

FINANCIAL STATEMENTS

30 JUNE 2019



CONSOLIDATED AND INDIVIDUAL STATEMENT OF COMPREHENSIVE INCOME FOR THE YEARS ENDED 30 JUNE 2019 AND 30 JUNE 2018

Values Expressed in Meticals					
	GROUP			BANK	
	NOTES	JUN-19	JUN-18	JUN-19	JUN-18
Interest income	3.16	8.270.754.155	9.656.600.498	8.295.464.237	9.679.030.627
Interest expense	3.16	(3.371.058.198)	(5.241.000.060)	(3.371.055.747)	(5.240.107.118)
Net interest margin		4.899.695.957	4.415.600.438	4.924.408.490	4.438.923.509
Net fees associated with amortised cost		91.038.742	91.710.205	91.038.742	91.710.205
Net interest income		4.990.734.699	4.507.310.643	5.015.447.232	4.530.633.714
Income from equity instruments		-	-	-	-
Fee and commission revenue	3.17	1.266.081.227	1.171.717.805	1.266.081.227	1.165.317.805
Fee and commission expense	3.17	(286.605.802)	(250.173.499)	(286.604.164)	(250.172.239)
Trading revenue	3.18	840.900.308	594.030.698	840.913.211	594.082.559
Other revenue	3.19	693.808.150	814.949.500	693.949.135	788.685.652
Other expense	3.19	(387.356.294)	(370.086.138)	(387.965.705)	(368.238.469)
Net interest		7.117.562.288	6.467.749.009	7.141.820.936	6.460.309.022
Staff costs		(1.927.247.631)	(1.909.663.833)	(1.925.029.491)	(1.907.739.082)
Other operating expenses	3.20	(1.263.855.262)	(1.272.349.385)	(1.287.599.133)	(1.269.943.884)
Loan impairment		(572.463.954)	(505.062.844)	(572.463.954)	(505.062.844)
Impairment of financial assets and other assets		12.104.529	(144.111.708)	12.104.529	(144.111.708)
Impairment of non-current assets held-for-sale		-	-	-	-
Depreciation for the period		(421.684.946)	(359.806.172)	(418.839.557)	(356.879.960)
Provisions (net)		(99.044.294)	13.734.507	(99.044.294)	13.734.507
Profit before tax		2.845.370.730	2.290.489.574	2.850.949.036	2.290.306.051
Tax bill:					
Current tax		(172.599.993)	(300.692.362)	(170.495.251)	(300.692.362)
Withholding tax		(613.628.900)	(770.406.975)	(613.628.900)	(770.406.975)
Tax correction related to previous years		-	-	-	-
Deferred tax		343.633	(243.853)	-	-
Net income		2.059.485.470	1.219.146.384	2.066.824.885	1.219.206.714
Consolidated income attributable to:					
Bank's shareholders		2.065.433.746	1.219.667.050	2.066.824.885	1.219.206.714
Non-controlling interests		(5.948.276)	(520.666)	-	-
Other income					
Items which may be later reclassified to profit and loss:					
Income from fair value of financial assets		1.309.548.127	1.654.853.936	1.309.548.127	1.654.853.936
Deferred tax		(306.219.737)	(455.084.831)	(306.219.737)	(455.084.831)
Items which cannot be later reclassified to profit and loss:		(30.828.480)	-	(30.828.480)	-
Actuarial profit and loss					
Comprehensive income	3.15	3.031.985.380	2.418.915.489	3.039.324.795	2.418.975.819
Earnings per share		2,11	1,84	2,12	1,84

The accompanying notes are an integral part of these financial statements.

STATEMENT OF CHANGES TO CONSOLIDATED SHAREHOLDERS' EQUITY FOR THE YEAR ENDED 30 JUNE 2019

Values Expressed in Meticals									
	Capital	Legal reserve	Treasury shares	Other reserves and retained earnings	Fair value reserves	Actuarial profit and loss	Income for period	Non-controlling interests	Total
Balance at 1 January 2018	6.808.799.060	1.722.175.595	(166.973.907)	3.580.200.009	1.059.826.176	73.648.232	2.333.369.379	7.549.151	15.418.593.695
Transition Adjustments to IFRS 9	-	-	-	(2.050.231.297)	(898.405.725)	-	-	-	(2.948.637.022)
Comprehensive income for period									
Profit	-	-	-	-	-	-	4.027.759.028	19.136.278	4.046.895.306
Fair value reserves (financial assts)	-	-	-	-	4.419.605	-	-	-	4.419.605
Actuarial profit and loss	-	-	-	-	-	(30.828.480)	-	-	(30.828.480)
	-	-	-	-	4.419.605	(30.828.480)	4.027.759.028	19.136.278	4.020.486.431
Other transactions									
Increase in reserves through profit and loss	-	371.139.962	-	2.103.126.456	-	-	(2.333.369.379)	-	140.897.039
Increase in capital from incorporation of reserves	3.191.200.940	-	-	(3.191.200.940)	-	-	-	-	-
Other transactions	-	-	-	(8.889.169)	-	-	-	(1.826.609)	(10.715.778)
	3.191.200.940	371.139.962	-	(1.096.963.653)	-	-	(2.333.369.379)	(1.826.609)	130.181.261
Balance at 31 December 2018	10.000.000.000	2.093.315.557	(166.973.907)	433.005.059	165.840.056	42.819.752	4.027.759.028	24.858.820	16.620.624.365
Profit	-	-	-	-	-	-	2.065.433.746	(5.948.274)	2.059.485.472
Fair value reserves (financial assts)	-	-	-	-	228.047.721	-	-	-	228.047.721
Actuarial profit and loss	-	-	-	-	-	-	-	-	-
	-	-	-	-	228.047.721	-	2.065.433.746	(5.948.274)	2.287.533.193
Other transactions									
Increase in reserves through profit and loss	-	-	-	3.044.187.004	-	-	(4.027.759.028)	-	(983.572.024)
Increase in capital from incorporation of eserves	-	-	-	-	-	-	-	-	-
Other transactions	-	-	-	1.694.220	-	-	-	-	1.694.220
	-	-	-	3.045.881.224	-	-	(4.027.759.028)	-	(981.877.804)
Balance at 30 June 2019	10.000.000.000	2.093.315.557	(166.973.907)	3.478.886.283	393.887.777	42.819.752	2.065.433.746	18.910.546	17.926.279.754

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED AND INDIVIDUAL STATEMENT OF THE FINANCIAL POSITION FOR THE YEARS ENDED 30 JUNE 2019 AND 31 DECEMBER 2018

Values Expressed in Meticals					
	GROUP			BANK	
	NOTES	JUN-19	DEC-18	JUN-19	DEC-18
ASSETS					
Cash and balances with central banks	3.1	32.347.424.133	27.769.429.779	32.347.423.332	27.769.428.978
Cash balances with financial institutions	3.2	3.549.660.709	2.615.352.910	3.549.657.212	2.615.347.913
Deposits at financial institutions	3.3	19.778.713.639	18.059.488.568	19.778.713.639	18.059.488.568
Financial assets at amortized cost	3.4	21.858.285.895	19.248.988.151	21.858.285.895	19.248.988.151
Financial assets at fair value through comprehensive income	3.4	6.323.191.191	5.495.800.544	6.323.191.191	5.495.800.544
Financial assets held for trading		-	681.958	-	681.958
Loans and advances to customers	3.5	67.749.777.577	65.374.703.142	68.043.762.673	65.687.186.801
Interest in associates and joint ventures		41.406.801	-	41.866.860	460.059
Non-current assets held-for-sale		2.520.768.920	2.530.101.105	2.520.768.920	2.478.119.525
Investment property		101.037.101	116.489.834	101.037.101	116.489.834
Other tangible assets	3.6	7.382.189.100	6.988.457.711	7.008.262.322	6.501.417.425
Intangible assets	3.7	337.572.664	361.525.079	337.450.122	361.385.320
Current tax assets		433.927.043	433.921.576	433.177.940	433.183.140
Deferred tax assets		1.010.918.564	1.010.633.984	978.492.436	978.492.436
Other assets	3.8	1.967.568.756	3.802.535.498	2.037.928.319	3.895.009.280
TOTAL ASSETS		165.402.442.093	153.808.109.838	165.360.017.962	153.641.479.931
LIABILITIES					
Deposits from central banks		-	1.421.494.637	-	1.421.494.637
Deposits from financial institutions	3.9	1.024.734.482	1.614.314.183	1.024.734.482	1.614.314.183
Customer deposits	3.10	121.378.310.533	115.737.218.284	121.412.309.209	115.771.661.652
Consigned deposits		16.356.599.925	13.256.886.867	16.356.599.925	13.256.886.867
Subordinated loans		-	-	-	-
Debt securities		-	-	-	-
Current tax liabilities		164.251.791	-	170.495.251	-
Deferred tax liabilities		75.026.243	62.904.848	75.026.243	62.904.848
Pension fund liabilities		101.875.087	102.958.000	101.875.087	102.958.000
Other liabilities	3.11	7.649.150.416	4.364.539.086	7.599.294.418	4.203.674.546
Provisions	3.12	726.213.862	627.169.568	726.213.862	627.169.568
TOTAL LIABILITIES		147.476.162.339	137.187.485.473	147.466.548.477	137.061.064.301
EQUITY					
Share capital	3.13	10.000.000.000	10.000.000.000	10.000.000.000	10.000.000.000
Reserves and retained earnings	3.14	6.008.909.369	2.734.980.424	5.993.618.507	2.721.383.782
Treasury shares		(166.973.907)	(166.973.907)	(166.973.907)	(166.973.907)
Profit and loss for the period		2.059.485.470	4.046.895.306	2.066.824.885	4.026.005.755
Bank's shareholders		2.065.433.746	4.027.759.028	-	-
Non-controlling interests		(5.948.276)	19.136.278	-	-
Non-controlling interests		24.858.822	5.722.542	-	-
TOTAL EQUITY		17.926.279.754	16.620.624.365	17.893.469.485	16.580.415.630
TOTAL LIABILITIES AND EQUITY		165.402.442.093	153.808.109.838	165.360.017.962	153.641.479.931

The accompanying notes are an integral part of these financial statements.



STATEMENT OF CHANGES TO INDIVIDUAL SHAREHOLDERS’ EQUITY FOR THE YEAR ENDED 30 JUNE 2019

	Values Expressed in Meticals							
	Capital	Legal Reserve	Treasury Shares	Other reserves and retained earnings	Fair value reserves	Actuarial profit and loss	Income for period	Total
Balance at 1 January 2018	6.808.799.060	1.721.032.618	(166.973.907)	3.558.857.179	1.059.826.176	73.648.228	2.474.266.418	15.529.455.772
Transition Adjustments to IFRS 9	-	-	-	(2.050.231.297)	(898.405.725)	-	-	(2.948.637.022)
Comprehensive income for period								
Profit	-	-	-	-	-	-	4.026.005.755	4.026.005.755
Fair value reserves (financial assts)	-	-	-	-	4.419.605	-	-	4.419.605
Actuarial profit and loss	-	-	-	-	-	(30.828.480)	-	(30.828.480)
	-	-	-	-	4.419.605	(30.828.480)	4.026.005.755	3.999.596.880
Other transactions								
Increase in reserves through profit and loss	-	371.139.962	-	2.103.126.456	-	-	(2.474.266.418)	-
Increase in capital from incorporation of reserves	3.191.200.940	-	-	(3.191.200.940)	-	-	-	-
Other transactions	-	-	-	-	-	-	-	-
	3.191.200.940	371.139.962	-	(1.088.074.484)	-	-	(2.474.266.418)	-
Balance at 31 December 2018	10.000.000.000	2.092.172.580	(166.973.907)	420.551.398	165.840.056	42.819.748	4.026.005.755	16.580.415.630
Profit	-	-	-	-	-	-	2.066.824.885	2.066.824.885
Fair value reserves (financial assts)	-	-	-	-	228.047.721	-	-	228.047.721
Actuarial profit and loss	-	-	-	-	-	-	-	-
	-	-	-	-	228.047.721	-	2.066.824.885	2.294.872.606
Other transactions								
Increase in reserves through profit and loss	-	-	-	3.044.187.004	-	-	(4.026.005.755)	(981.818.751)
Increase in capital from incorporation of reserves	-	-	-	-	-	-	-	-
Other transactions	-	-	-	-	-	-	-	-
	-	-	-	3.044.187.004	-	-	(4.026.005.755)	(981.818.751)
Balance at 30 June 2019	10.000.000.000	2.092.172.580	(166.973.907)	3.464.738.402	393.887.777	42.819.748	2.066.824.885	17.893.469.485

The accompanying notes are an integral part of these financial statements.

STATEMENT OF CONSOLIDATED AND INDIVIDUAL
CASH FLOWS FOR THE YEARS ENDED 30 JUNE 2019 AND 30 JUNE 2018

	Values Expressed in Meticals			
	GROUP		BANK	
	NOTES	JUN-19	JUN-18	
Operating activities				
Interest, fees, currency trading and other income received		8.401.504.361	10.243.798.359	8.345.952.274
Interest, commissions and other expenses		(4.730.610.378)	(5.115.453.785)	(4.730.606.289)
Payments to staff and suppliers		(3.578.459.187)	(4.322.506.331)	(3.600.594.329)
Interest received and securities		1.814.411.886	1.676.436.601	1.814.411.886
Net cash flow from income and expenditure		1.906.846.682	2.482.274.844	1.829.163.542
Decreases (increases) in:				
Deposits with financial institutions		1.605.236.293	70.398.896	1.605.236.293
Loans and advances to customers		(1.239.091.700)	2.046.321.112	(1.212.434.348)
Securities portfolio		(5.464.253.698)	(4.929.801)	(5.464.253.698)
Other assests		(455.476.269)	538.033.115	(772.620.972)
Net cash flow from operating assests		(5.553.585.374)	2.649.823.322	(5.844.072.725)
Increases in:				
Deposits from central banks and other financial institutions		(625.389.576)	108.562.958	(634.316.099)
Customer resources		13.234.603.872	(4.240.657.916)	13.268.464.518
Other liabilities		3.672.232.683	1.753.652.724	3.981.318.034
Net cash flow from operating liabilities		16.281.446.979	(2.378.442.234)	16.615.466.453
Net cash flow from operating activities		12.634.708.287	2.753.655.932	12.600.557.270
Investing activities				
Acquisitions of tangible and intagible assets		(1.027.927.088)	(333.062.112)	(986.520.287)
Disposal of property received in kind		(17.264.938)	479.220	(24.516.390)
Disposal of tangible and intangible assets		-	-	-
Net cash flow from investing activities		(1.045.192.026)	(332.582.892)	(1.011.036.677)
Financing activities				
Capital increase		-	-	-
Distributed dividends		-	-	-
Net cash flow from financing activities		-	-	-
Increases in cash and equivalents		11.589.516.261	2.421.073.040	11.589.520.593
Cash and equivalents at start of period		24.231.317.064	21.810.244.024	24.231.308.434
Cash and equivalents at end of period		35.820.833.325	24.231.317.064	35.820.829.027
Cash and equivalents		35.820.833.325	24.231.317.064	35.820.829.027
(+) Cheques pending settlement on financial institutions abroad	3.2	34.821.798	41.649.352	34.821.798
(+) Cheques pending settlement on financial institutions in Mozambique	3.2	41.429.719	67.125.527	41.429.719
Total		35.897.084.842	24.340.091.943	35.897.080.544
Cash and equivalents at central banks	3.1	32.347.424.133	23.544.779.086	32.347.423.332
Cash balances at financial institutions	3.2	3.549.660.709	795.312.857	3.549.657.212

The accompanying notes are an integral part of these financial statements.

NOTES TO CONSOLIDATED AND INDIVIDUAL FINANCIAL STATEMENTS

SUMMARY OF ACCOUNTING POLICIES

1. INTRODUCTORY NOTE

Banco Comercial e de Investimentos, S.A. (hereinafter referred to as BCI or simply Bank) is a limited liability company incorporated on 17 January 1996 for an indefinite period. The operating activity began on April 19, 1997. BCI has its headquarters in Maputo and is governed by its bylaws and other legislation applicable to the sector.

BCI’s main activity is the provision of banking services throughout the national territory. The subsidiaries IMOBCI and BPI Moçambique are engaged in real estate and investment banking consulting, respectively. The Bank and its subsidiaries are hereinafter referred to as the Group.

2. SIGNIFICANT ACCOUNTING POLICIES

The main accounting policies applied in the preparation of these interim financial statements have been consistently applied throughout the years presented here.

2.1 PRESENTATION GROUNDS

Pursuant to Bank of Mozambique Notice 4 / GBM / 2007 of 30 March 2007, the interim financial statements for the year ended 30 June 2019 were prepared in accordance with International Financial Reporting Standards (“IFRS”). IFRSs include the standards issued by the International Accounting Standards Board (“IASB”).

The attached financial statements are expressed in Meticais from the accounting records.

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted are consistent with those used in the previous year with the exception of those related to the introduction of IFRS 16 “Leases”. Changes resulting from the introduction of IFRS 16, interpretations and improvements to the new revised IFRS have impacted the Group’s accounting policies, financial position and financial performance.

I) NEW RULES AND AMENDMENTS AND INTERPRETATIONS ADOPTED BY THE GROUP

With effect from 1 January 2019, the Group adopted the following standard, amendments and interpretations, issued by the IASB, relevant to its business:

IFRS 16 “LEASES”

The new standard was issued in 2016, derived from a joint action between the IASB - International Accounting Standards Board and the FASB - Financial Accounting Standards Board. IFRS 16 Leases is applicable for years beginning on or after 1 January 2019, the most significant amendment of which is to require the lessees to recognize most lease agreements in their Balance Sheets. The lease contracts were governed by IAS 17 which was replaced by IFRS 16.

A contract is or contains a Lease if an identifiable asset exists and if the contract passes the right to control the use of the identified asset to the lessee for a period of time in exchange for rent payment. The lessee has control over the identifiable asset whenever he has the right to define how he will use the identifiable asset and to derive substantial economic gain from its use. However, the Lessor has a substantive right to substitute the asset during the term of the agreement then the Lessee does not have the right to use the asset and we are not in a lease agreement.

INITIAL RECOGNITION

At the effective date, the **lessee** must recognize a right-of-use asset at its cost and a lease liability.

The **cost of the asset under right of use** shall include:

- **The amount of the initial measurement of the lease liability;**
- **Any lease payments** made on or before the effective date, less any lease incentives received;
- Any upfront direct costs incurred by the lessee; and
- An estimate of the costs to be assumed by the lessee for dismantling and removing the underlying asset, restoring the location where it is located or restoring the underlying asset to the condition required by the lease terms and conditions, unless these costs incurred to produce inventories.

The lease liability shall be recorded at the present value of the lease payments that are not paid at the date of entry into force, which comprise:

- Fixed payments minus lease incentives receivable;
- Variable lease payments that depend on an index or rate, initially measured using the index or rate at the effective date;
- Amounts to be paid by the lessee as residual value guarantees;
- Price of exercising option of buying if the lessee is reasonably certain to exercise that option; and
- Payments of lease termination penalties, if the lease term reflects the exercise of a lease termination option by the lessee.

Lease payments should be discounted at the **interest rate implicit in the lease** if it can be easily determined. This is the interest rate at which the present value of the lease payments plus the unsecured residual value equals the fair value of the underlying asset plus any initial direct costs from the lessor.

If the implicit interest rate is not easily determined, the lessee should use the **incremental rate of financing**, the interest rate that a lessee would have to pay to borrow for a similar term, and with a similar guarantee, the funds needed to obtain an asset of equivalent value to the asset under right of use in a similar economic context.

SUBSEQUENT MEASUREMENT

After the effective date, **the lessee shall measure the asset under use by applying a measurement model** in accordance with its asset class:

- IAS 16 – Tangible Fixed Assets (Cost Model or Revaluation Model);
- IAS 40 - Investment Property (Fair Value).

In case the lessee applies the cost model, the lessee shall measure the right-of-use asset at cost:

- After **deducting accumulated depreciation and accumulated impairment losses (IAS 36)**; and
- After adjustment for any re-measurement of the lease liability.

After the effective date, the lessee shall measure the lease liability:

- **Increasing the carrying amount** to reflect **interest on lease liabilities**;
- **Reducing the carrying amount** to reflect **lease payments** made;
- Reassessing the carrying amount to reflect any revaluation or change in the lease specified in paragraphs or to reflect the review of lease payments in substance.

The Group applied the requirements of the standard with reference to 1 January 2019 and the Group did not change its comparative financial results as permitted by IFRS 16. Accordingly, the financial results reported as at 31 December 2018 are presented in accordance with the requirements of IAS 17 and the results for 2019 and for future reporting periods will be presented in accordance with IFRS 16.

The following table illustrates the impact on the Group’s Financial Statements:

Statement	Description	Item	Impact
Balance Sheet	Increase of non-current assets due to new lease registrations due to the right of use registration of the Assets; Increase in Current and Noncurrent Liabilities by the Lease Liability Registration and subsequent payments thereto; Increase in accumulated depreciation due to amortization of the right of use of assets.	Liabilities	Increase of MZN 456.798.610
		Assets	Increase of MZN 456.798.610
Income Statement	Operating expenses now include depreciation of the right of use of the asset, and costs with rent payments are no longer recorded; Financial expenses include interest on lease liabilities; EBITDA increases as the amount paid on rents is no longer recorded as costs and is now recorded in the balance sheet, operating income also changes; Interest financial expenses will be higher in the first years of the contract, which implies a higher financial cost with Lease operations.	Amortization	Increase of MZN 151.887.936
		Interest	Increase of MZN 107.558.180

2.3 FOREIGN CURRENCY TRANSACTIONS (IAS 21)

Items included in the financial statements are measured and presented in Meticaís, the Bank’s functional and presentation currency.

Foreign currency transactions are initially converted to Meticaís at the exchange rate prevailing at the date of the transaction. At the balance sheet date, monetary assets and liabilities denominated in foreign currencies are converted to Meticaís at the average daily rate disclosed by the Banco de Moçambique and exchange differences are recognized in the statement of comprehensive income for the period to which they relate. At 30 June 2019 and 30 June 2018 the following exchange rates were applied:

Currency	30-06-2019	31-12-2018	30-06-2018
USD	62,12	61,47	59,32
EUR	70,71	70,25	69,04
ZAR	4,39	4,28	4,32

Non-monetary foreign currency assets valued at historical cost are translated at the exchange rate prevailing on the date the transaction occurred. Non-monetary foreign currency assets at fair value are converted at the exchange rate prevailing at the fair value determination date.

3. OTHER NOTES TO THE CONSOLIDATED AND INDIVIDUAL FINANCIAL STATEMENTS

3.1 CASH AND AVAILABILITY IN CENTRAL BANKS

This heading has the following composition:

Deposits with Banco de Moçambique include deposits constituted to meet the requirements of obligatory reserve. The regime in force on 30 June 2019, provided for in Bank of Mozambique Notice No. 12 / GBM / 2017, requires the maintenance of deposits in national currency with the Central Bank corresponding to a coefficient of 14% in local currency, and 36% in foreign currency, calculated over the average balance of resident deposits, non-resident deposits and government deposits. These mandatory deposits do not pay interest.

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Cash	5.058.958.234	6.364.844.939	5.058.957.433	6.364.844.138
Balances with the Bank of Mozambique	27.288.465.899	21.404.584.840	27.288.465.899	21.404.584.840
	32.347.424.133	27.769.429.779	32.347.423.332	27.769.428.978

3.2 AVAILABILITY OF CREDIT INSTITUTIONS

This heading has the following composition:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Current deposits and other claims				
Financial institutions in Mozambique	3.497	4.997	-	-
Financial institutions abroad	3.473.405.695	2.531.204.257	3.473.405.695	2.531.204.257
	3.473.409.192	2.531.209.254	3.473.405.695	2.531.204.257
Cheques pending settlement				
Financial institutions in Mozambique	41.429.719	22.976.432	41.429.719	22.976.432
Financial institutions abroad	34.821.798	61.167.224	34.821.798	61.167.224
	76.251.517	84.143.656	76.251.517	84.143.656
	3.549.660.709	2.615.352.910	3.549.657.212	2.615.347.913

3.3 APPLICATIONS IN CREDIT INSTITUTIONS

This heading has the following composition:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Deposits at financial institutions in Mozambique				
Interbank money market	15.000.000.384	13.500.000.593	15.000.000.384	13.500.000.593
Short term loans	1.294.666	1.411.790.621	1.294.666	1.411.790.621
Medium and long term loans	14.830.813	-	14.830.813	-
Deposits	291.529.231	-	291.529.231	-
Interest receivable	16.926.540	5.298.219	16.926.540	5.298.219
	15.324.581.634	14.917.089.433	15.324.581.634	14.917.089.433
Deposits at financial institutions abroad				
Very short term investments	-	860.580.000	-	860.580.000
Deposits	4.458.330.656	2.280.524.646	4.458.330.656	2.280.524.646
Interest receivable	2.135.724	4.631.054	2.135.724	4.631.054
	4.460.466.380	3.145.735.699	4.460.466.380	3.145.735.699
Impairment	(6.334.375)	(3.336.564)	(6.334.375)	(3.336.564)
	19.778.713.639	18.059.488.568	19.778.713.639	18.059.488.568

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At balance sheet date, the maturity profile of investments in credit institutions is as follows:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Maturity – 1 month	19.753.298.303	16.788.933.873	19.753.298.303	16.788.933.873
Maturity > 1 month < 3 months	-	745.005.020	-	745.005.020
Maturity > 3 months < 12 months	20.670.549	513.952.719	20.670.549	513.952.719
Maturity > 12 months < 36 months	11.079.162	226.097	11.079.162	226.097
Maturity > 36 months	-	14.707.423	-	14.707.423
	19.785.048.014	18.062.825.132	19.785.048.014	18.062.825.132
Impairment	(6.334.375)	(3.336.564)	(6.334.375)	(3.336.564)
	19.778.713.639	18.059.488.568	19.778.713.639	18.059.488.568

3.4 FINANCIAL ASSETS AT AMORTIZED COST / FAIR VALUE THROUGH COMPREHENSIVE INCOME

As a result of the implementation of IFRS 9, on 1 January 2018 the Bank reclassified its securities portfolio from available-for-sale financial assets (IAS 39) to two new groups:

- Financial assets at amortized cost; and
- Financial assets at fair value through comprehensive income.

In the year under review, financial assets at amortized cost are as follows for the Group and the Bank:

FINANCIAL ASSETS AT AMORTIZED COST

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Debt instruments				
Issued by domestic entities				
Treasury Bonds	5.417.636.582	5.095.149.094	5.417.636.582	5.095.149.094
Treasury Bills	16.403.371.898	14.118.463.748	16.403.371.898	14.118.463.748
Issued by foreign entities				
FAST FERRY bonds	78.473.744	76.571.638	78.473.744	76.571.638
	21.899.482.224	19.290.184.480	21.899.482.224	19.290.184.480
Impairment	(41.196.329)	(41.196.329)	(41.196.329)	(41.196.329)
	21.858.285.895	19.248.988.151	21.858.285.895	19.248.988.151

In the year under review, financial assets at fair value through comprehensive income are as follows for the Group and the Bank:

FINANCIAL ASSETS AT FAIR VALUE THROUGH COMPREHENSIVE INCOME

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Debt instruments				
Issued by domestic entities				
Treasury bonds	748.033.276	784.641.234	748.033.276	784.641.234
Treasury bills	5.439.894.295	4.274.675.743	5.439.894.295	4.274.675.743
	6.187.927.571	5.059.316.977	6.187.927.571	5.059.316.977
Debt instruments				
Issued by domestic entities				
Sovereign bonds	-	356.376.236	-	356.376.236
	-	356.376.236	-	356.376.236
Equity instruments				
Other instruments	135.263.620	176.670.363	135.263.620	176.670.363
	135.263.620	176.670.363	135.263.620	176.670.363
Impairment	-	(96.563.032)	-	(96.563.032)
	6.323.191.191	5.495.800.544	6.323.191.191	5.495.800.544

The movement in impairment was as follows:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Balance at 1 January	137.759.361	244.719.674	137.759.361	244.719.674
Transition Adjustments to IFRS 9	-	12.539.373	-	12.539.373
Reversals	(22.375.202)	(160.577.094)	(22.375.202)	(160.577.094)
Use	(92.020.708)	(195.971.230)	(92.020.708)	(195.971.230)
Impairment increase	17.832.879	237.048.638	17.832.879	237.048.638
	41.196.330	137.759.361	41.196.330	137.759.361

In terms of residual maturity, Financial Assets are distributed as follows:

FINANCIAL ASSETS AT AMORTIZED COST

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Maturity – 1 month	3.734.535.207	2.189.665.624	3.734.535.207	2.189.665.624
Maturity > 1 month < 6 months	8.695.669.409	6.281.175.521	8.695.669.409	6.281.175.521
Maturity > 9 months < 12 months	9.469.277.608	7.033.954.028	9.469.277.608	7.033.954.028
Maturity > 12 months	-	3.785.389.308	-	3.785.389.308
	21.899.482.224	19.290.184.480	21.899.482.224	19.290.184.480
Impairment	(41.196.329)	(41.196.329)	(41.196.329)	(41.196.329)
	21.858.285.895	19.248.988.151	21.858.285.895	19.248.988.151

FINANCIAL ASSETS AT FAIR VALUE THROUGH COMPREHENSIVE INCOME

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Maturity – 1 month	590.659.607	-	590.659.607	-
Maturity > 1 month < 6 months	4.591.762.041	794.572.987	4.591.762.041	794.572.987
Maturity > 9 months < 12 months	1.005.505.926	3.667.155.408	1.005.505.926	3.667.155.408
Maturity > 12 months	135.263.617	1.130.635.181	135.263.617	1.130.635.181
	6.323.191.191	5.592.363.576	6.323.191.191	5.592.363.576
Impairment	-	(96.563.032)	-	(96.563.032)
	6.323.191.191	5.495.800.544	6.323.191.191	5.495.800.544



3.5 CREDIT TO CUSTOMERS

This heading has the following composition:

Values Expressed in Meticals						
BANK						
JUN-19			DEC-18			
Local Currency	Foreign Currency	Total	Local Currency	Foreign currency	Total	
Lons and advances to residents						
Companies						
Loans	20.475.127.557	16.719.209.817	37.194.337.375	23.842.912.693	20.094.030.933	43.936.943.626
Pledged current account loans	2.431.294.257	3.111.127.574	5.542.421.831	2.928.441.634	2.736.458.247	5.664.899.881
Leases - equipment	454.111.988	-	454.111.988	486.261.270	-	486.261.270
Leases - property	1.339.122.858	-	1.339.122.858	1.346.450.212	-	1.346.450.212
Credit cards	125.628.318	-	125.628.318	117.907.916	-	117.907.916
Discounted bills and promissory notes	1.076.422.842	-	1.076.422.842	129.958.771	-	129.958.771
Bank overdrafts	1.052.123.893	472.629.791	1.524.753.685	965.750.761	471.937.055	1.437.687.816
	26.953.831.714	20.302.967.183	47.256.798.897	29.817.683.257	23.302.426.235	53.120.109.492
Individual customers						
Housing	1.977.491.411	217.379.549	2.194.870.960	2.058.599.301	228.507.882	2.287.107.183
Consumption	8.576.772.599	48.477.498	8.625.250.097	7.030.448.189	66.651.289	7.097.099.478
Other loans	1.605.950.032	218.770	1.606.168.802	1.732.503.085	388.165	1.732.891.250
	12.160.214.042	266.075.817	12.426.289.859	10.821.550.573	295.547.336	11.117.097.911
Lons and advances to non-residents						
Companies						
	-	-	-	-	-	-
Individual customers						
	-	-	-	-	-	-
	-	-	-	-	-	-
	39.114.045.756	20.569.043.000	59.683.088.756	40.639.233.830	23.597.973.571	64.237.207.403
Interest receivable, net of deferred income						
	987.678.107	119.915.302	1.107.593.409	1.327.957.427	190.650.279	1.518.607.706
			60.790.682.165			65.755.815.109
Commissions associated with amortised cost (net)						
	(106.758.553)	(23.717.280)	(130.475.833)	(108.402.525)	(32.620.443)	(141.022.968)
Overdue loans and interest	11.678.349.476	1.947.577.435	13.625.926.911	4.436.848.582	2.068.813.287	6.505.661.869
Loans impairment			(6.242.370.570)			(6.433.267.208)
			68.043.762.673			65.687.186.801

In consolidated terms, customer loans are as follows:

Values Expressed in Meticals						
GROUP						
JUN-19			DEC-18			
Local Currency	Foreign Currency	Total	Local Currency	Foreign Currency	Total	
Loans and advances to residents						
Companies						
Loans	20.475.127.557	16.719.209.817	37.194.337.375	23.842.912.693	20.094.030.933	43.936.943.626
Pledged current account loans	2.140.440.178	3.111.127.574	5.251.567.752	2.619.446.620	2.736.458.247	5.355.904.867
Leases - equipment	454.111.988	-	454.111.988	486.261.270	-	486.261.270
Leases - property	1.339.122.858	-	1.339.122.858	1.346.450.212	-	1.346.450.212
Credit cards	125.628.318	-	125.628.318	117.907.916	-	117.907.916
Discounted bills and promissory notes	1.076.422.842	-	1.076.422.842	129.958.771	-	129.958.771
Bank overdrafts	1.052.123.893	472.629.791	1.524.753.685	965.750.761	471.937.055	1.437.687.816
	26.662.977.635	20.302.967.183	46.965.944.818	29.508.688.243	23.302.426.235	52.811.114.478
Individual customers						
Housing	1.977.491.411	217.379.549	2.194.870.960	2.058.599.301	228.507.882	2.287.107.183
Consumption	8.576.772.599	48.477.498	8.625.250.097	7.030.448.189	66.651.289	7.097.099.478
Other loans	1.605.950.032	218.770	1.606.168.802	1.732.503.085	388.165	1.732.891.250
	12.160.214.042	266.075.817	12.426.289.859	10.821.550.575	295.547.336	11.117.097.911
Lons and advances to non-residents						
Companies						
	-	-	-	-	-	-
Individual customers						
	-	-	-	-	-	-
	-	-	-	-	-	-
	38.823.191.677	20.569.043.000	59.392.234.677	40.330.238.818	23.597.973.571	63.928.212.389
Interest receivable, net of deferred income						
	984.547.090	119.915.302	1.104.462.392	1.324.468.782	190.650.279	1.515.119.061
			60.496.697.069			65.443.331.450
Commissions associated with amortised cost (net)						
	(106.758.553)	(23.717.280)	(130.475.833)	(108.402.525)	(32.620.443)	(141.022.968)
Overdue loans and interest	11.678.349.476	1.947.577.435	13.625.926.911	4.436.848.582	2.068.813.287	6.505.661.869
Loans impairment			(6.242.370.570)			(6.433.267.208)
			67.749.777.577			65.374.703.142

Credit impairment shows the following evolution:

Values Expressed in Meticals				
GROUP			BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Balance at 1 January	6.433.267.209	3.172.953.767	6.433.267.208	3.172.953.767
Transition adjustments to IFRS 9		3.001.676.839		3.001.676.839
Usage	(763.360.592)	(959.154.925)	(763.360.592)	(959.154.925)
Net increase of impairment for period	572.463.954	1.217.791.528	572.463.954	1.217.791.528
Balance at 31 December	6.242.370.571	6.433.267.208	6.242.370.570	6.433.267.208
Of which:				
Specific impairment	2.601.610.283	1.597.057.087	2.601.610.283	1.597.057.087
Portfolio impairment	3.640.760.287	4.836.210.121	3.640.760.287	4.836.210.121
	6.242.370.570	6.433.267.208	6.242.370.570	6.433.267.208

As at 30 June 2019 and 31 December 2018, the sectorial structure of the Bank’s loan portfolio is as follows:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Agriculture and fisheries	2.714.690.771	2.415.173.318	2.714.690.771	2.415.173.318
Industry	2.470.115.976	1.478.611.973	2.470.115.976	1.478.611.973
Energy	6.031.776.786	6.601.264.659	6.031.776.786	6.601.264.659
Construction	14.588.029.050	14.711.288.807	14.588.029.050	14.711.288.807
Hotels and tourism	1.665.012.241	1.785.280.918	1.665.012.241	1.785.280.918
Commerce and services	13.099.890.001	12.847.622.593	13.099.890.001	12.847.622.593
Transport	6.492.509.460	6.181.569.051	6.492.509.460	6.181.569.051
Non-monetary financial institutions	333.409.124	329.818.455	333.409.124	329.818.455
Individual customers	15.147.506.036	13.707.216.247	15.147.506.036	13.707.216.247
Other	10.475.222.144	10.376.028.236	10.766.076.223	10.685.023.250
	73.018.161.588	70.433.874.258	73.309.015.667	70.742.869.272
Interest receivable, net of deferred income	1.104.462.392	1.515.119.061	1.107.593.409	1.518.607.706
Commissions associated with amortised cost (net)	(130.475.833)	(141.022.968)	(130.475.833)	(141.022.968)
Loan impairment	(6.242.370.570)	6.433.267.208)	(6.242.370.570)	(6.433.267.208)
	67.749.777.577	65.374.703.142	68.043.762.673	65.687.186.801

As at 30 June 2019 and 31 December 2018, the residual maturity of the outstanding debt including interest already accrued, was as follows:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Maturity < 3 months	5.604.125.811	4.721.143.118	5.604.125.811	4.721.143.118
Maturity > 3 months < 12 months	4.146.249.850	3.041.483.871	4.440.234.946	3.353.967.530
Maturity > 12 months < 60 months	33.678.139.189	34.969.699.965	33.678.139.189	34.969.699.965
Maturity > 60 months	17.068.182.218	22.711.004.495	17.068.182.218	22.711.004.495
	60.496.697.069	65.443.331.449	60.790.682.165	65.755.815.108

In the same period, the seniority of overdue loans and interest had the following structure:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Maturity < 3 months	9.284.392.509	2.609.740.474	9.284.392.509	2.609.740.474
Maturity > 3 months < 6 months	992.241.775	491.142.394	992.241.775	491.142.394
Maturity > 6 months < 12 months	612.005.926	559.973.160	612.005.926	559.973.160
Maturity > 12 months < 36 months	2.720.427.574	2.841.020.936	2.720.427.574	2.841.020.936
Maturity > 36 months	16.859.127	3.784.904	16.859.127	3.784.904
	13.625.926.911	6.505.661.869	13.625.926.911	6.505.661.869

3.6 OTHER TANGIBLE ASSETS

As at 30 June 2019 and 31 December 2018 this item was broken down as follows:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Property for own use	5.770.205.617	5.731.425.123	5.545.315.087	5.532.589.108
Adjustments to IFRS 16	520.781.592	-	520.781.592	-
Equipment				
Furniture and materials	558.484.855	553.592.633	553.650.046	548.757.824
Machines and tools	10.487.757	9.668.677	10.487.757	9.668.677
IT equipment	1.658.143.311	1.572.949.764	1.655.497.619	1.570.304.072
Interior installations	1.093.283.604	1.076.443.322	1.093.283.604	1.076.443.322
Vehicles	351.779.770	326.305.801	343.333.791	317.859.822
Security equipment	357.481.179	352.138.630	357.481.179	352.138.630
Other equipments	273.085.558	268.149.580	273.085.558	268.149.580
Other tangible assets	12.454.881	12.342.180	12.454.881	12.342.180
Assets in progress	672.335.783	636.735.562	491.468.788	319.528.712
	11.278.523.907	10.539.751.272	10.856.839.902	10.007.781.927
Accumulated depreciation	(3.896.334.807)	(3.551.293.561)	(3.848.577.580)	(3.506.364.502)
	7.382.189.100	6.988.457.711	7.008.262.322	6.501.417.425

3.7 TANGIBLE ASSETS

This item was broken down as follows at 30 June 2019 and 31 December 2018:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Automatic data processing system	533.162.180	517.312.935	532.469.540	516.620.272
Other intangible assets	418.337.219	418.120.003	418.337.219	418.120.003
Intangible assets in progress	85.063.115	75.392.688	85.063.115	75.392.688
	1.036.562.514	1.010.825.626	1.035.869.874	1.010.132.963
Depreciation	(698.989.850)	(649.300.547)	(698.419.752)	(648.747.643)
	337.572.664	361.525.079	337.450.122	361.385.320

3.8 OTHER ASSETS

The item Other assets was as follows:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Debtors and other assets				
Debtors-Group companies	(40.566.951)	52.130.726	42.175.623	156.223.173
Other resident debtors	790.854.722	522.376.930	779.454.221	512.010.775
Non-resident debtors	145.031.855	143.968.759	144.111.855	143.048.759
	895.319.626	718.476.415	965.741.699	811.282.707
Income receivable				
Other income receivable	82.151.884	92.938.781	82.151.884	92.938.781
	82.151.884	92.938.781	82.151.884	92.938.781
Deferred expenditure				
Rents	41.306.842	62.837.791	41.306.842	62.537.791
Insurance	4.298.696	906.191	4.298.696	906.191
Other deferred expenditure	230.562.408	119.013.324	230.562.408	119.013.324
	276.167.946	182.757.306	276.167.946	182.457.306
Other offset accounts				
Foreign Exchange operations	613.602.579	1.526.021.764	613.602.579	1.526.021.764
Clearing accounts	143.755.359	895.378.833	143.755.359	895.378.833
Other internal accounts	193.781.904	663.086.332	192.623.104	661.957.532
	951.139.842	3.084.486.929	949.981.042	3.083.358.129
Impairment	(237.210.542)	(276.123.933)	(236.114.252)	(275.027.643)
	1.967.568.756	3.802.535.498	2.037.928.319	3.895.009.280

3.9 RESOURCES FROM OTHER CREDIT INSTITUTIONS

This item had the following composition:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Deposits from financial institutions in Mozambique				
Deposits	269.544.266	210.098.387	269.544.266	210.098.387
Interest payable	6.847.841	2.489.174	6.847.841	2.489.174
	276.392.107	212.587.561	276.392.107	212.587.561
Deposits from financial institutions abroad				
Deposits	515.204.265	522.543.280	515.204.265	522.543.280
Loans	222.347.486	274.073.171	222.347.486	274.073.171
Other resources	-	590.648.939	-	590.648.939
Interest payable	10.790.624	14.461.232	10.790.624	14.461.232
	748.342.375	1.401.726.622	748.342.375	1.401.726.622
	1.024.734.482	1.614.314.183	1.024.734.482	1.614.314.183



3.10 CUSTOMER RESOURCES

The Group had the following composition for this item:

	Values Expressed in Meticals					
	GROUP					
	JUN-19			DEC-18		
	Local Currency	Foreign Currency	Total	Local Currency	Foreign Currency	Total
Current deposits	55.081.599.977	17.909.979.543	72.991.579.520	55.197.856.165	16.626.733.510	71.824.589.675
Dep. requiring advance not. of withdrawal	41.064.933	45.393.539	86.458.472	44.278.424	45.789.088	90.067.512
Term deposits	36.243.709.612	10.707.872.261	46.951.581.873	32.874.040.817	10.017.775.668	42.891.816.485
Other deposits	698.415.484	-	698.415.484	191.726.803	-	191.726.803
Cheques and other payables	105.948.703	613.953	106.562.656	152.675.375	-	152.675.375
	92.170.738.709	28.663.859.296	120.834.598.005	88.460.577.584	26.690.298.266	115.150.875.850
Interest payable	431.069.598	112.642.930	543.712.528	506.142.083	80.200.351	586.342.434
	92.601.808.307	28.776.502.226	121.378.310.533	88.966.719.667	26.770.498.617	115.737.218.284

The Bank had the following composition for this item:

Values Expressed in Meticals						
	BANK					
	JUN-19			DEC-18		
	Local Currency	Foreign Currency	Total	Local Currency	Foreign Currency	Total
Current deposits	55.115.598.653	17.909.979.543	73.025.578.196	55.232.299.533	16.626.733.510	71.859.033.043
Dep. requiring advance not. of withdrawal	41.064.933	45.393.539	86.458.472	44.278.424	45.789.088	90.067.512
Term deposits	36.243.709.612	10.707.872.261	46.951.581.873	32.874.040.817	10.017.775.668	42.891.816.485
Other deposits	698.415.484	-	698.415.484	191.726.803	-	191.726.803
Cheques and other payables	105.948.703	613.953	106.562.656	152.675.375	-	152.675.375
	92.204.737.385	28.663.859.296	120.868.596.681	88.495.020.952	26.690.298.266	115.185.319.218
Interest payable	431.069.598	112.642.930	543.712.528	506.142.083	80.200.351	586.342.434
	92.635.806.983	28.776.502.226	121.412.309.209	89.001.163.035	26.770.498.617	115.771.661.652

The residual maturity of term operations, including deposits with notice, was as follows:

Values Expressed in Meticals				
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Maturity – 1 month	19.054.688.614	15.936.587.495	19.054.688.614	15.936.587.495
Maturity > 1 month < 3 months	19.298.091.406	16.655.747.006	19.298.091.406	16.655.747.006
Maturity > 3 months < 12 months	8.340.800.911	9.949.691.511	8.340.800.911	9.949.691.511
Maturity > 12 months < 36 months	97.349.443	216.578.279	97.349.443	216.578.279
Maturity > 36 months	247.109.972	223.279.706	247.109.972	223.279.706
	47.038.040.345	42.981.883.997	47.038.040.345	42.981.883.997

3.11 OTHER LIABILITIES

The item Other liabilities is as follows:

Values Expressed in Meticals				
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Creditors				
Suppliers	292.044.563	372.356.341	292.044.563	372.356.341
Other creditors	62.359.017	40.887.465	62.359.017	40.887.465
Retained tax	188.896.429	211.715.486	188.833.746	211.120.276
Adjustments to IFRS 16	453.619.365	-	453.619.365	-
	996.919.374	624.959.292	996.856.691	624.364.082
Costs payable				
Staff costs	170.772.842	162.046.261	170.258.229	161.765.811
Rents	33.128.373	23.522.887	33.182.881	24.032.041
Other costs payable	912.614.575	760.968.980	863.281.365	600.470.946
	1.116.515.790	946.538.128	1.066.722.475	786.268.798
Deferred revenue				
Other deferred revenue	213.491.159	188.081.385	213.491.159	188.081.385
	213.491.159	188.081.385	213.491.159	188.081.385
Other offset accounts				
Foreign exchange operations	615.711.192	1.531.513.599	615.711.192	1.531.513.599
Other internal accounts	1.697.890.207	589.765.599	1.697.890.207	589.765.599
	5.322.224.093	2.604.960.281	5.322.224.093	2.604.960.281
	7.649.150.416	4.364.539.086	7.599.294.418	4.203.674.546

3.12 PROVISIONS

The movement in the Provisions during the years under review was as follows:

Values Expressed in Meticals				
	GROUP		BANK	
	JUN-19	DEC-18	JUN-19	DEC-18
Provisions for guarantees and commitments				
At 1 January	52.931.718	9.893.970	52.931.718	9.893.970
Increase	33.762.169	41.100.858	33.762.169	41.100.858
Reversals	(11.762.907)	(27.229.289)	(11.762.907)	(27.229.289)
Adjustments	-	29.166.179	-	29.166.179
	74.930.980	52.931.718	74.930.980	52.931.718
Provisions for qualified operations				
At 1 January	12.929.655	21.286.938	12.929.655	21.286.938
Increase	-	1.421.218	-	1.421.218
Reversals	-	(1.016.630)	-	(1.016.630)
Use	-	(8.761.871)	-	(8.761.871)
	12.929.655	12.929.655	12.929.655	12.929.655
Other provisions				
At 1 January	561.308.195	465.341.224	561.308.195	465.190.714
Increase	77.045.032	103.005.481	77.045.032	103.005.481
Reversals	-	(6.888.000)	-	(6.888.000)
Use	-	(150.510)	-	-
	638.353.227	561.308.195	638.353.227	561.308.195
	726.213.862	627.169.568	726.213.862	627.169.568

3.13 SHARE CAPITAL

The current shareholder structure of BCI - Banco Comercial e de Investimentos, S.A., is broken down as follows:

Values Expressed in Meticals						
	JUN-19			DEC-18		
	Number Of Shares	%	Amount	Number Of Shares	%	Amount
Shareholder						
PARBANCA, SGPS, S.A.	510.000.000	51,00%	5.100.000.000	510.000.000	51,00%	5.100.000.000
BPI	356.731.952	35,67%	3.567.319.520	356.731.952	35,67%	3.567.319.520
Caixa Geral de Depósitos, S.A.	105.074.967	10,51%	1.050.749.670	105.074.967	10,51%	1.050.749.670
BCI (Treasury shares)	24.523.254	2,45%	245.232.540	24.523.254	2,45%	245.232.540
Others	3.669.827	0,37%	36.698.270	3.669.827	0,37%	36.698.270
	1.000.000.000	100%	10.000.000.000	1.000.000.000	100%	10.000.000.000

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3.14 RESERVES AND RETAINED EARNINGS

The movement occurred in the Group during the periods under review was as follows:

	Values Expressed in Meticals				
	Legal reserve	Fair value reserves	Other reserves and retained earnings	Actuarial profit and loss	Total
Balance at 1 January 2018	1.722.175.595	1.059.826.176	3.580.200.009	73.648.232	6.435.850.012
Transition Adjustments to IFRS 9	-	(898.405.725)	(2.050.231.297)	-	(2.948.637.022)
Retained earnings from 2017	371.139.962	-	1.950.447.500	-	2.321.587.462
Increase in capital from incorporation of reserves	-	-	(3.191.200.940)	-	(3.191.200.940)
Other transactions	-	4.419.605	143.789.787	(30.828.480)	117.380.912
Balance at 31 December 2018	2.093.315.557	165.840.056	433.005.059	42.819.752	2.734.980.424
Balance at 1 January 2019	2.093.315.557	165.840.056	433.005.059	42.819.752	2.734.980.424
Retained earnings from 2018	-	-	2.900.052.604	-	2.900.052.604
Increase in capital from incorporation of reserves	-	-	-	-	-
Other transactions	-	228.047.721	145.828.620	-	373.876.341
Balance at 30 June 2019	2.093.315.557	393.887.777	3.478.886.283	42.819.752	6.008.909.369

The movement that occurred at the Bank during the periods under review was as follows:

	Values Expressed in Meticals				
	Legal reserve	Fair value reserves	Other reserves and retained earnings	Actuarial profit and loss	Total
Balance at 1 January 2018	1.721.032.618	1.059.826.176	3.558.857.179	73.648.228	6.413.364.201
Transition Adjustments to IFRS 9	-	(898.405.725)	(2.050.231.297)	-	(2.948.637.022)
Retained earnings from 2017	371.139.962	-	2.103.126.456	-	2.474.266.418
Increase in capital from incorporation of reserves	-	-	(3.191.200.940)	-	(3.191.200.940)
Other transactions	-	4.419.605	-	(30.828.480)	(26.408.875)
Balance at 31 December 2018	2.092.172.580	165.840.056	420.551.398	42.819.748	2.721.383.782
Balance at 1 January 2019	2.092.172.580	165.840.056	420.551.398	42.819.748	2.721.383.782
Retained earnings from 2018	-	-	3.044.187.004	-	3.044.187.004
Increase in capital from incorporation of reserves	-	-	-	-	-
Other transactions	-	228.047.721	-	-	228.047.721
Balance at 30 June 2019	2.092.172.580	393.887.777	3.464.738.402	42.819.748	5.993.618.507

3.15 STATEMENT OF COMPREHENSIVE INCOME

This heading has the following composition:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	JUN-18	JUN-19	JUN-18
Profit for period	2.059.485.470	1.219.146.384	2.066.824.885	1.219.206.714
Items which may be later reclassified to profit and loss:				
Fair value reserve (financial assets)	1.309.548.127	1.654.853.936	1.309.548.127	1.654.853.936
Deferred tax	(306.219.737)	(455.084.831)	(306.219.737)	(455.084.831)
	1.003.328.390	1.199.769.105	1.003.328.390	1.199.769.105
Items which cannot be later reclassified to profit and loss:				
Actuarial profit and loss	(30.828.480)	-	(30.828.480)	-
	(30.828.480)	-	(30.828.480)	-
Comprehensive income	3.031.985.380	2.418.915.489	3.039.324.795	2.418.975.819

3.16 NET INTEREST MARGIN

This heading has the following composition:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	JUN-18	JUN-19	JUN-18
Interest and similar revenue				
Interest on Cash balances	497.340	448.206	497.340	424.195
Interest on deposits with financial institutions	1.108.687.640	1.445.233.262	1.108.687.640	1.445.233.262
Interest on loans and advances to customers	5.319.140.829	6.082.456.466	5.343.850.911	6.104.910.606
Interest on financial assets	1.842.428.346	2.128.462.564	1.842.428.346	2.128.462.564
Other interest and similar revenues	-	-	-	-
	8.270.754.155	9.656.600.498	8.295.464.237	9.679.030.627
Interest and similar expense				
Interest on deposits from central banks	-	-	-	-
Interest on deposits with financial institutions	30.518.549	42.631.915	30.518.549	42.628.868
Interest on customer deposits	2.863.868.927	4.631.775.207	2.863.868.927	4.631.775.207
Interest on consigned resources	389.501.127	494.197.384	389.501.127	494.197.384
Interest on financial liabilities	27.861.304	10.170.977	27.861.304	10.170.977
Other interest and similar expense	59.308.291	62.224.577	59.305.840	61.334.682
	3.371.058.198	5.241.000.060	3.371.055.747	5.240.107.118
	4.899.695.957	4.415.600.438	4.924.408.490	4.438.923.509

3.17 FEES AND COMMISSIONS

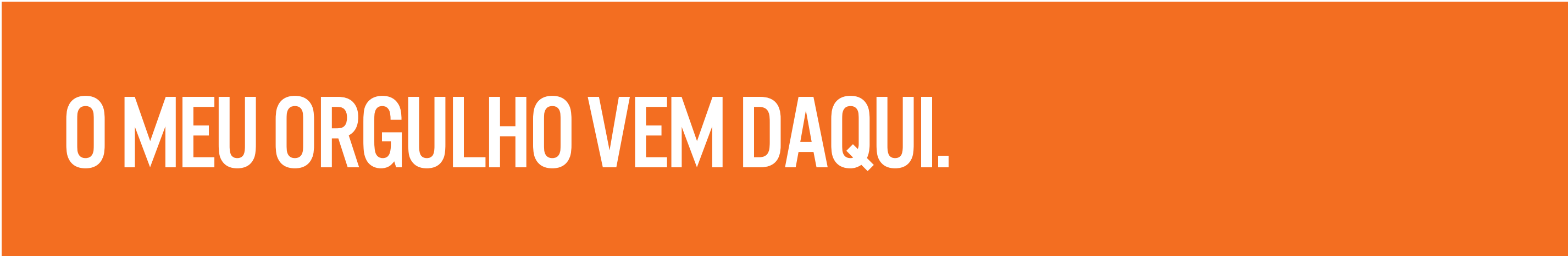
This heading has the following composition:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	JUN-18	JUN-19	JUN-18
Income from charges and commissions				
Guarantees issued	170.022.893	123.684.364	170.022.893	123.684.364
Services provided	219.041.327	156.326.339	19.041.327	149.926.339
Operations on behalf of third parties	13.809.540	7.910.170	13.809.540	7.910.170
Electronic banking	684.454.079	681.617.101	684.454.079	681.617.101
Commissions from investment banking	38.023.305	77.328.440	38.023.305	77.328.440
Commissions on withdrawals	15.705.409	20.726.363	15.705.409	20.726.363
Other commissions income	125.024.674	104.125.028	125.024.674	104.125.028
	1.266.081.227	1.171.717.805	1.266.081.227	1.165.317.805
Expenditure on charges and commissions				
Services provided by third parties	7.223.953	15.245.271	7.222.315	15.244.242
Electronic banking	222.104.269	185.626.039	222.104.269	185.626.039
Commissions of correspondent banks	24.812.828	22.019.354	24.812.828	22.019.354
Commissions of fuel import syndicate	9.836.628	8.512.725	9.836.628	8.512.725
Other commissions expenses	22.628.124	18.770.110	22.628.124	18.769.879
	286.605.802	250.173.499	286.604.164	250.172.239
	979.475.425	921.544.306	979.477.063	915.145.566

3.18 NET INCOME FROM FOREIGN EXCHANGE TRADING

This heading has the following composition:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	JUN-18	JUN-19	JUN-18
Gain on financial operations				
Currency Transactions	98.826.554.982	110.512.395.867	98.826.554.982	110.452.553.772
Other Operations	151.236.076	-	151.236.076	59.842.095
	98.977.791.058	110.512.395.867	98.977.791.058	110.512.395.867
Losses on financial operations				
Currency Transactions	98.134.107.040	109.916.496.88	98.134.094.137	109.914.374.747
Other Operations	2.783.710	1.868.282	2.783.710	3.938.561
	98.136.890.750	109.918.365.169	98.136.877.847	109.918.313.308
Net income from Fx trading	840.900.308	594.030.698	840.913.211	594.082.559



3.19 OTHER OPERATING INCOME

This heading has the following composition:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	JUN-18	JUN-19	JUN-18
Other operating revenue				
Office supplies	96.901.787	126.938.294	96.901.787	126.938.294
Issue of statements and cheques	4.908.443	5.524.300	4.908.443	5.524.300
Chequebooks/saving passbooks	71.147.673	55.990.172	71.147.673	55.990.172
Provision of miscellaneous services	89.235	211.120	89.235	211.120
Reimbursement of expenses	60.978.793	54.798.328	60.978.793	54.798.328
Recovery of credit and written-off interest	303.768.415	335.033.444	303.768.415	335.033.444
Other operating revenue	156.013.804	236.453.842	156.154.789	210.189.994
	693.808.150	814.949.500	693.949.135	788.685.652
Other operating expense				
Subscriptions and donations	15.595.951	2.492.198	15.595.951	2.492.198
Taxes and charges	9.513.819	6.505.428	9.513.750	4.657.759
Losses on other tangible assets	44.986	365.578	44.986	365.578
Account closures	115.600.678	76.360.929	115.600.678	76.360.929
Other operating expenditure	246.600.860	284.362.005	247.210.340	284.362.005
	387.356.294	370.086.138	387.965.705	368.238.469
	306.451.856	444.863.362	305.983.430	420.447.183

3.20 OTHER ADMINISTRATIVE EXPENSES

This heading has the following composition:

	Values Expressed in Meticals			
	GROUP		BANK	
	JUN-19	JUN-18	JUN-19	JUN-18
External supplies				
Water, energy and fuel	93.710.863	79.972.930	93.674.159	79.967.037
Consumables	73.711.296	58.054.723	73.711.074	58.054.723
Other external supplies	13.191.153	10.307.115	13.191.153	9.547.719
	180.613.312	148.334.768	180.576.386	147.569.479
External services				
IT	99.355.246	93.385.775	99.355.246	93.378.755
Travel, accommodation and expense account items	35.435.250	28.614.944	35.435.250	28.614.744
Advertising and publishing	80.267.956	86.279.830	80.267.956	86.279.830
Conservation and repair	186.560.358	155.456.232	186.560.358	155.019.102
Consultancy services	65.938.460	48.571.098	65.676.087	47.576.427
Cleaning services	26.534.791	24.943.246	26.534.791	24.903.536
Rents and leases	45.254.954	170.750.256	69.399.207	170.627.536
Communications and postage expenses	291.925.914	280.656.991	291.862.717	280.656.991
Security and surveillance	55.002.605	63.201.149	55.002.605	63.201.149
Fund transfers	64.792.145	66.907.764	64.792.145	66.907.764
Training	24.895.406	34.050.077	24.895.406	34.050.077
Insurance	20.450.264	6.639.965	20.450.264	6.639.965
Recruitment	1.868.009	1.967.990	1.868.009	1.967.990
Database	20.496.822	20.877.036	20.496.822	20.877.036
Other external services	64.463.770	41.712.264	64.425.884	41.673.503
	1.083.241.950	1.124.014.617	1.107.022.747	1.122.374.405
	1.263.855.262	1.272.349.385	1.287.599.133	1.269.943.884

3.21 CAPITAL

BCI maintains active capital management that enables it to cover the risks inherent to its business. The Bank’s capital management is done through the rules and in accordance with the prudential ratios and limits established by the Banco de Moçambique, fully complying with the minimum requirements imposed.

CAPITAL MANAGEMENT

The main objective of capital management is to ensure compliance with minimum requirements and maintain healthy ratios to ensure business continuity and sustainability and maximize shareholder value:

	JUN-19	DEC-18
Share capital	10.000.000.000	10.000.000.000
Treasury shares	(166.973.907)	(166.973.907)
	9.833.026.093	9.833.026.093
Fair value reserves	393.887.779	165.840.058
Other reserves	4.605.775.020	4.605.775.020
Transition Reserves IFRS 9	-	(2.050.231.297)
Retained earnings	993.955.708	-
	5.993.618.507	2.721.383.781
Profit for the period	2.066.824.885	4.026.005.755
	17.893.469.485	16.580.415.630

SOLVENCY RISK

Non-impaired capital and reserves are evidence of shareholders’ commitment to ensure the Bank’s business continuity and solvency. The risk of insolvency is measured by the solvency ratio. The Bank and its shareholders are committed to holding sufficient capital to maintain the solvency ratio above the minimum required by the Banco de Moçambique. As of June 30, 2019, the Solvency Ratio was 18.66% (2018: 16.96%). It remained above the Banco de Moçambique, which proves BCI’s financial strength.

Minimum requirements of internal generation of own funds resulting from the Bank’s profits and the considerable increase in reserves.

	Values Expressed in Meticals	
	JUN-19	DEC-18
Core own funds		
Paid up capital	10.000.000.000	10.000.000.000
Capital issuance premiums	864.265.127	864.265.127
Reserves , retained earnings	3.741.509.893	3.741.509.893
Negative revaluation reserves,intangible assets and other deductible items	(3.615.476.156)	(5.060.489.475)
Tier I Total capital	10.990.298.864	9.545.285.545
Subordinated loans	-	-
Other	169.014.880	66.393.406
Tier II Total capital	169.014.880	66.393.406
Deduction from total own funds	(574.404.046)	(545.094.583)
Eligible own funds	10.584.909.699	9.066.584.367
Risk -weighted assets		
Balance sheet	48.494.012.736	47.112.201.219
Off-balance sheet	6.328.865.789	4.060.241.114
Operational risk	1.876.269.768	1.603.325.346
Market risk	22.761.212	682.853.723
Base own funds (Tier I) adequacy ratio	19,38%	17,86%
Base own funds (Tier II) adequacy ratio	0,30%	0,12%
Solvency ratio	18,66%	16,96%



Saldo POSitivo BCI

UMA SOLUÇÃO INOVADORA PARA A SUA TESOURARIA.

APPENDIX TO CIRCULAR NO. 3/SHC/2007

MODEL I

BALANCE SHEET - CONSOLIDATED ACCOUNTS (ASSETS)

Accounts	Assets	30-Jun-19										31-Dec-18
		A. IAS/IFRS consolidation perimeter			B. Adjustments B=A-(C+D+E)	C. Banking activity			E. Other activities			IAS/IFRS consolidation perimeter
		1 Amount before impairment and amortisation	2 Impairment and amortisation	3 = 1 - 2 Net amount		1 B=A-(C+D+E)	2 Amount before impairment and amortisation	3 = 1 - 2 Impairment and amortisation	1 Amount before impairment and amortisation	2 Impairment and amortisation	3 = 1 - 2 Net amount	
10 + 3300	Cash and balances at central banks	35.182.668.201	-	35.182.668.201	-	35.182.667.400	-	35.182.667.400	801	-	801	31.629.495.581
11 + 3301	Cash balances with financial institutions	3.549.660.707	-	3.549.660.707	(33.998.676)	3.549.657.210	-	3.549.657.210	34.002.173	-	34.002.173	2.615.352.907
153 (1) + 158 (1) + 16	Financial assets held for trading	-	-	-	-	-	-	-	-	-	-	681.960
153 (1) + 158 (1) + 17	Other financial assets at fair value through profit or loss	-	-	-	-	-	-	-	-	-	-	-
154 + 158 (1) + 18 + 34888 (1) - 53888 (1)	Available for sale financial assets	6.371.982.760	-	6.371.982.760	-	6.371.982.760	-	6.371.982.760	-	-	-	5.462.239.590
13 + 150 + 158 (1) + 159 (1) + 3303 + 3310 (1) + 3408 (1) - 350 - 3520 - 5210 (1) - 5300	Deposits at financial institutions	19.785.048.010	-	19.785.048.010	-	19.785.048.010	-	19.785.048.010	-	-	-	18.062.825.120
14 + 151 + 152 + 158 (1) + 3304 + 3310 (1) + 34000 + 34008 - 3510 - 3518 - 35210 - 35211 - 5210 (1) - 53010 - 53018	Loans and advances to customers	74.141.043.474	6.265.932.030	67.875.111.444	(293.985.096)	74.435.028.570	6.265.932.030	68.169.096.540	-	-	-	65.512.389.541
156 + 158 (1) + 159 (1) + 22 + 3307 + 3310 (1) + 3402 - 355 - 3524 - 5210 (1) - 5303	Investments held-to-maturity	21.858.285.890	-	21.858.285.890	-	21.858.285.890	-	21.858.285.890	-	-	-	19.248.988.150
155 + 158 (1) + 159 (1) + 20 + 3306 + 3310 (1) + 3408 (1) - 354 - 3523 - 5210 (1) - 5308 (1)	Assets with repurchase agreements	-	-	-	-	-	-	-	-	-	-	-
21	Hedge derivatives	-	-	-	-	-	-	-	-	-	-	-
25 - 3580	Non-current assets held for sale	2.577.656.920	56.888.000	2.520.768.920	-	2.577.656.920	56.888.000	2.520.768.920	-	-	-	2.530.101.100
26 - 3581 (1) - 360 (1)	Investment properties	118.867.180	-	118.867.180	-	118.867.180	-	118.867.180	-	-	-	118.867.180
27 - 3581 (1) - 360 (1)	Other tangible assets	11.230.766.688	3.866.407.660	7.364.359.028	-	10.856.839.910	3.866.407.660	6.990.432.250	373.926.778	-	373.926.778	6.986.080.356
29 - 3583 - 361	Intangible assets	1.035.992.412	698.419.750	337.572.662	-	1.035.869.870	698.419.750	337.450.120	122.542	-	122.542	361.525.079
300	Investments in subsidiaries, associated companies and jointly controlled entities	41.406.801	-	41.406.801	(460.059)	41.866.860	-	41.866.860	-	-	-	-
301	Current tax assets	433.927.043	-	433.927.043	-	433.177.940	-	433.177.940	749.103	-	749.103	433.921.576
12 + 157 + 158 (1) + 159(1) + 31 + 32 + 3302 + 3308 + 3310 (1) + 338 + 3408 (1) + 348 (1) - 3584 - 3525 + 50 (1) (2) - 5210 (1) - 5304 - 5308 (1) + 54 (1) (3)	Deferred tax assets	1.010.918.568	-	1.010.918.568	-	978.492.440	-	978.492.440	32.426.128	-	32.426.128	1.010.633.988
	Other assets	1.524.093.017	236.114.250	1.287.978.767	(89.960.574)	1.594.452.580	236.114.250	1.358.338.330	19.601.011	-	19.601.011	2.108.254.474
	Total assets	178.862.317.671	11.123.761.690	167.738.555.981	(418.404.405)	178.819.893.540	11.123.761.690	167.696.131.850	460.828.536	-	460.828.536	156.081.356.602

(1) Share applicable to the balance of these headings.
(2) An item 50 may be entered in assets if it has a debit balance and non-liabilities if it has a credit balance.
(3) The balances due on items 542 and 548 are entered in assets and the credit balances in liabilities.

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MODEL I (LIABILITIES)

BALANCE SHEET - CONSOLIDATED ACCOUNTS (LIABILITIES)

Accounts (Indicative references to the banking activity column)	Liabilities	30-Jun-19				31-Dec-18
		A. IAS/IFRS consolidation perimeter	B. Adjustments B=A-(C+D+E)	C. Banking Activity	E. Other activities	
38 - 3311 (1) - 3410 + 5200 + 5211 (1) + 5318 (1)	Placements from central banks	-	-	-	-	1.421.494.640
43 (1)	Financial liabilities held-for-trading	-	-	-	-	1.031.290
43 (1)	Other financial liabilities at fair value through profit or loss	-	-	-	-	-
39 - 3311 (1) - 3411 + 5201 + 5211 (1) + 5318 (1)	Deposits from central banks	793.030.840	(293.985.096)	793.030.840	293.985.096	1.332.277.660
40 + 41 - 3311 (1) - 3412 - 3413 + 5202 + 5203 + 5211 (1) + 5310 + 5311	Customer deposits	121.603.543.264	(33.998.676)	121.637.541.940	-	116.017.000.042
42 - 3311 (1) - 3414 + 5204 + 5211 (1) + 5312	Debt securities	-	-	-	-	-
44	Hedge derivatives	-	-	-	-	-
45	Non-current liabilities held-for-sale and discontinued operations	-	-	-	-	-
47	Provisions	726.213.860	-	726.213.860	-	627.169.570
490	Current tax liabilities	164.251.790	-	170.495.250	(6.243.460)	-
491	Deferred tax liabilities	75.026.240	-	75.026.240	-	62.904.850
481 +/- 489 (1) - 3311 (1) - 3416 (1) + 5206 (1) + 5211 (1) + 5314 (1)	Equity-type instruments	-	-	-	-	-
480 + 488 +/- 489 (1) - 3311 (1) - 3416 (1) + 5206 (1) + 5211 (1) + 5314 (1)	Other subordinated liabilities	-	-	-	-	-
51 - 3311 (1) - 3417 - 3418 + 50 (1) (2) + 5207 + 5208 + 5211 (1) + 528 + 538 - 5388 + 5318 (1) + 54 (1) (3)	Other liabilities	26.450.210.243	(89.960.574)	26.400.354.245	139.816.572	19.998.854.190
	Total liabilities	149.812.276.237	(417.944.346)	149.802.662.375	427.558.208	139.460.732.242
55	Capital	10.000.000.000	(142.276.500)	10.000.000.000	142.276.500	10.000.000.000
602	Issue premiums	864.265.130	-	864.265.130	-	864.265.130
57	Other Equity instruments	-	-	-	-	-
-56	Treasury shares	(166.973.910)	-	(166.973.910)	-	(166.973.910)
58 + 59	Revaluation reserves	393.887.780	-	393.887.780	-	165.840.060
60 - 602 + 61	Other reserves and retained earnings	4.750.756.452	116.957.619	4.735.465.590	(101.666.757)	1.704.875.232
64	Results for period	2.059.485.470	-	2.066.824.885	(7.339.415)	4.046.895.306
-63	(Advance of dividends)	-	-	-	-	-
62	Non-controlling interests	24.858.822	24.858.822	-	-	5.722.542
	Total capital	17.926.279.744	(460.059)	17.893.469.475	33.270.328	16.620.624.360
	Total liabilities + capital	167.738.555.981	(418.404.405)	167.696.131.850	460.828.536	156.081.356.602

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MODEL II

PROFIT AND LOSS STATEMENT - CONSOLIDATED ACCOUNTS

Accounts		30-Jun-19				30-Jun-18
		A. IAS/IFRS consolidation perimeter	B. Adjustments B=A-(C+D+E)	C. Banking activity	E. Other activities	IAS/IFRS consolidation perimeter
79 + 80	Interest income	8.362.114.326	(24.710.082)	8.386.824.408	-	9.748.632.132
66 + 67	Interest expense	(3.371.379.627)	24.710.082	(3.371.377.176)	(24.712.533)	(5.241.321.489)
	Net interest income	4.990.734.699	-	5.015.447.232	(24.712.533)	4.507.310.643
82	Income from equity instruments	-	-	-	-	-
81	Fee and commission revenue	1.266.081.227	-	1.266.081.227	-	1.171.717.800
68	Fee and commission expense	(286.605.802)	-	(286.604.164)	(1.638)	(250.173.500)
- 692 - 693 - 695 (1) - 696 (1) - 698 - 69900 - 69910 + 832 + 833 + 835 (1) + 836 (1) + 838 + 83900 + 83910	Income from assets and liabilities at fair value through profit or loss	137.967.420	-	137.967.420	-	59.646.700
- 694 + 834	Income from available for sale financial assets	11.329.300	-	11.329.300	-	(1.816.420)
- 690 + 830	Income from foreign exchange revaluations	692.447.937	-	692.460.840	(12.903)	538.127.169
- 691 - 697 - 699 (1) - 725 (1) - 726 (1) + 831 + 837 + 839 (1) + 843 (1) + 844 (1)	Income from disposals of other assets	(81.740)	-	(81.740)	-	(2.292.330)
- 695 (1) - 696 (1) - 69901 - 69911 - 75 - 720 - 721 - 725 (1) - 726 (1) - 728 + 835 (1) + 836 (1) + 83901 + 83911 + 840 + 843 (1) + 844 (1) + 848	Other operating income	(307.939.659)	(24.291.253)	(308.408.085)	24.759.679	(325.178.031)
	Total operating income	6.503.933.382	(24.291.253)	6.528.192.030	32.605	5.697.342.031
70	Staff costs	(1.927.247.631)	-	(1.925.029.491)	(2.218.140)	(1.909.663.841)
71	Other administrative expenses	(1.263.855.262)	24.291.253	(1.287.599.133)	(547.382)	(1.272.349.389)
77	Depreciation for period	(421.684.946)	-	(418.839.557)	(2.845.389)	(356.879.950)
784 + 785 + 786 + 788 - 884 - 885 - 886 - 888	Provisions net of recoveries and cancellations	(99.044.294)	-	(99.044.294)	-	10.808.298
760 + 7610 + 7618 + 7620 + 76210 + 76211 + 7623 + 7624 + 7625 + 7630 + 7631 + 765 + 766 - 870 - 8720 - 8710 - 8718 - 87210 - 87211 - 8723 - 8724 - 8726 - 8730 - 8731 - 875 - 876	Impairment of other financial assets net of reversals and recoveries	(550.088.750)	-	(550.088.750)	-	(649.174.550)
768 + 769 (1) - 877 - 878	Impairment of other assets net of reversals and recoveries	(10.270.670)	-	(10.270.670)	-	-
	Income before tax	2.231.741.829	-	2.237.320.135	(5.578.306)	1.520.082.599
650	Tax					
651	Current	(172.599.992)	-	(170.495.250)	(2.104.742)	(300.692.362)
74 - 86	Tax adjustments for past years	-	-	-	-	-
	Deferred	343.633	-	-	343.633	(243.853)
640	Income after tax	2.059.485.470	-	2.066.824.885	(7.339.415)	1.219.146.384
- 72600 - 7280 + 8480 + 84400	Of which: net income after tax on discontinued operations					
641	Non-controlling interests					-
	Consolidated income for period	2.059.485.470	-	2.066.824.885	(7.339.415)	1.219.146.384

(1) Parte aplicável do saldo destas rubricas.

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MODEL III

BALANCE SHEET - INDIVIDUAL ACCOUNTS (ASSETS)

Account	Assets	30-Jun-19			31-Dec-18
		Amount before provisions, impairment and amortisation	Provisions, impairment and amortisation	Net amount	
10 + 3300	Cash and cash balances at central banks	35.182.667.400	-	35.182.667.400	31.629.494.780
11 + 3301	Cash balances with financial institutions	3.549.657.210	-	3.549.657.210	2.615.347.910
153 (1) + 158 (1) + 16	Financial assets held for trading	0	-	-	681.960
153 (1) + 158 (1) + 17	Other financial assets at fair value through profit or loss	-	-	-	-
154 + 158 (1) + 18 + 34888 (1) - 53888 (1)	Available for sale financial assets	6.371.982.760	-	6.371.982.760	5.462.239.590
13 + 150 + 158 (1) + 159 (1) + 3303 + 3310 (1) + 3408 (1) - 350 - 3520 - 5210 (1) - 5300	Deposits at financial institutions	19.785.048.010	-	19.785.048.010	18.062.825.120
14 + 151 + 152 + 158 (1) + 3304 + 3310 (1) + 34000 + 34008 - 3510 - 3518 - 35210 - 35211 - 5210 (1) - 53010 - 53018	Loans and advances to customers	74.435.028.570	6.265.932.030	68.169.096.540	65.824.873.200
156 + 158 (1) + 159 (1) + 22 + 3307 + 3310 (1) + 3402 - 355 - 3524 - 5210 (1) - 5303	Investments held-to-maturity	21.858.285.890	-	21.858.285.890	19.248.988.150
155 + 158 (1) + 159 (1) + 20 + 3306 + 3310 (1) + 3408 (1) - 354 - 3523 - 5210 (1) - 5308 (1)	Assets with repurchase agreements	-	-	-	-
21	Hedge derivatives	-	-	-	-
25 - 3580	Non-current assets held for sale	2.577.656.920	56.888.000	2.520.768.920	2.478.119.520
26 - 3581 (1) - 3602 (1)	Investment properties	118.867.180	-	118.867.180	118.867.180
27 - 3581 (1) - 360 (1)	Other tangible assets	10.856.839.910	3.866.407.660	6.990.432.250	6.499.040.070
29 - 3583 - 361	Intangible assets	1.035.869.870	698.419.750	337.450.120	361.385.320
24 - 357	Investments in subsidiaries, associated companies and jointly controlled entities	41.866.860	-	41.866.860	460.059
300	Current tax assets	433.177.940	-	433.177.940	433.183.140
301	Deferred tax assets	978.492.440	-	978.492.440	978.492.440
12 + 157 + 158 (1) + 159(1) + 31 + 32 + 3302 + 3308 + 3310 (1) + 338 + 3408 (1) + 348 (1) - 3584 - 3525 + 50 (1) (2) - 5210 (1) - 5304 - 5308 (1) + 54 (1) (3)	Other assets	1.594.452.580	236.114.250	1.358.338.330	2.200.728.256
	Total assets	178.819.893.540	11.123.761.690	167.696.131.850	155.914.726.695

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MODEL III

PROFIT AND LOSS STATEMENT - INDIVIDUAL ACCOUNTS

Account	Liabilities	30-Jun-19	31-Dec-18
38 - 3311 (1) - 3410 + 5200 + 5211 (1) + 5318 (1)	Placements from central banks	-	1.421.494.640
43 (1)	Financial liabilities held-for-trading	-	1.031.290
43 (1)	Other financial liabilities at fair value through profit or loss	-	-
39 - 3311 (1) - 3411 + 5201 + 5211 (1) + 5318 (1)	Deposits from central banks	793.030.840	1.332.277.660
40 + 41 - 3311 (1) - 3412 - 3413 + 5202 + 5203 + 5211 (1) + 5310 + 5311	Customer deposits	121.637.541.940	116.051.443.410
42 - 3311 (1) - 3414 + 5204 + 5211 (1) + 5312	Debt securities	-	-
44	Hedge derivatives	-	-
45	Non-current liabilities held-for-sale and discontinued operations	-	-
47	Provisions	726.213.860	627.169.570
490	Current tax liabilities	170.495.250	-
491	Deferred tax liabilities	75.026.240	62.904.850
481 +/- 489 (1) - 3311 (1) - 3416 (1) + 5206 (1) + 5211 (1) + 5314 (1)	Equity-type instruments	-	-
480 + 488 +/- 489 (1) - 3311 (1) - 3416 (1) + 5206 (1) + 5211 (1) + 5314 (1)	Other subordinated liabilities	-	-
51 - 3311 (1) - 3417 - 3418 + 50 (1) (2) + 5207 + 5208 + 5211 (1) + 528 + 538 - 5388 + 5318 (1) + 54 (1) (3)	Other liabilities	26.400.354.245	19.837.989.650
	Total liabilities	149.802.662.375	139.334.311.070
	Capital		
55	Capital	10.000.000.000	10.000.000.000
602	Issue premiums	864.265.130	864.265.130
57	Other Equity instruments	-	-
-56	Treasury shares	(166.973.910)	(166.973.910)
58 + 59	Revaluation reserves	393.887.780	165.840.060
60 - 602 + 61	Other reserves and retained earnings	4.735.465.590	1.691.278.590
64	Results for period	2.066.824.885	4.026.005.755
-63	(Advance of dividends)	-	-
62	Non-controlling interests	-	-
	Total capital	17.893.469.475	16.580.415.625
	Total liabilities + capital	167.696.131.850	155.914.726.695

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MODEL IV

PROFIT AND LOSS STATEMENT - INDIVIDUAL ACCOUNTS

Account		30-Jun-19	30-Jun-18
79 + 80	Interest income	8.386.824.408	9.771.062.261
66 + 67	Interest expense	(3.371.377.176)	(5.240.428.547)
	Net interest income	5.015.447.232	4.530.633.714
82	Income from equity instruments	-	-
81	Fee and commission revenue	1.266.081.227	1.165.317.800
68	Fee and commission expense	(286.604.164)	(250.172.240)
- 692 - 693 - 695 (1) - 696 (1) - 698 - 69900 - 69910 + 832 + 833 + 835 (1) + 836 (1) + 838 + 83900 + 83910	Income from assets and liabilities at fair value through profit or loss	137.967.420	59.646.700
- 694 + 834+832	Income from available for sale financial assets	11.329.300	(1.816.420)
- 690 + 830	Income from foreign exchange revaluations	692.460.840	538.179.030
- 691 - 697 - 699 (1) - 725 (1) - 726 (1) + 831 + 837 + 839 (1) + 843 (1) + 844 (1)	Income from disposals of other assets	(81.740)	(2.292.330)
- 695 (1) - 696 (1) - 69901 - 69911 - 75 - 720 - 721 - 725 (1) - 726 (1) - 728 + 835 (1) + 836 (1) + 83901 + 83911 + 840 + 843 (1) + 844 (1) + 848	Other operating income	(308.408.085)	(349.594.210)
	Total operating income	6.528.192.030	5.689.902.044
70	Staff costs	(1.925.029.491)	(1.907.739.090)
71	Other administrative expenses	(1.287.599.133)	(1.269.943.888)
77	Depreciation for period	(418.839.557)	(356.879.950)
784 + 785 + 786 + 788 - 884 - 885 - 886 - 888	Provisions net of recoveries and cancellations	(99.044.294)	13.734.510
760 + 7610 + 7618 + 7620 + 76210 + 76211 + 7623 + 7624 + 7625 + 7630 + 7631 + 765 + 766 - 870 - 8720 - 8710 - 8718 - 87210 - 87211 - 8723 - 8724 - 8726 - 8730 - 8731 - 875 - 876	Impairment of other financial assets net of reversals and recoveries	(550.088.750)	(649.174.550)
768 + 769 (1) - 877 - 878	Impairment of other assets net of reversals and recoveries	(10.270.670)	-
	Income before tax	2.237.320.135	1.519.899.076
650	Tax		
651	Current	(170.495.250)	(300.692.362)
74 - 86	Tax adjustments for past years	-	-
640	Deferred	-	-
- 72600 - 7280 + 8480 + 84400	Income after tax	2.066.824.885	1.219.206.714
	Of which: net income after tax on discontinued operations		

3.22 EVENTS AFTER THE BALANCE SHEET DATE

After the balance sheet date and until the date that the consolidated and individual financial statements were authorized for issue, there were no favorable or unfavorable events.