

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

ISSUER



STANDARD CHARTERED BANK ZAMBIA PLC ["SCBZ"]

[Incorporated in the Republic of Zambia]

Company registration number: 6525
Share Code: SCZ
ISIN: ZM0000000094
Authorised by: Rose Kavimba – Company Secretary

SPONSOR



STOCKBROKERS ZAMBIA LIMITED

Stockbrokers Zambia Limited

[Member of the Lusaka Securities Exchange]

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

Contact Number: +260-211-232456
Website: www.sbz.com.zm

APPROVAL

The captioned Notice or Announcement has been approved by:

- i. the Lusaka Securities Exchange
- ii. the Securities and Exchange Commission
- iii. Stockbrokers Zambia Limited

RISK WARNING

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

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

ISSUED: 24 September 2020



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TRADING STATEMENT

In accordance with the Lusaka Securities Exchange ("LuSE") Listings Requirements, the Board of Directors of Standard Chartered Bank Zambia PLC ("the Bank") hereby advises the Shareholders of the Bank that the Bank expected to record a Loss per Share for the six-month period ended 30 June 2020 of (K0.14) due to a loss incurred in the current period (2019: Earnings per Share of K0.07).

The loss after tax is primarily attributed to a (28%) decrease in non-funded income owing to a reduction in volumes year on year. Additionally, an increase in operating expenses of 10% on account of expenses relating to personal protective equipment for the current COVID-19 pandemic and the depreciation of the Kwacha increased the foreign currency denominated expenses.

Further, impairment on financial instruments increased from K36m in June 2019 to K434m in June 2020, this was split as follows; Loan impairment at K146m in comparison to K36m the same period of the prior year, and Expected credit losses (ECL) on government securities at K288m in comparison to K24m in June 2019.

The impact of these adverse variances was partially mitigated by a 28% increase in net interest income.

Shareholders are advised that the information contained in this Trading Statement has not been reviewed nor reported on by the external auditors of the Bank.

The Bank expects its results for the six-month period ended 30 June 2020 to be released on SENS and published in the local press on or about Monday, 28th September 2020. Accordingly, shareholders are advised to exercise caution when dealing in the Company's Securities until publication of the results.

By Order of the Board
Rose Kavimba
Company Secretary

Issued in Lusaka, Zambia on Thursday, 24th September 2020

Lusaka Securities Exchange Sponsoring Broker



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

First Issued on 24 September 2020