1 454 622	11 515 354
31 DECEMBER 2020 Assets Balances with banks and cash Money market assets Financial securities	9 937 817	9 201	- - 9 029 2 391 460	- - 6 748 8 766 368	- - 100 251 4 650 310	1 454 622	11 515 354 1 579 851
31 DECEMBER 2020 Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customer	9 937 817 - rs 3 903 703	9 201 18 871 852	2 391 460	8 766 368	_ _ 100 251 4 650 310 _		11 515 354 1 579 851 39 925 020
31 DECEMBER 2020 Assets Balances with banks and cash Money market assets Financial securities	9 937 817	9 201			4 650 310	1 454 622 1 341 327	11 515 354 1 579 851
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customer Financial guarantees	9 937 817 - rs 3 903 703	9 201 18 871 852 47 837	2 391 460	8 766 368	4 650 310	1 454 622 1 341 327 -	11 515 354 1 579 851 39 925 020 115 333
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customer Financial guarantees Other liquid assets Total assets	9 937 817 	9 201 18 871 852 47 837 35 349 583	2 391 460 55 165 —	8 766 368 10 545 –	4 650 310 - -	1 454 622 1 341 327 - -	11 515 354 1 579 851 39 925 020 115 333 35 349 583
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customer Financial guarantees Other liquid assets Total assets Liabilities	9 937 817 	9 201 18 871 852 47 837 35 349 583 55 856 010	2 391 460 55 165 — 2 455 654	8 766 368 10 545 - 8 783 661	4 650 310 - - 4 750 561	1 454 622 1 341 327 - - 2 795 949	11 515 354 1 579 851 39 925 020 115 333 35 349 583 119 447 213
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customer Financial guarantees Other liquid assets Total assets Liabilities Deposits	9 937 817 	9 201 18 871 852 47 837 35 349 583 55 856 010	2 391 460 55 165 —	8 766 368 10 545 –	4 650 310 - -	1 454 622 1 341 327 - 2 795 949 8 580	11 515 354 1 579 851 39 925 020 115 333 35 349 583 119 447 213
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customer Financial guarantees Other liquid assets Total assets Liabilities Deposits Other liabilities Other liabilities	9 937 817 rs 3 903 703 1 786 - 44 805 378	9 201 18 871 852 47 837 35 349 583 55 856 010 2 662 278 2 777 638	2 391 460 55 165 — 2 455 654	8 766 368 10 545 - 8 783 661	4 650 310 - - 4 750 561	1 454 622 1 341 327 - - 2 795 949 8 580	11 515 354 1 579 851 39 925 020 115 333 35 349 583 119 447 213
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customer Financial guarantees Other liquid assets Total assets Liabilities Deposits	9 937 817 rs 3 903 703 1 786 - 44 805 378 88 846 394 -	9 201 18 871 852 47 837 35 349 583 55 856 010 2 662 278 2 777 638 424 956	2 391 460 55 165 — 2 455 654	8 766 368 10 545 - 8 783 661 7 206 241 - -	4 650 310 - - 4 750 561	1 454 622 1 341 327 - 2 795 949 8 580	11 515 354 1 579 851 39 925 020 115 333 35 349 583 119 447 213 102 014 413 2 777 638 424 956
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customer Financial guarantees Other liquid assets Total assets Liabilities Deposits Other liabilities Current tax payable	9 937 817 rs 3 903 703 1 786 - 44 805 378	9 201 18 871 852 47 837 35 349 583 55 856 010 2 662 278 2 777 638	2 391 460 55 165 — 2 455 654 2 374 716 —	8 766 368 10 545 - 8 783 661	4 650 310 - 4 750 561 916 204 -	1 454 622 1 341 327 - - 2 795 949 8 580 - -	11 515 354 1 579 851 39 925 020 115 333 35 349 583 119 447 213
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customer Financial guarantees Other liquid assets Total assets Liabilities Deposits Other liabilities Current tax payable Lease laibilities	9 937 817 rs 3 903 703 1 786 - 44 805 378 88 846 394 - 842	9 201 18 871 852 47 837 35 349 583 55 856 010 2 662 278 2 777 638 424 956 2 546	2 391 460 55 165 - 2 455 654 2 374 716 - 2 578	8 766 368 10 545 - 8 783 661 7 206 241 - 3 583	4 650 310 - 4 750 561 916 204 -	1 454 622 1 341 327 - - 2 795 949 8 580 - -	11 515 354 1 579 851 39 925 020 115 333 35 349 583 119 447 213 102 014 413 2 777 638 424 956 21 317
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customer Financial guarantees Other liquid assets Total assets Liabilities Deposits Other liabilities Current tax payable Lease laibilities Financial guarantees	9 937 817 	9 201 18 871 852 47 837 35 349 583 55 856 010 2 662 278 2 777 638 424 956 2 546 47 837	2 391 460 55 165 	8 766 368 10 545 - 8 783 661 7 206 241 - 3 583 10 545	4 650 310 - 4 750 561 916 204 - 11 768	1 454 622 1 341 327 — 2 795 949 8 580 — — —	11 515 354 1 579 851 39 925 020 115 333 35 349 583 119 447 213 102 014 413 2 777 638 424 956 21 317 115 333
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to customer Financial guarantees Other liquid assets Total assets Liabilities Deposits Other liabilities Current tax payable Lease laibilities Financial guarantees Total liabilities	9 937 817 rs 3 903 703 1 786 - 44 805 378 88 846 394 - - 842 1 786 88 849 022	9 201 18 871 852 47 837 35 349 583 55 856 010 2 662 278 2 777 638 424 956 2 546 47 837 5 915 255	2 391 460 55 165 - 2 455 654 2 374 716 - - 2 578 55 165 2 432 459	8 766 368 10 545 - 8 783 661 7 206 241 - 3 583 10 545 7 220 369	4 650 310 - 4 750 561 916 204 - 11 768 - 927 972	1 454 622 1 341 327 - 2 795 949 8 580 - - - - 8 580	11 515 354 1 579 851 39 925 020 115 333 35 349 583 119 447 213 102 014 413 2 777 638 424 956 21 317 115 333 105 353 657

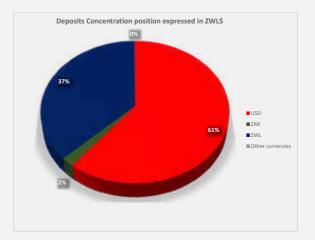
		н	ISTORICAL				
UNAUDITED 31 DEC 2021	Less than one month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	Total ZWL\$ 000
Assets							
Balances with banks and cash	37 277 189	_	-	-	_	-	37 277 189
Money market assets	17 345 667	1 635 614	6 562 627	-	-	-	25 543 908
Financial securities	14 871	-	55 141	42 512	167 863	1 381 766	1 662 153
Loans and advances to customers		4 838 258	12 937 041	41 546 939	5 623 576	1 329 640	77 207 213
Financial guarantees	2 353	56 276	21 635	83 759	3 356	_	167 379
Other liquid assets Total assets	6 905 128 72 476 967	17 274 732 23 804 880	19 576 444	41 673 210	5 794 795	2 711 406	24 179 860 166 037 702
iotal assets	12 470 907	23 004 000	19 370 444	41 0/3 210	3 / 54 / 53	2711400	100 037 702
Liabilities							
Deposits	115 978 628	4 871 046	6 929 713	237 110	255 294	3 891	128 275 682
Other liabilities	_	5 364 041	_	_	_	_	5 364 041
Current tax payable	_	501 970		_	_	-	501 970
Lease Liability	1 067	2 114	3 123	6 739	2 813	_	15 856
Financial guarantees	2 353	56 276	21 635	83 759	3 356	-	167 379
Commitments	3 901 505	10 705 447	- C 054 471	-	-	2 001	3 901 505
Total liabilities	119 883 553	10 795 447	6 954 471	327 608	261 463	3 891	138 226 433
Liquidity gap	(47 406 586)	13 009 433	12 621 973	41 345 602	5 533 332	2 707 515	27 811 269
Cumulative liquidity gap	(47 406 586)	(34 397 153)	(21 775 180)	19 570 422	25 103 754	27 811 269	27 811 269
UNAUDITED 31 DECEMBER 2020							
Assets							
Balances with banks and cash	19 262 545	_	_	_	_	_	19 262 545
Money market assets	6 182 650	981 439	-	_	_	-	7 164 089
Financial securities	-	5 724	5 617	4 198	62 371	904 969	982 879
Loans and advances to customers		11 740 813	1 487 808	5 453 852	2 893 115	834 484	24 838 696
Financial guarantees	1 111	29 761	34 320	6 560	-	-	71 752
Other liquid assets	07 074 000	21 992 162	1 507 745	- - -	- 0.055.400	1 700 450	21 992 162
Total assets	27 874 930	34 749 899	1 527 745	5 464 610	2 955 486	1 739 453	74 312 123
Liabilities							
Deposits	55 274 326	1 656 293	1 477 391	4 483 246	569 999	5 338	63 466 593
Other liabilities	-	1 529 631	-	-	-	-	1 529 631
Current tax payable	_	264 380	_	_	_	_	264 380
Lease liabilities	524	1 585	1 604	2 229	7 320	_	13 262
Financial guarantees	1 111	29 761	34 320	6 560	-	_	71 752
Total liabilities	55 275 961	3 481 650	1 513 315	4 492 035	577 319	5 338	65 345 618
Liquidity gap	(27 401 031)	31 268 249	14 430	972 575	2 378 167	1 734 115	8 966 505
Cumulative liquidity gap	(27 401 031)	3 867 218	3 881 648	4 854 223	7 232 390	8 966 505	8 966 505

The table above shows the cash flows of the Bank's non-derivative on and off balance sheet financial assets and liabilities on the basis of their earliest possible contractual maturity and the related year gaps. For issued financial guarantee contracts, the maximum amount of the guarantee is allocated to the earliest year in which the guarantee could be called.

The Bank carries out static statement of financial position analysis to track statement of financial position growth drivers, the pattern of core banking deposits, statement of financial position structure, levels and direction of the Bank's maturity mismatch and related funding or liquidity gap. The Asset and Liability Management Committee (ALCO) comes up with strategies through its monthly meetings to manage these liquidity gaps.

Details of the liquidity ratio for the Bank at the reporting date and during the reporting year were as follows:





29.2 Concentration & Counterparty Risk

Concentration risk describes the level of risk in the Bank's liabilities when they are concentrated in few counterparties. The impact on the Bank's liquidity is significant if any one of the counterparties makes a call on the liabilities.

The risk associated with significant liability concentrations in specific foreign currencies is that if the exchange rate moves against the Bank, assuming no adequate monetary assets denominated in the same currency, significant exchange loses will be experienced and the significant local currency balances will be required to expunge the associated liabilities. An analysis of the concentration of the Bank's deposits is shown below;



Included in the USD deposits are legacy liabilities and nostro gap accounts amounting to US\$145 044 224 (2020: US\$167 966 227). These liabilities contribute 12.33% (2020: 21.62%) to the Bank's total deposits.



FOR THE YEAR ENDED 31 DECEMBER 2021



30. INTEREST RATE RISK

This is the possibility of a Bank's interest income being negatively influenced by unforeseen changes in the interest rate levels arising from weaknesses related to a Bank's trading, funding and investment strategies.

This is managed at both Board and Management level through the regular policy and benchmarks which relate to interest rate risk management. The major areas of intervention involve daily monitoring of costs of funds, monthly analysis of interest re-pricing gaps, monthly interest rate simulations to establish the Bank's ability to sustain a stressed interest rate environment and various interest rate risk hedging strategies. The use of stress testing is an integral part of the interest rate risk management framework and considers both the historical market events as well as anticipated future scenarios. The Bank denominates its credit facilities in the base currency, the ZWL\$ in order to minimize cross currency interest rate risk. The Bank's interest rate risk profiling is illustrated below:

30.1 INTEREST RATE REPRICING AND GAP ANALYSIS

			AUDITED INFL	ATION ADJUS	STED			
31 DEC 2021	Less than one month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	Non-interest bearing ZWL\$ 000	Total ZWL\$ 000
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to custom Equity investments Land inventory Other assets Intangible assets Investment properties Property and equipment Total assets	16 438 881 3 084 215 10 109 ers 7 953 920 - - - - - 27 487 125	1 587 782 	5 501 275 45 733 8 201 456 - - - - - 13 748 464	38 453 328 	148 616 4 214 171 - - - - - 4 362 787	760 059 903 728 - - - - - 1 663 787	20 838 308 14 141 273 - 735 413 5 133 279 25 291 730 215 630 1 023 538 5 549 770 72 928 941	37 277 189 24 314 545 964 517 63 572 666 735 413 5 133 279 25 291 730 215 630 1 023 538 5 549 770 164 078 277
Equity & Liabilities Deposits Other liabilities Current tax payable Deferred taxation Lease liability Equity Total liabilities and equity Interest rate repricing gap Cumulative gap	101 487 167 	4 749 408 - - 2 114 - 4 751 522 682 323 (73 318 786)	6 898 550 - - 3 123 - 6 901 673 6 846 791 (66 471 995)	220 343 - - - 6 739 - 227 082 38 226 246 (28 245 749)	214 786 - - 2 813 - 217 599 4 145 188 (24 100 561)	2 372 	14 307 521 5 689 641 501 970 2 667 501 - 27 323 162 50 489 795 22 439 146	127 880 147 5 689 641 501 970 2 667 501 15 856 27 323 162 164 078 277

Cumulative gap	(68 280 842)	(47 875 651)	(46 167 297)	(37 674 794)	(32 943 229)	(30 147 279)	-	-
Interest rate repricing gap	(68 280 842)	20 405 191	1 708 354	8 492 503	4 731 565	2 795 950	30 147 279	-
Total liabilities and equity	100 990 587	53 398	692 135	280 613	18 997	-	29 371 314	131 407 044
Equity	_	_	_	-	-	_	23 755 567	23 755 567
Lease Liability	842	2 547	2 578	3 583	11 767	_	2 413 133	21 317
Deferred taxation	_	_	_	_	_	_	2 413 153	2 413 153
Current tax payable	_	_	_		_	_	424 956	424 956
Equity & Liabilities Deposits Other liabilities	100 989 745	50 851	689 557	277 030	7 230	-	2 777 638	102 014 413 2 777 638
เบเลเ สออธเอ	32 109 143	20 400 009	2 400 409	0773110	4 / 30 302	2 193 930	39 310 393	131 407 044
Property and equipment Total assets	32 709 745	20 458 589	2 400 489	8 773 116	4 750 562	2 795 950	4 752 585 59 518 593	4 752 585 131 407 04 4
Investment properties	-	_	-	_	-	_	1 169 611	1 169 611
Intangible assets	_	-	-	-	-	_	178 647	178 647
Other assets	-	_	-	_	-	_	35 809 841	35 809 841
Land Inventory	_	_	_	_	_	_	5 175 036	5 175 036
Equity investments	_	_	_	_	_	_	339 027	339 027
Loans and advances to custome	ers 3 903 703	18 871 851	2 391 460	8 766 368	4 650 310	1 341 328	_	39 925 020
Financial securities	-	9 200	9 029	6 748	100 252	1 454 622	_	1 579 851
Money market assets	9 937 816	1 577 538	_	_	_	_	12 093 646	11 515 354
Assets Balances with banks and cash	18 868 226						12 093 846	30 962 072
31 DEC 2020	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000	ZWL\$ 000
	Less than one month	1 to 3 months	3 to 6 months	6 to 12 months	1 to 5 years	5 years and above	Non-interest bearing	Tota
			AUDITED INFL	ATION ADJUS	TED			
oumulativo gap	(14001100)	(10010100)	(00 47 1 000)	(20 240 740)	(24 100 001)	(/		

		UNAU	DITED HISTOR	ICAL				
31 DEC 2021	Less than one month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	Non-interest bearing ZWL\$ 000	Total ZWL\$ 000
Assets								
Balances with banks and cash	16 438 881	_	_	_	_	_	20 838 308	37 277 18
Money market assets	3 084 215	1 587 782	5 501 275	_	_	_	14 141 273	24 314 54
Financial securities	10 109	_	45 733	_	148 616	760 059	_	964 51
Loans and advances to customers	7 953 920	3 846 063	8 201 456	38 453 328	4 214 171	903 728	_	63 572 666
Equity investments	_	_	_	_	_	_	735 413	735 413
Land inventory	_	_	_	_	_	_	440 259	440 259
Other assets	_	_	_	_	_	_	24 964 083	24 964 083
Intangible assets	_	_	-	_	_	_	159 618	159 618
Investment properties	_	_	_	_	_	_	1 023 538	1 023 538
Property and equipment	_	_	_	_	_	_	4 029 578	4 029 578
Total assets	27 487 125	5 433 845	13 748 464	38 453 328	4 362 787	1 663 787	66 332 070	157 481 400
Fanita O Linkillainn								
Equity & Liabilities	101 487 166	4 749 408	6 898 550	220 343	214 786	2 372	14 307 522	127 880 147
Deposits Other liabilities	101 407 100	4 749 400	0 090 000	220 343	214 / 00	2312	5 364 041	5 364 04 ⁻
Current tax payable	_	_	_	_	_	_	501 970	501 970
Deferred taxation	_	_	_	_	_	_	1 428 625	1 428 625
Lease liability	1 067	2 114	3 123	6 739	2 813	_	1 420 025	15 856
Equity	1 007	2114	3 123	0739	2013	_	22 290 767	22 290 767
Total liabilities and equity and re	serves 101 488	233 4 751 522	6 901 673	227 082	217 599	2 372	43 892 925	157 481 406
Total habilities and equity and is	301703 101 400	200 4701022	0 301 010	LLI OOL	217 000	2012	40 03E 3E0	107 401 400
Interest rate repricing gap	(74 001 108)	682 323	6 846 791	38 226 246	4 145 188	1 661 415	22 439 145	-
Cumulative gap	(74 001 108)	(73 318 785)	(66 471 994)	(28 245 748)	(24 100 560)	(22 439 145)	_	

	UNAUDITED HISTORICAL											
31 DECEMBER 2020	Less than one month ZWL\$ 000	1 to 3 months ZWL\$ 000	3 to 6 months ZWL\$ 000	6 to 12 months ZWL\$ 000	1 to 5 years ZWL\$ 000	5 years and above ZWL\$ 000	Non-interest bearing ZWL\$ 000	Total ZWL\$ 000				
Assets Balances with banks and cash Money market assets Financial securities Loans and advances to custon Equity investments Land Inventory Other assets Intangible assets Investment properties Property and equipment Total assets	6 182 650	981 439 5 724 11 740 813 - - - - - - 12 727 976	5 617 1 487 808 - - - - - - 1 493 425	4 198 5 453 852 - - - - - - - - - - - - - - - - - - -	62 371 2 893 115 - - - - - 2 955 486	904 969 834 484 - - - - 1 739 453	7 009 246 	19 262 545 7 164 089 982 879 24 838 696 210 920 412 622 22 271 338 84 723 727 654 2 087 815 78 043 281				
Equity & Liabilities Deposits Other liabilities Current tax payable Deferred taxation Lease Liability Equity Total liabilities and equity Interest rate repricing gap	62 829 112 	31 636 - - 1 585 - 33 221 12 694 755	428 997 	172 350 	4 498 		1 529 631 264 380 1 807 974 10 961 441 14 563 426 18 240 892	63 466 593 1 529 631 264 380 1 807 974 13 262 10 961 441 78 043 281				
Cumulative gap	(41 965 063)	(29 270 308)	(28 207 484)	(22 924 013)	(19 980 345)	(18 240 892)	-	-				

31. Foreign exchange risk

This risk arises from the changes in exchange rates and originates from mismatches between the values of assets and liabilities denominated in different currencies and can lead to losses if there is an adverse movement in exchange rates where open positions either spot or forward, are taken for both on and off statement of financial position transactions.

Supervision is at CBZ Bank Board level through the Bank Board ALCO Committee which covers ALCO processes by way of strategic policy and benchmarking reviews and approval. The committee meets on a quarterly basis. Furthermore, the Bank Management ALCO which meets on a monthly basis, reviews performance against set benchmarks embedded under acceptable currencies, currency positions as well as stop loss limits. Derivative contracts with characteristics and values derived from underlying financial instruments, exchange rates which relate to futures, forwards, swaps and options can be used to mitigate exchange risk.

At 31 December 2021 if foreign exchange rates at that date had weakened or strengthened by 5 percentage points with all other variables held constant post tax profit for the period would have been ZWL\$494\$ 940 865 higher or lower respectively than the reported position update.

FOREIGN CURRENCY POSITION

FOREIGN CURRENCY POSITION AS AT 31 DECEMBER 2021

		AUDITED INFLA	ITSULDA NOITA	D			
							Other foreign
	Total	ZWL\$	USD	ZAR	GBP	EUR	currencies
Assets							
Balances with banks and cash	37 277 189	10 745 211	23 767 064	2 121 941	29 157	583 394	30 422
Money market assets	24 314 545	7 179 686	16 464 916	669 943	_	_	_
Financial securities	964 517	964 517	_	_	_	_	_
Loans and advances to customers	63 572 666	37 660 544	25 888 027	23 892	203	_	_
Equity investments	735 413	735 413	_	_	_	_	_
Land inventory	5 133 279	5 133 279	_	_	_	_	_
Other assets	25 291 730	3 917 822	12 827 361	7 346 956	417 999	635 241	146 351
Intangible assets	215 630	215 630	_	_	_	_	_
Investment properties	1 023 538	1 023 538	_	_	_	_	_
Property and equipment	5 549 770	5 549 770	_	_	_	_	_
	164 078 277	73 125 410	78 947 368	10 162 732	447 359	1 218 635	176 773
Equity & Liabilities							
Deposits	127 880 147	47 549 626	77 563 735	2 621 422	21 816	74 665	48 883
Other liabilities	5 689 641	5 093 178	542 733	36 041	1 972	15 717	_
Current tax payable	501 970	501 970	_	_	_	_	_
Deferred taxation	2 667 501	2 667 501	_	_	_	_	_
Lease Liability	15 856	15 856	_	_	_	_	_
Equity	27 323 162	27 323 162	_	_	_	_	_
Total equity and liabilities	164 078 277	83 151 293	78 106 468	2 657 463	23 788	90 382	48 883

FOREIGN CURRENCY POSITION AS AT 31 DECEMBER 2020

AUDITED INFLATION ADJUSTED											
							Other foreign				
	Total	ZWL\$	USD	ZAR	GBP	EUR	currencies				
Assets											
Balances with banks and cash	30 962 072	2 794 602	25 968 273	1 613 071	_	583 096	3 030				
Money market assets	11 515 354	7 025 159	4 490 195	_	_	_	_				
Financial securities	1 579 851	1 579 851	_	_	_	_	_				
Loans and advances to customers	39 925 020	34 182 128	5 698 656	44 013	223	_	_				
Land inventory	5 175 036	5 175 036	_	_	_	_	_				
Equity investments	339 027	292 328	_	_	_	46 699	_				
Other assets	35 809 841	815 211	25 555 368	8 457 731	514 948	464 318	2 265				
Intangible assets	178 647	178 647	_	_	_	_	_				
Investment properties	1 169 611	1 169 611	_	_	_	_	_				
Property and equipment	4 752 585	4 752 585	_	_	_	_	_				
Total assets	131 407 044	57 965 158	61 712 492	10 114 815	515 171	1 094 113	5 295				
Equity & Liabilities		_	_	_	_	_	_				
Deposits	102 014 413	45 434 396	53 557 978	2 746 107	42 947	232 189	796				
Other liabilities	2 777 638	1 700 062	872 158	201 027	1 261	609	2 521				
Current tax payable	424 956	424 956	_	_	_	_	_				
Deferred taxation	2 413 153	2 413 153	_	_	_	_	_				
Lease Liability	21 317	21 317	_	_	_	_	_				
Equity	23 755 567	23 755 567	_	_	_	_	_				
Total equity and liabilities	131 407 044	73 749 451	54 430 136	2 947 134	44 208	232 798	3 317				

FOREIGN CURRENCY POSITION AS AT 31 DECEMBER 2021

		UNAUDITI	ED HIS I ORICAL				
	Total	ZWL\$	USD	ZAR	GBP	EUR	Other foreign currencies
Assets							
Balances with banks and cash	37 277 189	10 745 211	23 767 064	2 121 941	29 157	583 394	30 422
Money market assets	24 314 545	7 179 686	16 464 916	669 943	_	_	_
Financial securities	964 517	964 517	_	_	-	_	_
Loans and advances to customers	63 572 666	37 660 544	25 888 027	23 892	203	_	-
Equity investments	735 413	735 413	_	-	-	_	_
Land inventory	440 259	440 259	_	-	_	_	_
Other assets	24 964 083	3 590 175	12 827 361	7 346 956	417 999	635 241	146 351
Intangible assets	159 618	159 618	_	-	_	_	-
Investment properties	1 023 538	1 023 538	_	-	_	_	-
Property and equipment	4 029 578	4 029 578	_	-	-	_	_
	157 481 406	66 528 539	78 947 368	10 162 732	447 359	1 218 635	176 773
Equity & Liabilities							
Deposits	127 880 147	47 549 626	77 563 735	2 621 422	21 816	74 665	48 883
Other liabilities	5 364 041	4 767 578	542 733	36 041	1 972	15 717	-
Current tax payable	501 970	501 970	-	-	-	-	-
Deferred taxation	1 428 625	1 428 625	-	-	-	_	-
Lease liability	15 856	15 856	_	-	-	_	-
Equity	22 290 767	22 290 767	-	-	-	-	-
Total equity and liabilities	157 481 406	76 554 422	78 106 468	2 657 463	23 788	90 382	48 883

FOREIGN CURRENCY POSITION AS AT 31 DECEMBER 2020

		UNAUDI	TED HISTORICA	L			
							Other foreign
	Total	ZWL\$	USD	ZAR	GBP	EUR	currencies
Acceta							
Assets	10 000 545	4 700 045	10 155 705	4 000 540		000 704	4.005
Balances with banks and cash	19 262 545	1 738 615	16 155 735	1 003 546	_	362 764	1 885
Money market assets	7 164 089	4 370 588	2 793 501	-	-	-	-
Financial securities	982 879	982 879	-	-	-	-	-
Loans and advances to customers	24 838 696	21 265 850	3 545 325	27 382	139	_	_
Equity investments	210 920	181 867	_	_	_	29 053	_
Land inventory	412 622	412 622	_	_	_	_	_
Other assets	22 271 338	500 004	15 898 853	5 261 838	320 366	288 868	1 409
Intangible assets	84 723	84 723	_	_	_	_	_
Investment properties	727 654	727 654	_	_	_	_	_
Property and equipment	2 087 815	2 087 815	_	_	_	_	_
Total assets	78 043 281	32 352 617	38 393 414	6 292 766	320 505	680 685	3 294
Equity & Liabilities							
Deposits	63 466 593	28 266 264	33 320 217	1 708 445	26 719	144 453	495
Other liabilities	1 529 631	859 235	542 599	125 066	784	379	1 568
Current tax payable	264 380	264 380	_	_	_	_	_
Deferred taxation	1 807 974	1 807 974	_	_	_	_	_
Lease liability	13 262	13 262	_	_	_	_	_
Equity	10 961 441	10 961 441	-	_	_	_	_
Total equity and liabilities	78 043 281	42 172 556	33 862 816	1 833 511	27 503	144 832	2 063

FOREIGN CURRENCY POSITION AS AT 31 DECEMBER 2021

		UNDERLYING CURRENC	Υ		
	USD	ZAR	GBP	EUR	Other foreign currencies in ZWL\$ 000
Assets	030	ZAN	UDF	EUN	III ZWLĢ 000
Balances with banks and cash	218 717	310 440	199	4 746	30 422
Money market assets	151 519	98 013	-	_	_
Loans and advances to customers	238 235	3 495	1	_	_
Other assets	118 044	1 074 860	2 849	5 167	146 351
Total assets	726 515	1 486 808	3 049	9 913	176 773
Liabilities					
Deposits	713 781	383 514	149	607	48 883
Other liabilities	4 995	5 273	13	128	_
Total liabilities	718 776	388 787	162	735	48 883
Net position	7 739	1 098 021	2 887	9 178	127 890

FOREIGN CURRENCY POSITION AS AT 31 DECEMBER 2020

UNDERLYING CURRENCY										
A	USD	ZAR	GBP	EUR	Other foreign currencies in ZWL\$ 000					
Assets	197 535	170 504		2.000	1 005					
Balances with banks and cash		179 534	_	3 609	1 885					
Money market assets	34 156	-	_	-	-					
Loans and advances to customers	43 348	4 899	1	-	_					
Other assets	194 394	941 343	2 874	2 874	1 409					
Total assets	469 433	1 125 776	2 875	6 483	3 294					
Liabilities										
Deposits	407 404	305 641	240	1 437	495					
Other liabilities	6 634	22 374	7	4	1 568					
Total liabilities	414 038	328 015	247	1 441	2 063					
Net position	55 395	797 761	2 628	5 042	1 231					



FOR THE YEAR ENDED 31 DECEMBER 2021



This is the potential for loss arising from human error and fraud, inadequate or failed internal processes, systems failure, non-adherence to procedure or other external sources that result in the compromising of the Bank's revenue or erosion of the Bank's statement of financial position

Operational risk management framework

CBZ Bank Risk Management Committee exercises adequate oversight over operational risks across the Bank with the support of the Board as well as business and functional level committees. CBZ Bank Risk Management is responsible for setting and approval of Bank Operational Policies and maintaining standards for operational risk.

The Bank Board Audit Committee through Internal Audit function as well as Bank Enterprise Wide Governance and Compliance perform their independent reviews and assurances under processes and procedures as set under policies and procedure manuals. On the other hand, the Bank Risk Management and Bank IT Departments with assistance from the Organization and Methods Department within Group Human Resources ensure that processes, procedures and control systems are in line with variables in the operating environment.

This is the risk that arises where the Bank's strategies may be inappropriate to support its long term corporate goals due to underlying inadequate strategic planning process, weak decision making process as well as weak strategic implementation programs

To mitigate this risk, the Bank's Board and Management teams craft the strategy which is underpinned to the Bank's corporate goals. Approval of the strategy is the responsibility of the Board whilst implementation is carried out by Management. On the other hand strategy and goal congruency is audited monthly by management and quarterly by the Board.

Regulatory risk is defined as the failure to comply with applicable laws and regulations or supervisory requirements, or the exclusion of provisions of relevant regulatory requirements out of operational procedures. This risk is managed and mitigated through the Bank Board Risk Management Committee and the Bank Enterprise Wide Governance and Compliance unit which ensures that:

- Comprehensive and consistent compliance policies and procedures exist covering the Bank;
- A proactive and complete summary statement of the Bank's position on ethics and compliance exists;
 A reporting structure of the Bank Enterprise Wide Compliance Function exists that ensures independence and effectiveness; and
- Yearly compliance and awareness training targeting employees in compliance sensitive areas is carried out.

32.4 Reputation risk

This is the risk of potential damage to the Bank's image that arises from the market's perception of the manner in which the Bank packages and delivers its products and services as well as how staff and management conduct themselves. It also relates to the Bank's general business ethics. This can result in loss of earnings or adverse impact on market capitalisation as a result of stakeholders adopting a negative view to the Bank and its actions. The risk can further arise from the Bank's inability to address any of its other key risks. This risk is managed and mitigated through:

- Continuous improvements of the Bank's operating facilities to ensure that they remain within the taste of the Bank's various
- Ensuring that staff subscribe to the Bank's code of conduct, code of ethics and general business ethics and that; Stakeholders' feedback systems that ensures proactive attention to the Bank's reputation management

This is the risk of financial or reputational loss suffered as a result of transactions in which criminal financiers disguise the origin of funds they deposit in the Bank and then use the funds to support illegal activities. The Bank manages this risk through:

- Adherence to Know Your Customer Procedures;
- Effective use of compliance enabling technology to enhance anti-money laundering program management, communication,
- monitoring and reporting;
- Development of early warning systems; and Integration of compliance into individual performance measurement and reward structures

Risk and Credit Ratings

32.6.1 External Credit Rating

	Rating Agent	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
	Global Credit Rating Co.(Short Term)	A+	A1	A1	A1-	A1-	A1-	A1	A1	A1	-	-	-
ĺ	Global Credit Rating Co. (Long Term)	AA-	A+	A+	Α	Α	Α	Α	A+	A+	A+	A+	Α

No short-term ratings were provided by the rating agent from 2009 to 2012.

32.6.2 Reserve Bank of Zimbabwe Ratings

CAMELS RATING MATRIX - 31 December 2018 RBZ ONSITE EXAMINATION

	Composite	Capital Adequacy	Asset Quality	Management	Earnings	Liquidity	Sensitivity to market risk
CBZ Bank Limited	2	1	3	2	2	2	2
Key 1. Strong	2. Satisfactory		3. Fair		4. Substanda	rd	5. Weak

CBZ Bank Limited Risk Matrix Summary

Type of risk	Level of Inherent Risk	Adequacy of Risk Management Systems	Overall Composite Risk	Direction of Overall Composite Risk
Credit Risk	Moderate	Acceptable	Moderate	Stable
Liquidity Risk	Moderate	Acceptable	Moderate	Stable
Interest Rate Risk	Moderate	Acceptable	Moderate	Stable
Foreign Exchange Risk	Low	Acceptable	Low	Stable
Strategic Risk	Moderate	Acceptable	Moderate	Stable
Operational Risk	Moderate	Acceptable	Moderate	Stable
Legal & Compliance Risk	Moderate	Acceptable	Moderate	Stable
Reputation Risk	Moderate	Acceptable	Moderate	Stable
Overall	Moderate	Acceptable	Moderate	Stable

KEY

Level of inherent

Low -

reflects a lower than average probability of an adverse impact on an institution's capital and earnings. Losses in a functional area with low inherent risk would have little negative impact on the institution's overall financial condition.

Moderate - could reasonably be expected to result in a loss which could be absorbed by an institution in the normal course of business.

High reflects a higher than average probability of potential loss. High inherent risk could reasonably be expected to result in a significant and harmful loss to the institution.

Adequacy of Risk Management Systems

risk management systems are inadequate or inappropriate given the size complexity and risk profile of the banking institution. Institution's risk management systems are lacking in important ways and therefore a cause of more than normal supervisory attention. The internal control systems will be lacking in important aspects particularly as indicated by continued control exceptions or by the failure to adhere to written down policies and procedures.

Acceptable - management of risk is largely effective but lacking to some modest degree. While the institution might be having some minor risk management weaknesses these have been recognised and are being addressed. Management information systems are generally adequate.

Strong management effectively identifies and controls all types of risk posed by the relevant functional areas or per inherent risk. The board and senior management are active participants in managing risk and ensure appropriate policies and limits are put in place. The policies comprehensively define the financial institution's risk tolerance responsibilities are effectively communicated.

Overall Composite Risk

Low Risk - would be assigned to low inherent risk areas. Moderate risk areas may be assigned a low composite risk where internal controls and risk management systems are strong and effectively mitigate much of the risk.

Moderate Risk - risk management effectively identifies and controls all types of risk posed by the relevant functional area significant weaknesses in the risk management systems may result in a moderate composite risk assessment. On the other hand a strong risk management system may reduce the risk so that any potential financial loss from the activity would have only a moderate negative impact on the financial condition of the organization.

Direction of Overall Composite Risk Rating

Increasing - based on the current information composite risk is expected to increase in the next twelve months **Decreasing** – based on current information composite risk is expected to decrease in the next twelve months. based on the current information composite risk is expected to be stable in the next twelve months.

CAPITAL MANAGEMENT

The Bank adopted the Bank Internal Capital Adequacy Assessment Policy (ICAAP) which enunciates CBZ Bank's approach, assessment and management of risk and capital from an internal perspective that is over and above the minimum regulatory rules and capital requirements of Basel II. The primary objective of the Bank's capital management is to ensure that the Bank complies with externally imposed capital requirements and that the Bank maintains strong credit ratings and healthy capital ratios in order to support its business and maximize shareholder value. ICAAP incorporates a capital management framework designed to satisfy the needs of key stakeholders i.e. depositors, regulators, rating agencies who have specific interest in its capital adequacy and optimal risk taking to ensure its going concern status (solvency). The focus is also targeted at meeting the expectations of those stakeholders i.e. shareholders, analysts, investors, clients and the general public who are interested in looking at the profitability of the Bank vis-à-vis assumed levels of risk (risk versus return). It is important to highlight that CBZ Bank has three levels of capital and other components that are measured and managed simultaneously: -

- Regulatory capital,
- Economic capital, and
- Available book capital

33.1 Capital Adequacy

The capital adequacy is calculated in terms of the guidelines issued by the Reserve Bank of Zimbabwe.

	UNAUDITED 31 DEC 2021 ZWL\$ 000	UNAUDITED 31 DEC 2020 ZWL\$ 000
Risk Weighted Assets	90 234 098	36 266 041
Total Qualifying Capital	18 784 313	9 964 879
Tier 1 Share capital Share premium Revenue reserves Exposure to insiders Less Tier 3 Tier 2 Revalauation reserves Fair Value Reserve General provisions	5 118 16 722 19 004 826 (4 634 382) 14 392 284 (2 954 423) 11 437 861 2 615 114 648 987 1 127 926 4 392 027	5 118 16 722 9 437 429 (1 449 890) 8 009 379 (1 087 631) 6 921 748 1 307 622 194 551 453 326 1 955 499
Tier 3 Capital allocated for market risk Capital allocated to operations risk	802 177 2 152 246 2 954 423	284 107 803 525 1 087 632
Capital Adequacy (%) Tier 1 Tier 2 Tier 3 Total	12.68% 4.87% 3.27% 20.82%	19.09% 5.39% 3.00% 27.48%

Regulatory capital consists of Tier 1 capital which comprises share capital share premium and revenue reserves including current period profit. The other component of the regulatory capital is Tier 2 capital which includes general provisions and revaluation reserves. The regulated minimum capital base required by the Central Bank is US\$ 30 million (2020: ZWL\$25 million) with a tier 1 ratio of 8% and a total capital adequacy ratio of 12%

COMPLIANCE AND REGULATORY RISK 34.

During the year, CBZ Bank was fined ZWL\$ 1,820,000 and ZWL\$ 70,000 by the Reserve Bank of Zimbabwe (RBZ) for publishing its Interim Financial Statements after the set statutory deadline of 31 August 2021 and for breaching section 18 (3) of the Banking Act, respectively

CORPORATE GOVERNANCE STATEMENT

The quality of corporate governance practices is becoming an increasingly important factor in maintaining market confidence. The Bank is committed to and supports the principles contained in the Reserve Bank of Zimbabwe (RBZ) Corporate Governance Guideline No. 01-2004/BSD, as well as the King III Code which is an internationally regarded benchmark in Corporate Governance.

DISCLOSURE POLICY

The Board is aware of the importance of balanced and understandable communication of the Bank's activities to stakeholders and strives to clearly present any matters material to a proper appreciation of the Bank's position. The interests and concerns of stakeholders are addressed by communicating information in a timely manner.

The Directors foster a mutual understanding of objectives shared between the Bank and its institutional shareholders by meeting with and making presentations to them on a regular basis. The Board welcomes and encourages the attendance of private shareholders at general meetings and gives them the opportunity to have questions addressed.

The Bank endeavours to ensure, through its regular public dissemination of quantitative and qualitative information that analysts' estimates are in line with the Bank's own expectations. The Bank does not confirm or attempt to influence analysts' opinions or conclusions and does not express comfort with analysts' models and earnings estimates.

GOING CONCERN

For going concern assessment refer to CBZ Holdings note 39.





FOR THE YEAR ENDED 31 DECEMBER 2021



STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2021

	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
Gross written premium	445 295	159 369	362 147	54 265
Reinsurance premium	(24 308)	(4 442)	(21 415)	(2 287)
Net written premium	420 987	154 927	340 732	51 978
Unearned premium movement	(101 204)	(5 576)	(103 397)	(2 026)
Net earned premium	319 783	149 351	237 335	49 952
Net commission Net claims	(33 725) (142 364)	(9 888) (25 075)	(27 267) (119 857)	(4 322) (8 713)
Underwriting profit	143 694	114 388	90 211	36 917
Operating expenditure Transfer to reserves	(362 074) (262 491)	(273 434) (159 929)	(289 520) (178 200)	(98 195) (86 795)
Expected credit loss	(1 787)	425	(1787)	264
Monetary gain	156 303	64 192	-	-
Operating profit	(326 355)	(254 358)	(379 296)	(147 809)
Investment and Other income	515 273	82 937	697 652	309 129
Interest from money market investments	1 413	998	1 185	276
Profit / (loss) before taxation	190 331	(170 423)	319 541	161 596
Taxation	(783)	(367)	(712)	(158)
Profit for the year	189 548	(170 790)	318 829	161 438
Other comprehensive income				
Gains on property revaluations	70 550	5 308	136 950	74 610
Exchange gains on equity instruments at FVOCI	(16 480)	(6 031)	8 708	1740
Other comprehensive income for the year net of tax	54 070	(723)	145 658	76 350
Total comprehensive income	243 618	(171 513)	464 487	237 788

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021				
ASSETS	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	RESTATED HISTORICAL 31 DEC 2020 ZWL\$ 000
Current assets Cash and cash equivalents Money market assets Equity investments Insurance contract assets Other receivables Current tax receivable	70 063 30 829 426 333 12 814 18 897 449	9 592 13 008 137 788 4 738 18 846	70 063 30 829 426 333 12 429 18 897 449	5 968 8 093 85 723 2 947 11 724 - 114 455
Non-current assets Property and equipment Investment properties TOTAL ASSETS	254 785 718 046 972 831 1532 216	198 587 498 764 697 351 881 323	232 175 718 046 950 220 1 509 220	98 401 310 298 408 699 523 154
EQUITY AND LIABILITIES Liabilities Life fund Investment contract liabilities Current tax payable Other payables	397 800 62 542 249 434 709 776	149 108 23 508 92 129 794 302 501	397 800 62 542 249 434 709 776	92 765 14 625 57 80 749 188 196
Equity Share capital Share premium Revaluation reserve Revenue reserves Fair value reserve	62 166 177 283 605 502 (22 511) 822 440	62 166 106 733 415 955 (6 031) 578 822	1 388 230 013 557 596 10 448 799 444	1388 93063 238767 1740 334958
TOTAL EQUITY AND LIABILITIES	1 532 216	881 323	1 509 220	523 154

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2021

31 December 2020 Opening balance Total comprehensive income	Share oremium WL\$ 000	Revaluation reserve ZWL\$ 000	FCTR ZWL\$ 000	Fair Value reserve	Revenue reserve	
31 December 2020 Opening balance Total comprehensive income	oremium WL\$ 000	reserve		reserve		*
Opening balance Total comprehensive income	62 166			ZWL\$ 000	ZWL\$ 000	Total ZWL\$ 000
Inter-category transfer	-	5 308 101 425	101 425 - (101 425)	(6 031) —	586 745 (170 790) –	750 336 (171 513) –
Closing balance	62 166	106 733	` <u>-</u>	(6 031)	415 955	578 822
31 December 2021 Opening balance Total comprehensive income	62 166 –	106 733 70 550	Ξ	(6 031) (16 480)	415 955 189 548	578 822 243 618
Closing balance	62 166	177 283	-	(22 511)	605 502	822 440
	HIS	TORICAL				
31 December 2020 Opening balance Total comprehensive income Inter—category transfer	1 388	15 903 74 610 2 550	2 550 - (2 550)	1 740	77 329 161 438	97 170 237 788 –
Closing balance	1 388	93 063	(2 555)	1 740	238 767	334 958
31 December 2021						
Opening balance Total comprehensive income	1 388	93 063 136 950	_	1 740 8 708	238 767 318 829	334 958 464 487
Closing balance	1 388	230 013	-	10 448	557 596	799 444

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

CASH FLOWS FROM OPERATING ACTIVITIES	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000		
CASH FLOWS FROM OPERATING ACTIVITIES						
Profit /(Loss) before taxation	190 330	(170 423)	319 541	161 596		
Adjust for:						
Depreciation	15 158	15 989	3 735	2 274		
Amortisation	-	4 829	-	108		
Unearned premium movement	101 204	5 576	103 397	2 026		
Monetary gain/loss	(156 302)	(64 192)	-	-		
Claims incurred but not reported	24 505	25	19 682	9		
Deferred commission movement	(18 688)	(1 287)	(15 323)	(581)		
Fair value adjustment on investment properties	(229 817)	(258 656)	(412 853)	(270 221)		
Fair value adjustment on financial instruments	(185 534)	(14 851)	(212 342)	(34 301)		
Loss on sale of property and equipment	-	463	-	(14)		
Annuity reserve movement	262 491	159 929	178 200	86 795		
Expected Credit loss	1 787	(29)	1787	(18)		
Impairment on insurance assets	-	(396)	-	(246)		
Unrealised loss on foreign currency position	(2 895)	16 748	(1 612)	10 491		
(Profit)/loss on disposal of investment properties	(69 981)	158 528	(47 536)	(8 947)		
Operating profit before changes in operating assets and liabilities	(67 742)	(147 747)	(63 324)	(51 029)		
Channel in a second in a second in a little time.						
Changes in operating assets and liabilities	((57)	(10.651)	(0.200)	(44 (00)		
Other receivables	(457)	(19 651)	(8 300)	(11 483)		
Insurance contract assets	8 740	2 628	5 841 167 402	(1 488) 63 531		
Other payables	168 650	96 341				
Money market assets Financial securities	(24 233)	41 095 11 272	(29 395)	(726) 2 947		
Life assurance investment contract liabilities	42 933	31 745	51 673	11 216		
Life assurance investment contract liabilities	195 633	163 430	187 221	63 997		
Corporate tax paid	(1 324)	(200)	(1 218)	(91)		
Net cash inflow from operating activities	126 567	15 483	128 679	12 8 75		
Net cash limow from operating activities	120 307	13 403	120 073	12 0/3		
CASH FLOWS FROM INVESTING ACTIVITIES						
Net change in investments	(119 491)	(95 612)	(119 560)	(45 056)		
Purchase of property and equipment	(806)	(8 679)	(560)	(3 183)		
Proceeds on disposal of property and equipment	-	141	(==0)	35		
Proceeds on disposal of investment properties	134 764	125 327	95 808	48 315		
Purchase of investment properties	(54 248)	(15 879)	(43 167)	(8 979)		
Net cash outflow from investing activities	(39 781)	5 298	(67 479)	(8 867)		
CASH FLOWS FROM FINANCING ACTIVITIES	-	-	-	-		
NET INCREASE IN CASH AND CASH FOLIN (ALEXT)	06.555	20 805	64.063			
NET INCREASE IN CASH AND CASH EQUIVALENTS	86 786	20 781	61 200	4 010		
Cash and cash equivalents at the beginning of the year	9 592	13 607	5 968	1 887		
Exchange gains on foreign cash balances	2 895	114	2 895	71		
Effects of inflation on cash and cash equivalents	(29 210)	(24 910)	-	-		
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	70 063	9 592	70 063	5 968		

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2021

	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
Gross written premium	1 193 590	1 361 111	983 158	594 088
Reinsurance premium	(764 946)	(848 947)	(642 737)	(403 031)
Net written premium	428 644	512 164	340 421	191 057
Unearned premium movement	16 744	(22 722)	(21 505)	(68 549)
Net earned premium	445 388	489 442	318 916	122 508
Net commission	(20 550)	(11 870)	(15 684)	(4 325)
Net claims	(194 941)	(106 003)	(159 924)	(50 292)
Technical result	229 897	371 569	143 308	67 891
Operating expenditure	(297 579)	(184 855)	(231 051)	(71 556)
Impairment loss	(11 026)	(24 432)	(11 026)	(15 214)
Underwriting profit	(78 708)	162 282	(98 769)	(18 879)
Other expense / (income)	70 667	(24 889)	109 065	42 314
Monetary Loss	(24 600)	(199 980)	-	
Profit before taxation	(32 641)	(62 587)	10 296	23 435
Taxation	(19 201)	53 629	10 546	48 429
Profit for the year	(51 842)	(8 958)	20 842	71 864
Other comments and be described by				
Other comprehensive income	81 443	5 363	136 932	74 594
Gains on property revaluations Equity instruments fair value gains	(14 111)	(1 573)	4 102	6 466
Deferred income tax relating to components of other comprehensive		(1846)	(32 995)	(18 186)
Other comprehensive income for the year net of tax	47 905	1944	108 039	62 874
other comprehensive moonie for the year net or tax	47 303	1 344	100 033	JE 074
Total comprehensive (loss)/income for the year	(3 937)	(7 014)	128 881	134 738
. otal oshipi elicilote (loss), mosilie for the year	(5557)	(7014)	120 001	254750

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

AS AT 31 DECEMBER 2021				
ASSETS	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	RESTATED Historical 31 DEC 2020 ZWL\$ 000
Cash and cash equivalents	41 879	64 979	41 879	40 426
Investments- short term	21 691	04 37 3	21 691	40 420
Other receivables	15 150	20 929	2 737	2 822
Tax receivables	387	623	387	387
Premium receivables	341 838	476 263	341 838	296 299
Technical Assets				
Reinsurance receivables	178 459	23 495	178 459	14 617
Reinsurance claims outstanding	321 099	18 768	321 099	11 676
Defferred acquisition costs	63 906	79 344	57 434	49 362
Reinsurance unearned premium reserve	212 904	317 012	191 731	197 224
Listed equity investments	71 251	45 504	71 251	28 309
Investment property	130 085	71 152	130 085	44 266
Property and equipment	248 260	182 236	233 083	100 701
Intangible assets	6 655	4 861	3 791	132
Deferred tax	72 340	50 578	72 340	55 979
TOTAL ASSETS	1725 904	1 355 744	1 667 805	842 200
LIABILITIES				
Other Payables	360 213	128 077	360 213	79 680
Deferred Tax	69 909	9 558	65 449	26 670
Technical Liabilities	03 303	9 330	05 445	20070
Reinsurance payables	208 352	305 231	208 352	189 894
Gross outstanding claims	349 978	26 259	349 978	16 337
Incurred but not reported claims	25 662	25 571	25 662	15 909
Unearned commission reserve	55 072	79 540	49 033	49 485
Gross unearned premium reserve	331 434	452 286	297 395	281 382
TOTAL LIABILITIES	1 400 620	1 026 522	1 356 082	659 357
EQUITY				
Share capital	3 499	3 499	78	78
Share premium	155 960	155 960	23 179	23 179
Revaluation Reserve	166 773	105 463	174 979	70 837
Fair value reserve	(15 499)	(2 093) 66 393	10 041	6 143
Retained earnings	14 551	66 393	103 446	82 606
TOTAL EQUITY	325 284	329 222	311 723	182 843
TOTAL LIABILITIES AND FOLLITY	1725 904	1 355 744	1 667 805	842 200
TOTAL LIABILITIES AND EQUITY	1 /25 904	1 355 744	100/805	842 200

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2021

31 December 2020	Z	Share capital WL\$ 000	Share premium ZWL\$ 000	Revaluation reserve ZWL\$ 000	Fair Value reserve ZWL\$ 000	Revenue reserves ZWL\$ 000	Total ZWL\$ 000
Opening balance		3 499	66 245	_	_	75 350	246 519
Profit for the year		-	-	_	_	(8 958)	(8 958)
Other comprehensive income for the period		-		4 038	(2 093)	· -	1 945
Rights Issue Intercategory transfer		-	89 715	101 425	_	-	89 715
Closing balance		3 499	155 960	101 423 105 463	(2 093)	66 392	329 221
· ·		- 155	100 000	100 100	(= 555)	55 552	
31 December 2021			455.000	105 100	(0.000)		
Opening balance Profit for the period		3 499	155 960	105 463	(2 093)	66 392 (51 842)	329 221 (51 842)
Other comprehensive income for the period	_	_	61 310	(13 405)	_	47 905	(31 642)
Closing balance		3 499	155 960	166 773	(15 498)	14 550	325 284
		HIS	STORICAL				
31 December 2020							
Opening balance		78	1 479	11 555	_	10 742	26 405
Profit for the year		_		_	_	71 864	71 864
Other comprehensive income for the year		-		56 731	6 143	-	62 874
Rights issue		-	21 700	2 550	_	-	21 700
Intercategory transfer Closing balance		- 78	23 179	70 836	6 143	82 606	182 843
olooling Balanoo		,,	20 110	70 000	0 1-10	02 000	102 0 10
31 December 2021							
Opening balance Profit for the year		78	23 179	70 837	6 143	82 606 20 842	182 843 20 842
Other comprehensive income for the period		_	_	104 141	3 897	20 042	108 038
Closing balance		` 78	23 179	174 978	10 040	103 448	311 723
-							

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000		
CASH FLOWS FROM OPERATING ACTIVITIES						
Profit /(loss) before taxation	(32 640)	(62 588)	10 295	23 434		
Adjust for: Depreciation Armotisation Monetary loss Fair value adjustment - investment property Fair value adjustment - listed investments Expected credit loss expense Impairment on insurance assets	12 567 4 861 24 600 (46 446) (10 797) 1 022	10 595 5 093 199 980 32 170 23 781 (29) 24 461	4 329 132 (77 258) (16 958) 1 022 10 004	2 265 132 (20 674) (10 041) (4) 15 218		
Unrealised foreign exchange gains Unearned premium reserve movement Deferred commission movement Incurred but not yet reported claims provision Operating cash inflow before changes in operating assets and liab	(16 329) (16 744) (9 031) 9 753	(15 388) 22 722 2 007 22 102 264 906	(16 329) 21 505 (8 523) 9 753 (62 028)	(9 573) 68 549 183 13 751 83 240		
Changes in operating assets and liabilities Increase in receivables	(527 222)	(721 507)	(458 214)	(386 667)		
Decrease in money market assets Decrease /(increase) in payables Cash flow before changes in operating assets and liabilities	(18 573) 671 974 56 999	10 801 561 314 115 514	573 049 (18 573) 34 234	1 498 341 074 39 145		
Corporate tax paid Cash generated from operating activities	(39) 56 960	(11) 115 503	(31) 34 203	(7) 39 138		
CASH FLOWS FROM INVESTING ACTIVITIES	30300	113 303	34203	33 230		
Net acquisition of equity investments Investment property Purchase of property and equipment Purchase of intangible assets	(29 061) (12 486) (688) (3 116)	(55 003) (42 793) (15 814)	(21 882) (8 561) (455) (3 116)	(9 604) (19 347) (6 829)		
Net cash utilised in investing activities	(45 351)	(113 610)	(34 014)	(35 780)		
CASH FLOWS FROM FINANCING ACTIVITIES Proceeds from rights issue Net cash (paid)/ proceeds generated from financing activities	-	89 716 89 716	-	21700 21700		
NET INCRESE IN CASH AND CASH EQUIVALENTS Cash and cash equivalents at the beginning of the year Exchange gains on foreign cash balances Inflation effects on cash BALANCES WITH BANKS AND CASH AT THE END OF THE YEAR	11 609 64 979 1 265 (35 974) 41 879	91 609 41 772 15 388 (83 790) 64 979	189 40 426 1 264 - 41 879	25 058 5 793 9 573		
	5.5	2.270	3,0			

Partners for Success



FOR THE YEAR ENDED 31 DECEMBER 2021



STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2021

	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
Revenue	533 273	160 988	561 283	164 159
Operating expenditure	(245 996)	(174 087)	(201646)	(67 002)
Operating income/ (loss)	287 277	(13 099)	359 637	97 157
Monetary gain	12 488	50 174	-	-
Profit before taxation	299 765	37 075	359 637	97 157
Taxation	(60 288)	42 428	(53 620)	9 889
Profit for year the after taxation	239 477	79 503	306 017	107 046
Other comprehensive income	4 142	3 552	5 974	2 809
Total comprehensive income	243 619	83 055	311 991	109 855

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

ACCETS	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
ASSETS	27 / 00	0.027	27.400	F / CC
Cash and cash equivalents	27 409	8 824	27 409	5 490
Money market assets	/1.001	3 998	(1.001	2 487
Equity investments	41 991	11 527	41 991	7 172
Other assets	37 876	25 431	37 876	15 821
Investment property	437 943	183 540	437 943	114 186
Intangible assets	1 341	314	923	37
Property and equipment	77 390	75 415	18 853	16 959
Deferred taxation	11 462	15 008	11 462	9 917
TOTAL ASSETS	635 412	324 057	576 457	172 069
LIABILITIES				
Current taxation	12 260	6 504	12 260	4 046
Other liabilities	73 314	34 164	73 314	21 255
Lease liability	19 383	26 015	19 383	16 185
Deferred taxation	35 413	-	33 926	-
TOTAL LIABILITIES	140 370	66 683	138 883	41 486
EQUITY				
Share capital	2 822	2 822	63	63
Share premium	86 214	86 214	1 925	1 925
Revenue reserves	400 457	166 931	426 803	125 786
Fair value reserve	5 549	1 407	8 783	2 809
TOTAL EQUITY	495 042	257 374	437 574	130 583
TOTAL LIABILITIES AND EQUITY	635 412	324 057	576 457	172 069

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2021

INF	LATION ADJUSTEE)			
	Share capital ZWL\$ 000	Share premium ZWL\$ 000	Fair value reserve ZWL\$ 000	Revenue reserves ZWL\$ 000	Total ZWL\$ 000
31 December 2020 Opening balance Profit for the period Other comprehensive loss Closing balance	2 822 - - 2 822	86 214 - - 86 214	(2 145) - 3 552 1 407	87 428 79 503 - 166 931	174 319 79 503 3 552 257 374
31 December 2021 Opening balance Profit for the year Other comprehensive income Dividend paid Closing balance	2 822 - - - - 2 822	86 214 - - - 8 6 214	1 407 - 4 142 - 5 549	166 931 239 477 – (5 951) 400 457	257 374 239 477 4 142 (5 951) 495 042

HISTORICAL					
31 December 2020					
Opening balance	63	1 925	_	18 740	20 728
Profit for the year	_	_	_	107 046	107 046
Other comprehensive income	_	_	2 809	_	2 809
Closing balance	63	1 925	2 809	125 786	130 583
31 December 2021					
Opening balance	63	1 925	2 809	125 786	130 583
Profit for the year	_	_	_	306 017	306 017
Other comprehensive income	_	_	5 974	_	5 974
Dividend paid	_	_	_	(5 000)	(5 000)
Closing balance	63	1 925	8 783	426 803	437 574

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

	INFLATION ADJUSTED 31 DEC 2021 ZWL\$ 000	RESTATED 31 DEC 2020 ZWL\$ 000	HISTORICAL 31 DEC 2021 ZWL\$ 000	HISTORICAL 31 DEC 2020 ZWL\$ 000
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before taxation	299 765	37 075	359 637	97 157
Adjust for:				
Fair value adjustments	(233 286)	14 360	(314 685)	(87 363)
Depreciation and amortisation	3 438	8 719	2 707	1 317
Monetary (gain) / loss	(12 488)	(50 174)	-	-
Expected credit losss expense	633	18	633	11
Unrealised (gain)/loss on foreign currency position	3 359	(896)	3 359	(558)
Loss / (profit) on sale of property and equipment	-	48	-	(75)
Profit on disposal of investment properties	(4009)	-	(2 720)	
Interest on lease liability	1 736	1 829	1 355	746
Operating cash inflow before changes in operating assets and liab	oilities 59 148	10 979	50 286	11 235
Changes in operating assets and liabilities				
Money market assets	3 511	(2 225)	2 499	(676)
Equity investments	(21 805)	(6812)	(16 799)	(88)
Other assets	(28 831)	(40 497)	(22 699)	(13 862)
Other liabilities	51 261	81 030	52 059	17 495
Other liabilities	4 136	31 496	15 060	2 869
	7 250	31 430	25 000	2 003
Corporate tax paid	(15 832)	(1750)	(13 350)	(907)
6.1	(8.50	40.705	F4 005	42.40
Cash generated from operating activities	47 452	40 725	51 996	13 197
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds on disposal of investment property	12 498	_	9 152	_
Purchase of investment property	(33 887)	(18 847)	(27 224)	(5 983)
Proceeds on disposal of equipment	-	147	` -	79
Purchase of equipment	(5240)	(2956)	(4456)	(1551)
Purchase of intangible assets	(1158)	(188)	(1004)	(38)
Net cash outflow from investing activities	(27 787)	(21844)	(23 532)	(7093)
CASH FLOWS FROM FINANCING ACTIVITIES	/ F C=1:		(5.000)	
Dividend paid	(5951)	- (2.021)	(5000)	
Lease liability repayment	(2220)	(2 021)	(1749)	(844)
Interest on lease liability	(1736)	(1829)	(1355)	(746)
Net cash outflow from financing activities	(9 907)	(3 850)	(8104)	(1590)
NET INCREASE IN BALANCES WITH BANKS AND CASH	9 758	15 031	20 360	4 514
Balances with banks and cash at the beginning of the year	8 824	3 014	5 490	418
Exchange gains on foreign cash balances	1 559	896	1 559	558
Inflation effects on cash	7 268	(10117)	-	-
BALANCES WITH BANKS AND CASH AT THE END OF THE YEAR		8 824	27 409	5 490



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Independent Auditors' Report

To the shareholders of CBZ Holdings Limited

Opinion

We have audited the inflation adjusted consolidated and separate financial statements of CBZ Holdings Limited (the Group and Company) set out on pages 15 to 127, which comprise the inflation adjusted consolidated and company statements of financial position as at 31 December 2021, and the inflation adjusted consolidated and company statements of profit or loss and other comprehensive income, the inflation adjusted consolidated and company statements of changes in equity and the inflation adjusted consolidated and company statements of cash flows for the year then ended, and the group and company accounting policies and notes to the inflation adjusted consolidated and company financial statements.

In our opinion, the inflation adjusted consolidated and separate financial statements present fairly, in all material respects, the inflation adjusted consolidated and separate financial position of CBZ Holdings Limited as at 31 December 2021, and its inflation adjusted consolidated and separate financial performance and inflation adjusted consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards and the manner required by the Companies and Other Business Entities Act [Chapter 24:31], the Banking Act (Chapter 24:20), the Building Societies Act (Chapter 24:02), the Securities and Exchange Act (Chapter 24:25), Microfinance Act (Chapter 24:29), the Insurance Act (Chapter 24:07) and the Asset Management Act (Chapter 24:06).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the inflation adjusted consolidated and separate financial statements* section of our report. We are independent of the Group and Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code) together with the ethical requirements that are relevant to our audit of the inflation adjusted consolidated and separate financial statements in Zimbabwe, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the inflation adjusted consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the inflation adjusted consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

(a) Valuation of investment and owner occupied property

This matter relates to both the inflation adjusted consolidated and separate financial statements.

Refer to:

- Group and company accounting policies the investment properties accounting policy note 1.5, the property and equipment accounting policy note 1.6 and the significant accounting estimates and judgements note 1.3;
- Consolidated financial statements notes the investment properties note 21, the property and equipment note 20 and the fair value measurement note 19; and
- Company financial statement notes property and equipment company note

Key audit matter

The Group and the Company hold owner occupied properties that are measured at fair value in accordance with IAS 16, *Property, Plant and Equipment ("IAS* 16"). The Group also holds investment properties which are measured at fair value in accordance with IAS 40, *Investment Property* ("IAS 40").

As at reporting date the Group had owner occupied properties amounting to ZWL6.7 billion inflation adjusted, of which ZWL86,7 million inflation adjusted relates to the Company, and investment properties amounting to ZWL6.1 billion inflation adjusted relating to the Group.

In the current year there was a change to the basis of determining the fair value estimate, in that property valuations were performed, by an internal professionally qualified appraiser ("internal appraiser"), directly in ZWL currency, compared to prior periods where valuations were in USD and translated to the local currency at the auction (official) rate. The Directors also engaged an independent property valuer to perform a reasonableness test, on a sample basis, on the inputs and final property values determined by the internal valuer.

How the matter was addressed in our audit

Our procedures included the following:

- Evaluating the professional qualifications and competence of the registered internal appraiser, employed by management, who valued the Group and Company's properties;
- Evaluating the professional competence, objectivity and independence of the external valuer engaged by management who performed an independent assessment of the reasonableness of the property values determined by the internal appraiser;
- Evaluating the appropriateness of the valuation methodologies used by the internal appraiser, specifically in relation to the change in the basis of determining the fair value estimate, based on our knowledge of the industry and the requirements of IFRS 13, Fair Value Measurement ("IFRS 13)"; and challenging the inputs used to value properties including requesting market



Key audit matterHow the matter was addressed in our auditThe key inputs and assumptions used in the valuations, such as, comparable market prices, rental rates per square meter and capitalisation rates aresupport in respect of the 2021 values in ZWL;• For a sample of property valuations, we validated the

Given the change in basis for determining the fair value (from USD to ZWL valuation), the degree of complexity involved in determining the fair value of the owner occupied and investment properties, the significant judgement and estimation required in determining the key inputs and assumptions used in determining the fair values in the local property market with significant uncertainty arising from limited transactions activity, the valuation of the Group and the Company's owner occupied properties and the Group's investment properties was considered a key audit matter.

determined in an environment where

there is limited market activity in the local

currency.

- For a sample of property valuations, we validated the valuation inputs used by the internal appraiser, by comparing the inputs against inputs used by the independent valuer engaged by management. Where there were significant differences between the inputs, we evaluated the appropriateness of the fair value used by management; and
- Assessing the adequacy of the disclosures in the financial statements in respect of the valuation of owner occupied and investment properties in accordance with IAS 16, IAS 40 and IFRS 13.

(b) Valuation of unlisted investments

This matter relates to both the inflation adjusted consolidated and separate financial statements.

Refer to:

- Group and company accounting policies the financial assets accounting policy note 1.7 and the significant accounting estimates and judgements note 1.3;
- Consolidated financial statements notes the equity investments note 17 and the fair value measurement note 19; and
- Company financial statement notes the equities investment note 7(a) and 7(c).

Key audit matter	How the matter was addressed in our audit
The Group holds unlisted investments amounting to ZWL2.2 billion inflation adjusted which are measured at fair value, of which ZWL734 million inflation adjusted relates to the Company. Unlisted investments are shares that are not listed on a registered stock exchange therefore the prices are not quoted in any active market and are classified as level 3 financial instruments, in terms of IFRS	Our procedures included the following: We used our own valuation specialist who assisted with: Evaluating and challenging the appropriateness of the methodologies applied, assumptions and inputs used in the valuation of the unlisted investments;
13, Fair value measurement ("IFRS	Performing a sensitivity



Key audit matter	How the matter was addressed in our audit
Where a market price is not available, the fair value of an instrument is estimated using discounted cash flow techniques. Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate is market related at the reporting date for an instrument with similar terms and conditions. We identified assessing the fair value of the unlisted investments as a key audit matter because the valuation methodologies, assumptions and inputs used by management include significant unobservable inputs.	analysis to assess the impact on the calculated fair value of changes to the certain key inputs used in the valuation methodology; and For a sample, of unlisted investments, confirming the holding of the shares held directly with the investee and confirmed that the holding was appropriately considered in the determination of the fair value of the investments; Assessing whether the disclosures in the inflation adjusted financial statements appropriately reflected the Group's and Company's exposure to financial instrument valuation risk and the requirements of IFRS 13.

(c) Legacy debt accounting

This matter relates to the inflation adjusted consolidated financial statements.

Refer to:

- Group and company accounting policies the significant accounting estimates and judgements note 1.3; and legacy debts and nostro gap accounts note 1.32.
- Consolidated financial statements notes other assets note 15.

Key audit matter	How the matter was addressed		
	in our audit		
The Group recorded a legacy debt	Our procedures included the		
receivable of ZWL17,2 billion inflation	following:		
adjusted included in the other assets.			
	With the assistance of our		
The legacy debt arose in 2019 due to the	internal technical accounting		
change in currency from United States	team, assessing the		
dollars (US\$) to Zimbabwe dollars (ZWL).	appropriateness of the		
The Reserve Bank of Zimbabwe (RBZ)	accounting treatment of the		
directed that legacy debt denominated in	legacy debt by the Group in		
foreign currency be registered with the RBZ.	terms of the IFRS 9		
The RBZ committed to settling registered	recognition and measurement		
legacy debt on a 1:1 basis and required that	criteria;		
an equivalent amount (of the legacy debt) in	Verifying actual receipts in		
ZWL be transferred to them.	relation to the legacy debt		
	receivable; and		
Given the degree of complexity involved in	Evaluating the		
determining whether the legacy debt asset	appropriateness of the legacy		
meets the definition of a financial asset in	debt disclosures for		
terms of IFRS 9, Financial Instruments	compliance with the		
("IFRS 9"), this was considered to be a key	requirements of IFRS 9.		
audit matter.			



(d) Expected Credit Losses

This matter relates to the inflation adjusted consolidated financial statements.

Refer to:

- Group and company accounting policies the significant accounting estimates and judgements note 1.3, the impairment accounting policy note 1.9; and
- Consolidated financial statements notes money market assets note 10; financial securities note 11; loans and advances to customers note 12 and credit risk note 37.3.

Key audit matter

The Group assesses at each reporting date on a forward looking basis, the Expected Credit Losses (ECL) associated with a financial asset or a group of financial assets. The Group carries out a significant increase in credit risk assessment at each reporting date in order to determine whether the credit risk of its financial assets has increased significantly since initial recognition. This assessment determines which grading/classification stage the instrument is in and the amount of ECL to recognise.

As at reporting date, the Group assessed the ECL in respect of the following financial assets: gross loans and advances to customers of ZWL64 billion inflation adjusted, money market assets of ZWL24,4 billion inflation adjusted, financial securities ZWL978 million inflation adjusted to the Group.

The Group's ECL model includes certain judgements and assumptions such as:

- the credit rating allocated to the counterparties;
- the probability of a loan becoming past due and subsequently defaulting (probability of default PD);
- the determination of the Group's definition of default;
- the magnitude of the likely loss if there is default (loss given default LGD);
- the expected exposure in the event of a default (exposure at default EAD);
- the criteria for assessing significant increase in credit risk (SICR);
- the identification of impaired assets and the estimation of impairment, including the estimation of future cash flows, market values and estimated time and cost to sell collateral;

How the matter was addressed in our audit

Our procedures included the following:

- Assessing and testing the design, implementation and operating effectiveness of the key controls over credit origination, approval, monitoring and the grading of the loans and advances to customers for impairment provisioning;
- Engaging our Financial Risk Management (FRM) specialists to evaluate the appropriateness the of Group's IFRS 9 ECL models by reperforming management's calculations using our own independent models reviewing the reasonability of methodology updates within the Group's IFRS 9 ECL model and credit policies;
- Using available external and independent information to challenge management's judgements and assumptions in determining ECLs;
- Assessing the completeness, accuracy and validity of data and inputs used during the development and application of the ECL model;
- For a sample of loans and advances, we evaluated the appropriateness of the credit rating through the performance of credit reviews and an analysis of the financial performance of selected entities;
- Evaluated the collateral held for various exposures in terms



Key audit matter	How the matter was addressed in our audit
the incorporation of forward-looking information related to the expected outlook on the country's macroeconomic variables and the gross domestic product used in determining the expected credit losses in the loans and advances portfolios; The ECLs were calculated taking into account the guarantee and the promissory notes from the government. Due to the significance of the loans and advances to customers and money market assets to the Group and the level of judgement applied in determining the ECL, the expected credit loss on loans and advances, money market assets and financial securities was considered a key audit matter.	of valuation of the collateral, enforceability and assessment of the value of collateral used for the LGD calculation; • Engaged valuation specialists to independently assess the impact of government guarantee and promissory notes on the ECLs; • With the assistance of valuation specialists, assessed adequacy of LGD and PD for Stage 3 ECLs; and • Assessing the adequacy of the Group's disclosures in respect of ECL as required in terms of IFRS 9.

Other matter

The inflation adjusted consolidated and separate financial statements of the Group and Company as at and for the year ended 31 December 2020, were audited by another auditor who expressed a qualified opinion on those inflation adjusted consolidated and separate financial statements on 19 May 2021.

The 31 December 2020 audit opinion was qualified by the predecessor auditor on the basis of non-compliance with IAS 8, Accounting Policies, Changes in Accounting Estimates and Errors, IAS 21, The Effects of Changes in Foreign Exchange Rates in respect of the change in functional currency in 2020 and the related impact on the application of IAS 29, Financial Reporting in Hyperinflationary Economies and the non-compliance with IFRS 13, Fair Value Measurement in respect of the valuation of investment properties and owner occupied properties.

Other information

The directors are responsible for the other information. The other information comprises the information included in the document titled "CBZ Holdings Limited Group and Company Annual Report 2021" and including the unaudited financial information in the inflation adjusted consolidated and separate financial statements titled "Historical", but does not include the inflation adjusted consolidated and separate financial statements and our auditors' report thereon.

Our opinion on the inflation adjusted consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the inflation adjusted consolidated and separate financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the inflation adjusted consolidated and separate financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have



performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the inflation adjusted consolidated and separate financial statements

The directors are responsible for the preparation and fair presentation of the inflation adjusted consolidated and separate financial statements in accordance with International Financial Reporting Standards and the manner required by the Companies and Other Business Entities Act [Chapter 24:31], the Banking Act (Chapter 24:20), the Building Societies act (Chapter 24:02), the Securities and Exchange Act (Chapter 24:25), Microfinance Act (Chapter 24:29), the Insurance Act (Chapter 24:07) and the Asset Management Act (Chapter 24:06) and for such internal control as the directors determine is necessary to enable the preparation of inflation adjusted consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the inflation adjusted consolidated and separate financial statements, the directors are responsible for assessing the Group and Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group and/or company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the inflation adjusted consolidated and separate financial statements

Our objectives are to obtain reasonable assurance about whether the inflation adjusted consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these inflation adjusted consolidated and separate financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the inflation adjusted consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group and Company's internal control
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of
 accounting and based on the audit evidence obtained, whether a material
 uncertainty exists related to events or conditions that may cast significant doubt on
 the Group and Company's ability to continue as a going concern. If we conclude
 that a material uncertainty exists, we are required to draw attention in our auditors'
 report to the related disclosures in the inflation adjusted consolidated and separate



financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group and/or Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the inflation adjusted consolidated and separate financial statements, including the disclosures, and whether the inflation adjusted consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements.

We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the inflation adjusted consolidated and separate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

KPMG

Themba Mudidi Chartered Accountant Registered Auditor PAAB Practicing Certificate Number 0437

7 June 2022

For and on behalf of, KPMG Chartered Accountants (Zimbabwe), Reporting Auditors

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