

Audited Abridged Financial Results for the year ended 31 December 2025

Consolidated Financial Highlights



Chairman's Statement

Operating Environment:

The operating environment during the period under review remained relatively stable, although global headwinds continued to weigh on economic activity. Heightened US policy uncertainty, combined with ongoing geopolitical and trade tensions, dampened global growth prospects.

In Zimbabwe, the economy grew by 6.6% in 2025, underpinned by strong performances in the agricultural and mining sectors. During the 2024/25 agriculture season, good performance was recorded in wheat and maize crops, while tobacco output reached a historic high of over 350 million kilograms. In mining, gold output surged by 28% in 2025, rising to 46.70 tonnes from 36.48 tonnes in 2024.

The official exchange rate remained largely stable, depreciating by 0.7% for the full year, from US\$1: ZWG25.7985 on 1 January 2025 to US\$1: ZWG25.9807 on 31 December 2025. This relative stability reflects the Reserve Bank of Zimbabwe's (RBZ) tight monetary policy stance, with the bank policy rate maintained at 35% throughout 2025. Statutory reserve requirements also remained unchanged at 30% for demand and call deposits and 15% for savings and time deposits for both foreign and local currency deposits. While these measures supported currency stability, they also constrained credit growth, limiting the banks' lending capacity.

Inflationary pressures moderated over the course of the year. Annual weighted inflation fell from 42.7% in January 2025 to 13.3% in December 2025, with monthly weighted inflation averaging 1.1% across the year. For ZWG inflation, annual levels spiked to a peak of 95.8% in July 2025, before easing significantly to 15% by December 2025. This decline reflected tighter liquidity management and improved currency stability. Monthly ZWG inflation slowed sharply in the final quarter, averaging below 1%. Regarding USD inflation, annual rates remained relatively contained, easing from 14.4% in mid-2025 to 12.4% by December 2025. This was supported by stronger export earnings and steady foreign currency reserves, which contributed to maintaining price stability in the USD economy.

Stable macroeconomic conditions also encouraged greater use of the ZWG currency, with its share of National Payment System electronic transactions increasing to between 30% and 40% of total transactions by December 2025.

Group Performance:

Despite the challenging environment, the Group's operations remained profitable, posting a Profit after Tax (PAT) of ZWG ZWG0.679 billion compared to the ZWG 1.042 billion restated profit, in 2024. The decline in profit was largely impacted by a drop in Exchange gains as a result of stabilisation of ZWG exchange rates. However, I am pleased to advise that maintainable earnings (excluding unrealised Exchange Gains and Fair Values) improved from a loss of (ZWG0.292) billion in 2024 to a positive position of ZWG0.073 billion as the Group placed more reliance on revenues from its core business. The Business also recorded increased operating costs due to the staff rationalisation exercise carried out during the year.

Capital Requirements:

The Group remains committed to maintaining robust capital adequacy. As at 31 December 2025, all the Group companies were in compliance with the prescribed minimum capital requirements. The Group made a resolution to surrender the Building Society's banking operating licence to the Reserve Bank of Zimbabwe (RBZ) in a bid to optimise capital and address the shortfall at Building Society. The Reserve Bank of Zimbabwe approved and cancelled the license on 19 December 2025. Subsequent to year end, the Group has appointed the Depositors Protection Commission as the liquidator in compliance with regulation, who will be managing the winding down of the Society's operations and distribution of assets.

Dividends:

The Board has declared a final dividend of USD0.84 cents per share for the year ended 31 December 2025. A separate announcement with further details will be published in due course.

Strategy

The Group's five-year strategic plan for 2021-2025 concluded at the end of the year, and the Group has crafted another five-year strategic plan which will run from 2026-2030. Building on the base established thus far, this strategy focuses on attaining sustainable business growth and market expansion whilst creating happy people..

Directorate:

Mrs Emmah N Mungoni resigned from the ZB Financial Holdings Board on 30 June 2025. On behalf of the Board and Management, I extend my gratitude for her contributions and appreciate her for her distinguished service to the Group as both Director and Chief Financial Officer. I wish her success in her future endeavours.

Mrs Letwin Mawire was appointed as the Chief Financial Officer and Executive Director of ZB Financial Holdings Limited Board with effect from 09 October 2025. We look forward to her invaluable contribution towards the Group's continued success.

Mr. Peter M.V. Wood retired by rotation at the Annual General Meeting held on 27 June 2025, and being eligible, did not offer himself for re-election. The Board, Management, and staff would like to thank Mr. Peter M.V. Wood for his dedicated service and commitment to ZB Financial Holdings Limited. The Board wishes him well for the future.

Outlook:

Looking ahead, Zimbabwe's economy is projected to register positive growth of 5.0% in 2026 according to the World Bank. This expansion is expected to be driven largely by strong agricultural performance, supported by anticipated La Niña weather conditions and increased investment in high-value crops such as wheat and horticulture. Developments in the mining sector are likely to be mixed: while gold production should benefit from persistently high global prices, demand for other minerals—particularly Platinum Group Metals (PGMs)—may remain subdued amid weaker global industrial activity. Other key sectors, including manufacturing, tourism, and services, are forecast to record moderate growth, underpinned by a relatively stable macroeconomic environment. Despite this outlook, downside risks remain. Domestic structural constraints, including foreign currency shortages, energy supply challenges, and infrastructure gaps, may weigh on economic expansion. These risks are compounded by global headwinds, notably geopolitical tensions and heightened trade uncertainty.

On the policy front, the Reserve Bank of Zimbabwe (RBZ) is expected to maintain a cautious stance, skewed towards tight monetary policy aimed at preserving macroeconomic stability. Likewise, fiscal policy is also anticipated to remain anchored on supporting price and currency stability. However, the need to balance between stability and growth may see policymakers recalibrating policies to avoid constraining private sector investment and overall economic growth. Furthermore, de-dollarization is increasingly becoming a realistic prospect, anticipated to be implemented anytime in line with the Central Bank's new policy to base the transition not on a specific date (2030), but on the attainment of certain monetary conditions particularly exchange rate and inflation stability.

Against this backdrop, the Group will continue to support Government in advancing Vision 2030, with a particular focus on strengthening productive sectors of the economy and promoting greater financial inclusion.

Conclusion:

I extend my appreciation and gratitude to our valued customers and all other key stakeholders, without whom the Group would not have been able to sustain its operations. Furthermore, I remain grateful to Board colleagues, Management and Staff, whose collective contributions enabled the ZBFH Group to attain this performance for the financial year ended 31 December 2025. Despite the challenges posed by the operating environment, our combined interventions and inputs have ensured that the Group continues to maintain its strong position.

A. Makamure
(Chairman)

30 March 2026

Group Chief Executive's Report

Introduction:

Dear Stakeholder, I am pleased to present the financial results of ZB Financial Holdings for the year ended 31 December 2025.

Performance Outturn:

Preamble

The average exchange rate moved from USD1: ZWG17.94 for the year ended 31 December 2024 to USD1: ZWG26.59 for the 2025 financial year end. This has resulted in significant movements and distortions in the Statement of Profit or Loss and Other Comprehensive Income lines, therefore comparability should be taken in that context.

The Group's total income increased from ZWG3.108 billion in 2024, to ZWG3.889 billion in 2025. This performance outturn was on the back of significant improvement in non-funded income mainly from Commissions, Fees and Other income, whilst Funded income registered a steady improvement.

Despite constrained growth in loans and advances, the Group's net interest income increased from ZWG0.475 billion in 2024 to ZWG1.202 billion in 2025. Loan impairment charges, net of recoveries increased from ZWG0.104 billion in 2024 to ZWG0.256 billion in 2025. Resultantly, Income from lending activities rose from ZWG0.370 billion in 2024 to ZWG0.946 billion in 2025, aided by improved interest margins.

Banking Commissions and Fees went up to close 31 December 2025 at ZWG1.773 billion. The improvement was mainly due to the efficiency of the new banking system which resulted in the increased usage of our digital platforms by our customers.

Insurance Service Result increased to ZWG0.211 billion in 2025 against a loss of ZWG0.007 billion in 2024, largely as a result of an increase in Insurance Service Revenue from ZWG0.424 billion in 2024 to ZWG0.976 billion in 2025. This performance was largely due to policy upgrades which resulted in the improvement in the sum assured by the Life Assurance business while the Reinsurance business recorded increased new business and share participation.

The Group's operating costs increased from ZWG1.813 billion in 2024 to ZWG2.923 billion in 2025. The Group incurred rationalisation costs as it continued to optimise its staff compliment. Cost savings are expected in the coming years as processes become fully automated.

The Group's profit after tax closed at ZWG0.679 billion in 2025 from ZWG1.042 billion in 2024. The decline was mainly as a result of reduction in Exchange gains and also increased operating costs due to the staff rationalisation exercise. However, I am pleased to advise that maintainable earnings (excluding unrealised Exchange Gains and Fair Values) improved from a loss of (ZWG0.292) billion in 2024 to a positive position of ZWG0.073 billion as the Group placed more reliance on revenues from its core business.

Meanwhile, the Group's total assets increased, from ZWG14.249 billion as at 31 December 2024 to ZWG16.080 billion as at 31 December 2025. The growth emanated from an increase in the Cash balances, Investment Properties and Investments in Financial Assets.

Deposits and other related funding account balances closed the year at ZWG6.570 billion as at 31 December 2025, representing a growth from ZWG5.483 billion as at 31 December 2024. The growth was supported by an increase in USD deposits across all sectors.

The Group maintained a comfortable liquidity margin of safety, with the ratio of liquid assets to customer deposits being above 82% throughout the year against a prescribed ratio of 30%.

Operations Review

Banking Operations:

ZB Bank Limited reported a profit after tax of ZWG0. 433 billion in 2025 from ZWG1.080 billion in 2024. The decline in profitability was mainly due to the reduction in Exchange gains due to the stabilisation of exchange rates. Operating costs also increased due to the Staff rationalisation exercise.

The Bank's total assets increased to ZWG11.792 billion as at 31 December 2025, compared to ZWG10.235 billion as at 31 December 2024. Treasury Bills worth ZWG1.291 billion had matured by 31 December 2025 and the Government of Zimbabwe has started issuing replacement Treasury Bills in 2026

Insurance Operations:

ZB Reinsurance posted a profit after tax of ZWG0.121 billion in 2025, up from ZWG0.036 billion in 2024, representing an increase in earnings. Its total assets grew from ZWG0.487 billion as at 31 December 2024 to ZWG0.499 billion at the end of 2025.

P & C Reinsurance (Botswana Operations) continued on its growth trajectory with Profit After Tax improving from USD1.004 million in 2024 to USD1.336 million in 2025 while the Total Assets grew from USD4.805 million to USD7.505 million respectively. The strong performance of the entity was driven by prudent underwriting complimented by expanded product mix and new markets acquired over the period.

ZB Life Assurance recorded a profit of ZWG 0.043 billion in 2025, in comparison to ZWG0.209 billion in 2024. The decline in profitability was mainly due to the reduction in Exchange gains due to the stabilisation of exchange rates. Its total assets increased from ZWG 1.009 billion as at 31 December 2024 to ZWG 1.150 billion as at 31 December 2025.

Investments:

In 2025, Mashonaland Holdings Limited (Mash) posted a profit after tax of ZWG 0.107 billion, up from ZWG 0.050 billion in 2024, representing an increase in profitability. Its total assets rose from ZWG 2.449 billion as at 31 December 2024 to ZWG 2.647 billion at the end of 2025. During the year, Mash commissioned the Pomona Commercial Centre and 12 Van Praagh Day Hospital projects.

ZB Asset Management was licenced in August 2025 and officially opened to the public on 1 November 2025 following approval from Securities Exchange Commission to commence operations. The Company has various products which include multi asset funds, high interest money market funds among others. It has also entered into strategic offshore partnerships and therefore offers USD denominated offshore products with exposure to global securities.

Internal Processes:

One of the major projects in FY2025 was the launch of the new core banking system, which has resulted in the Group improving its capacity to enhance customer journeys, exceed customer expectations and improve efficiencies. In a related initiative, the Group also launched a twinned Digital Product, Smile Cash and Smile n Pay which has increased digital solutions to customers and enhanced financial inclusion.

ZB Bank was the first institution in Zimbabwe to get sustainability certification through the Reserve Bank of Zimbabwe (RBZ)-led Sustainability Standards Certification Initiative (SSCI), awarded by the European Organisation for Sustainable Development (EOSD) on 25 September 2025. Going forward, ZB will be working towards implementing Sustainability and Environmental, Social and Governance (ESG) strategies.

People & Culture:

The Group has continued to leverage off the benefits of adopting the new business model and organisational design which seeks to come up with a structure that better serves its strategy and enhance the operational efficiencies. In the period under review, 78 Staff members were disengaged under the Compulsory Disengagement Scheme (CDS).

The Group's staff complement as at 31 December 2025 stood at 855 (2024: 999).

Industrial relations remained cordial during the period under review.

Appreciation:

I am grateful to our valued customers and stakeholders for the support and commitment that they continue to render to the ZBFH Group.

I also extend my profound gratitude to the ZBFH Group Staff and Management team for their diverse contributions and efforts which enabled the Group to attain this performance for the year ended 31 December 2025.

Finally, I remain indebted to the Board for its valuable contribution and counsel.

S. T. Fungura
(Group Chief Executive Officer)
Harare

30 March 2026

Audited Abridged Financial Results for the year ended 31 December 2025

Auditor's Statement

These financial statements should be read together with the complete set of financial statements for the year ended 31 December 2025, which were audited by Ernst & Young Chartered Accountants (Zimbabwe), who issued a qualified audit opinion on non-compliance with IAS 21 "Effects of Changes in Foreign Exchange rates," IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors," IFRS 13 "Fair Value Measurements," and IFRS 9 "Financial Instruments" and a limitation of scope related to trade and other receivables. It also includes a Key Audit Matter on valuation of Insurance Contract Liabilities.

Consolidated statement of financial position As at 31 December 2025

Notes	Audited 31 Dec 2025 ZWG	*Restated 31 Dec 2024 ZWG	*Restated 31 Dec 2023 ZWG
Assets			
Cash and cash equivalents	4 031 757 251	2 902 848 808	1 036 478 989
Treasury bills	1 335 881 639	878 799 829	330 157 187
Mortgages and other advances	3 089 902 781	3 988 679 045	2 104 055 481
Trade and other receivables*	1 242 751 847	406 087 456	341 006 854
Reinsurance contract assets	90 401 677	110 925 292	124 745 943
Insurance contract assets	22 725 762	-	112 805 955
Inventories	79 005 915	37 594 100	7 905 534
Asset held for Sale	45 880 150	-	47 466 296
Financial assets held at amortised cost	85 500 065	83 650 095	35 105 924
Investment in Associate	-	72 472 415	102 034 437
Financial assets held at fair value through profit or loss*	611 206 627	566 091 775	256 448 360
Right of use assets	32 133 668	26 941 617	42 392 526
Investment property	3 685 425 819	3 543 156 990	1 696 614 680
Intangible assets	191 738 839	198 322 082	23 842 987
Property and equipment	1 455 167 683	1 412 673 554	744 998 846
Deferred tax asset*	80 944 426	20 464 248	5 935 202
Total assets	16 080 424 149	14 248 707 306	7 011 995 201
Liabilities			
Deposits and other accounts	6 570 023 968	5 483 003 415	2 488 251 026
Trade and other payables	1 006 947 834	1 231 398 440	759 347 774
Investment contract liabilities	231 005 474	175 413 650	96 481 041
Current tax liabilities	115 406 106	93 665 129	18 963 005
Reinsurance contract liabilities	-	-	13 606 449
Insurance contract liabilities	225 182 688	268 691 070	322 458 869
Long term borrowings	54 675 018	-	41 509
Offshore borrowings	209 443 807	234 531 818	221 920 345
Lease liabilities	47 575 387	33 662 559	27 481 249
Deferred tax liabilities	239 552 405	221 756 974	166 134 735
Total liabilities	8 699 812 687	7 742 123 055	4 114 686 002
Equity			
Share capital	3 878	3 878	4 288 875
Share premium	285 183	285 183	66 645 368
Other components of equity*	2 754 876 781	2 589 986 704	791 496 111
Retained income*	2 585 729 933	2 060 030 404	1 031 138 882
Equity Reserve	70 645 182	70 645 182	-
Attributable to equity holders of parent*	5 411 540 958	4 720 951 351	1 893 569 236
Non-controlling interests	1 969 070 505	1 785 632 900	1 003 739 963
Total equity*	7 380 611 462	6 506 584 251	2 897 309 199
Total equity and liabilities*	16 080 424 149	14 248 707 306	7 011 995 201

* The prior year was restated, (refer to notes 1.3 and 1.4)

Consolidated statement of profit or loss and other comprehensive income For the year ended 31 December 2025

Notes	Audited 31 Dec 2025 ZWG	*Restated 31 Dec 2024 ZWG	
Interest income calculated using the effective interest rate method	13.1	1 464 780 510	588 551 881
Other interest and related income		106 599	9 749 451
Interest expense calculated using the effective rate method	13.2	(262 971 576)	(122 740 814)
Other interest and related expense		(646)	(1 038 336)
Net interest income		1 201 914 886	474 522 182
Loan impairment charges, net recoveries	13.3	(256 307 189)	(104 285 670)
Net income from lending activities		945 607 697	370 236 512
Insurance revenue	14.1	976 450 580	424 303 215
Insurance service expense	14.2	(631 015 050)	(328 391 413)
Allocation of Reinsurance Premiums	14.3	(186 577 610)	(108 878 194)
Amounts recoverable from reinsurers for incurred claims	14.3	52 190 510	5 808 418
Insurance service result		211 048 430	(7 157 974)
Insurance finance (expenses) / income from insurance contracts	14.4	(5 171 007)	(108 539 394)
Reinsurance finance income from reinsurance contracts		(820 877)	114 474
Net Insurance Financial Result		(5 991 884)	(108 424 920)
Fair value of financial liabilities at fair value through profit or loss		(8 771 595)	839 123
Commissions and fees	15	1 772 594 493	1 157 775 376
Other operating income	16	852 113 095	1 582 595 140
Fair value adjustments*		122 303 506	112 599 979
Total income		3 888 903 742	3 108 463 236
Operating expenses*	17	(2 922 651 158)	(1 812 664 827)
Profit from ordinary activities		966 252 584	1 295 798 409
Share of associate companies (loss) / profit net of tax		21 371 396	(124 789 243)
Profit before taxation		987 623 980	1 171 009 166
Income tax expense*	18	(308 462 157)	(129 017 318)
Net profit for the year		679 161 823	1 041 991 848
Profit attributable to:			
Owners of parent		551 554 973	1 033 604 590
Non-controlling interests		127 606 850	8 387 258
Profit for the year		679 161 823	1 041 991 848
Other comprehensive income:			
Items that will not be reclassified to profit or loss			
Gains on property and equipment revaluation, net of tax*		148 253 323	101 735 276
Associate's share of gains on Property and Equipment revaluation, net of tax		3 402 173	8 309 160
Effects of translation to presentation currency*		19 322 340	2 415 485 726
Items that may be subsequently reclassified to profit or loss			
Fair value gain/ (losses) on financial assets at FVTOCI, net of tax		54 173 503	(22 033 328)
Currency translation differences on foreign subsidiary		1 519 585	(5 538 415)
Associate's share of foreign currency translation differences, net of tax		812 217	93 057 370
Other comprehensive income for the year, net of tax		227 483 141	2 591 015 789
Total comprehensive income for the year		906 644 964	3 633 007 637
Total comprehensive income attributable to: Owners of parent*		766 554 110	2 833 724 751
Non-controlling interests		140 090 854	799 282 886
Total comprehensive income for the year		906 644 965	3 633 007 637
Earnings per share			
Basic and fully diluted earnings per share (ZWG cents)	19	350	656

* The prior year was restated, (refer to notes 1.3 and 1.4)

Consolidated statement of changes in equity For the year ended 31 December 2025

	Share capital ZWG	Share premium ZWG	Foreign currency translation reserve ZWG	Foreign subsidiary operation currency translation reserve ZWG	Equity reserve ZWG	General reserve ZWG	Revaluation reserve ZWG	Financial assets at FVTOCI ZWG	Retained income ZWG	Attributable to equity holders of parent ZWG	Non controlling interests ZWG	Total ZWG
Balance 1 January 2024	4 288 875	66 645 368	1 869 555	2 405 347	-	245 676 054	719 287 128	(177 741 973)	1 081 369 652	1 943 800 046	1 003 739 963	2 947 540 009
Effects of prior year restatement*	-	-	-	-	-	-	-	-	(50 230 810)	(50 230 810)	-	(50 230 810)
Restated opening balances	4 288 875	66 645 368	1 869 555	2 405 347	-	245 676 054	719 287 128	(177 741 973)	1 031 138 882	1 893 569 236	1 003 739 963	2 897 309 199
Changes in equity for 2024												
Transfer to Equity Reserve	(4 284 997)	(66 360 185)	-	-	70 645 182	-	-	-	1 033 604 590	1 033 604 590	8 387 258	1 041 991 848
Profit for the year	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income, net of tax	-	-	-	-	-	-	-	-	-	-	-	-
Revaluation of property and equipment	-	-	-	-	-	-	(462 168 819)	-	-	(462 168 819)	572 213 255	110 044 436
Currency translation differences on translating foreign operations	-	-	-	-	-	-	-	-	-	-	(5 538 415)	(5 538 415)
Associate's share of effects of translating to presentation currency	-	-	93 057 370	-	-	-	-	-	-	93 057 370	-	93 057 370
Effects of translation to presentation currency*	-	-	2 197 256 103	-	-	-	-	-	-	2 197 256 103	218 229 623	2 415 485 726
Fair value gain on financial assets at FVTOCI	-	-	-	-	-	-	-	(22 486 078)	-	(22 486 078)	452 750	(22 033 328)
Dividends	-	-	-	-	-	-	-	-	(13 080 134)	(13 080 134)	(1 982 917)	(15 063 051)
Other movements	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to retained income	-	-	-	-	-	-	(1 629 568)	-	1 629 568	-	-	-
Acquisition of non-controlling interests	-	-	-	-	-	-	-	-	6 737 498	6 737 498	(15 407 032)	(8 669 534)
Restated Balance at 31 December 2024*	3 878	285 183	2 292 183 028	(3 133 068)	70 645 182	245 676 054	255 488 741	(200 228 051)	2 060 030 404	4 720 951 351	1 785 632 900	6 506 584 251
Restated Balance as at 1 January 2025*	3 878	285 183	2 292 183 028	(3 133 068)	70 645 182	245 676 054	255 488 741	(200 228 051)	2 060 030 404	4 720 951 351	1 785 632 900	6 506 584 251
Changes in equity for 2025												
Profit or loss	-	-	-	-	-	-	-	-	551 554 973	551 554 973	127 606 850	679 161 823
Other comprehensive income, net of tax	-	-	-	-	-	-	-	-	-	-	-	-
Revaluation of property and equipment	-	-	-	-	-	-	147 955 047	-	-	147 955 047	3 700 447	151 655 494
Currency translation differences on translating foreign operations	-	-	-	1 519 585	-	-	-	-	-	1 519 585	-	1 519 585
Fair value gain on financial assets at FVTOCI	-	-	-	-	-	-	-	54 173 503	-	54 173 503	-	54 173 503
Associate's share of effects of translating to presentation currency	-	-	812 217	-	-	-	-	-	-	812 217	-	812 217
Effects of translation to presentation currency	-	-	(40 057 516)	-	-	-	-	-	-	(40 057 516)	59 379 856	19 322 540
Transaction with owners of the parent	-	-	-	-	-	-	-	-	(23 327 565)	(23 327 565)	(7 249 548)	(30 577 113)
Dividends	-	-	-	-	-	-	-	-	-	-	-	-
Other movements	-	-	-	-	-	-	-	-	-	-	-	-
Loss on closure of ZB Capital	-	-	-	-	-	-	-	-	(2 040 638)	(2 040 638)	-	(2 040 638)
Transfer to retained income	-	-	-	-	-	-	487 241	-	(487 241)	-	-	-
Balance at 31 December 2025	3 878	285 183	2 292 000 509	(1 613 483)	70 645 182	245 676 054	403 931 029	(146 054 548)	2 585 279 933	5 411 540 957	1 969 070 905	7 380 611 462

* The prior year was restated, (refer to Note 1.3 and Note 1.4).

Consolidated statement of cash flows For the year ended 31 December 2025

Notes	Audited 31 Dec 2025 ZWG	Restated 31 Dec 2024 ZWG
Cash generated / (used) in operating activities		
Interest and related income received	13.1	(96 144 253)
Dividends received	16	1 464 887 108
Interest and related expense paid		20 310 206
Income tax paid		(238 685 895)
Interest paid lease liability		(384 758 093)
Interest expense on offshore borrowings		(1 099 534)
Net cash generated from operating activities		(23 186 793)
Net cash generated from operating activities		741 322 747
Cash flows from investing activities		
Purchase of investment property	5	(54 232 932)
Purchase of intangible assets	8	(26 119 376)
Purchase of property and equipment	7	(81 627 343)
Proceeds on disposal of property and equipment		1 561 106
Proceeds on disposal of investment property		-
Purchase of investment securities		(167 767 332)
Proceeds on disposal of investment securities		173 007 460
Net cash used in investing activities		(155 178 417)
Net cash used in investing activities		(519 437 294)
Cash flows from financing activities		
Dividends paid		(30 577 113)
Lease capital payments		(64 312 592)
Proceeds from offshore borrowings		180 899 752
Repayments on offshore borrowings	11	(206 169 118)
Repayments on long term borrowings		(107 162 675)
Acquisition of non-controlling interests		-
Net cash used in financing activities		(227 321 746)
Net cash used in financing activities		(5 768 015)
Net (decrease) / increase in cash and cash equivalents		358 822 584
Cash and cash equivalents at beginning of year		2 902 848 808
Effects of translation to presentation currency		286 372 123
Effects of exchange rates fluctuating on cash and cash equivalents		483 713 736
Cash and cash equivalents at end of year		4 031 757 251
Cash and cash equivalents at end of year		2 902 848 808
Cash and cash equivalents comprise:		
Cash		1 454 049 617
Local bank accounts		692 531 623
Foreign bank accounts		1 885 176 011
		1 389 027 782
		4 031 757 251
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Audited Abridged Financial Results for the year ended 31 December 2025

75 Years
ANNIVERSARY



Notes to the consolidated financial statements (continued)

1.1.1.3 Foreign Currency Transactions and Balances

In preparing the financial statements of the Group and the Company, transactions in currencies other than the United States Dollar are translated using the spot exchange rate at the date of the transaction, in accordance with IAS 21 The Effects of Changes in Foreign Exchange Rates.

At each reporting date, monetary items denominated in foreign currencies are retranslated at the closing exchange rates. Non-monetary items measured at fair value in a foreign currency are translated at the exchange rate prevailing on the date when the fair value was determined. Non-monetary items measured at historical cost in a foreign currency are not retranslated.

Exchange differences arising on the settlement or translation of monetary items are recognised in profit or loss. Such exchange differences are recognised in other comprehensive income (OCI) and reclassified to profit or loss upon disposal of the net investment. Any related tax effects are also recognised in OCI.

On consolidation, the assets and liabilities of foreign operations are translated into Zimbabwe Gold (ZWG) at the closing exchange rate at the reporting date, while their statements of profit or loss and other comprehensive income are translated at exchange rates prevailing at the dates of the transactions (or at average rates where appropriate). Exchange differences arising on translation are recognised in OCI and accumulated in equity under the foreign currency translation reserve.

1.1.2 Statement of compliance

The consolidated annual financial statements as at, and for the year ended 31 December 2025, have been prepared under the supervision of L Mawire CA (Z), Chief Finance Officer of ZB Financial Holdings Limited. The consolidated financial statements are prepared based on accounting records maintained under the historical cost convention and modified by the revaluation of property and equipment, investment properties and financial instruments carried at fair value.

The Group's financial statements as at 31 December 2025 did not fully comply with the International Financial Reporting Standards (IFRSs), particularly IFRS 9 "Financial Instruments". Due to a lack of data availability since the implementation of IFRS 9, the Group had been using the LGDs as required by the Basel guidelines upto 2023. The LGD model was introduced in 2024 and it uses effective interest rates (EIR), to which the LGD model is highly sensitive and requires more time to analyse. For LGD models to function well, recoveries data must be available for more than five years. Per requirement to recalibrate the LGD model annually, in 2025, the LGD model was recalibrated but it was not operating as anticipated due to date limitation. As a result, the Group has not estimated ECL based on the models but estimated using expert judgement. This is not in compliance with the requirements of IFRS 9 in respect of ECL for Group's, which should be estimated using the general approach.

Further, Treasury Bills classified as FVOCI were assessed for ECL in the current year in line with IFRS 9. Ordinarily the Group considers Treasury Bills to be low-risk instruments due to the nature of them having local sovereign exposure. However, some of the Treasury Bills had matured at the end of 2025 and were more than 90 days past due. The Group considered the portfolio to have had a significant increase in credit risk and thus the related Expected Credit Losses were recognised in the financial statements for the year ended 31 December 2025. These Treasury Bills were classified in stage 2, as management believes that the obligor (Government of Zimbabwe) will eventually pay and restructure these financial instruments. The recognition of stage ECL on these instruments in stage 2 is not in compliance with the Group's policy and IFRS 9 that any instrument that is 90 days past due should be classified in stage 3.

Apart from the non compliance noted above, the consolidated financial statements have been prepared in accordance with IFRS Accounting Standards promulgated by the International Accounting Standards Board (IASB) which includes standards and Interpretations approved by IASB, the International Financial Reporting Interpretations Committee (IFRIC) interpretations. The consolidated financial statements were prepared in 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 Insurance Act (Chapter 24:07), Securities and Exchange Act (Chapter 24:25), Microfinance Act (Chapter 24:29) and relevant regulations made there under.

The consolidated financial statements were authorised for issue by the Board of Directors on 30 March 2026.

1.2 Basis of consolidation

Subsidiaries

A subsidiary is an entity controlled by another entity, that is the parent. The Group controls an entity when it is exposed to, or has rights to variable returns from its involvement with the investee and has the ability to exert control over the entity's financial and operational decisions through its power over the investee. The results of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

Subsidiaries are included in the separate financial statements of the Holding company at their net asset value which is considered to be an estimate of fair value. Assets valuation are done on a yearly basis as such the NAV will be approximately the fair value at year end.

Business combinations

The Group accounts for business combinations using the acquisition method when control is transferred to the entity parent. The consideration transferred in the acquisition is measured at fair value, as are the identifiable net assets acquired. Any excess of the consideration over the fair values of the identifiable net assets acquired is recognised as goodwill. Where the fair values of the identifiable net assets acquired exceed the consideration, a bargain purchase (negative goodwill) is recognised in profit or loss in the period of acquisition. Transaction costs are expensed, 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.

1.3 Prior year adjustment - ZimSwitch valuation

The restatement of the financial statements is in respect of a prior period error on the valuation of the Bank's investment in ZimSwitch Technologies as at 31 December 2024. The Bank's shareholding was incorrectly computed using the Bank's 16% shareholding in ZimSwitch Holdings, instead of the effective shareholding percentage of 10.2% in ZimSwitch Technologies.

The correction of the Prior Year error has the following effects on the Statement of Financial Position and Statement of Profit or Loss:

	31 Dec 2024 Restated	1 Jan 2024 Restated
On Statement of Financial Position		
Decrease in fair value of financial assets at FVTPL	(102 345 332)	(52 874 535)
Decrease in deferred tax liability	5 117 266	2 643 725
Increase in other components of equity	48 551 408	-
	<u>(48 676 658)</u>	<u>(50 230 810)</u>
On statement of Profit or Loss and Other Comprehensive Income		
On Statement of Profit or Loss		
Decrease in fair value adjustment	(102 345 332)	(52 874 535)
Decrease in tax expense	5 117 266	2 643 725
	<u>(97 228 066)</u>	<u>(50 230 810)</u>
On Statement of Other Comprehensive Income		
Increase in effects of translation to presentation currency	48 551 408	-
	<u>48 551 408</u>	<u>-</u>
Total Impact on Total Comprehensive Income	(48 676 658)	(50 230 810)
Impact on basic and fully diluted earnings per share (ZWG cents)	(68.00)	(32.00)

1.4 Prior period error - prepayments

The restatement of the financial statements is in respect of a prior period error on the prepayments accounts, where they were incorrectly amortised. This resulted in a variance between the restated opening balance and the recorded underlying transactions in the system.

The effect of the prior year error is indicated below:

	31 Dec 24 Restated
On Statement of Financial Position	
Decrease in trade and other receivables	(36 908 289)
Increase in deferred tax asset	2 420 474
Decrease in total assets	<u>(34 487 815)</u>
On statement of Profit or Loss and Other Comprehensive Income	
On Statement of Profit or Loss	
Increase in operating expenses	(27 814 331)
	<u>(27 814 331)</u>
On Statement of other comprehensive income	
Decrease ingains on revaluation of property and equipment	(9 399 898)
Decrease in related tax	2 420 474
Decrease in foreign currency translation reserve	<u>(305 474)</u>
Total Impact on Total Comprehensive Income	(35 099 230)
Impact on basic and fully diluted earnings per share (ZWG cents)	(0.22)

Notes to the consolidated financial statements (continued)

2. Segment information

31 December 2025	*Banking operations ZWG	*Insurance operations ZWG	*Investments operations ZWG	Other operations and consolidation adjustments ZWG	Total ZWG
External revenue					
Interest revenue calculated using the effective interest rate method	1 464 302 438	20 280 062	(28 598)	(19 773 392)	1 464 780 510
Other interest and related income	(1 402 800)	(7 708 617)	9 218 016	-	106 599
Interest expense calculated using the effective interest rate method	(273 387 622)	(167 928)	(9 189 418)	19 773 392	(262 971 576)
Other interest and related expenses	(646)	-	-	(646)	(646)
Net interest income	1 189 511 369	12 403 517	-	-	1 201 914 886
Fees and commission income	1 733 517 885	15 072 694	21 454 879	2 549 035	1 772 594 493
Corporate Banking	260 027 683	-	-	-	260 027 683
Retail Banking	1 473 490 202	-	-	-	1 473 490 202
Other commissions	-	15 072 694	21 454 879	2 549 035	39 076 608
Insurance revenue	-	976 450 580	-	-	976 450 580
Insurance service expense	-	(631 015 050)	-	-	(631 015 050)
Allocation of Reinsurance Premiums	-	-	-	-	-
Fair value adjustments	(26 401 768)	32 448 557	56 873 504	59 383 213	122 303 506
Other income	322 513 757	(135 285 177)	214 253 004	450 631 511	852 113 095
Total segment revenue	3 219 141 243	270 075 121	292 581 387	512 563 759	4 294 361 510
Inter segmental revenue	(60 604 984)	(5 506 247)	28 598	66 082 633	-
Total segment operating expenses	(2 607 033 849)	(119 073 551)	(169 515 812)	(27 027 946)	(2 922 651 158)
Material non-cash items:					
Expected credit losses	(253 096 801)	-	-	(3 210 388)	(256 307 189)
Depreciation	(213 249 862)	(8 424 560)	(2 248 475)	3 193 032	(220 729 865)
Amortisation of intangible assets	(32 086 272)	(1 874 770)	-	(179 267)	(34 140 309)
Profit from associates net of tax	-	28 426 629	-	(7 055 233)	21 371 396
Reportable segment profit before taxation	612 107 393	179 428 199	123 065 575	73 022 813	987 623 980
Income tax expense	(251 310 260)	(15 782 786)	(7 317 214)	(34 051 897)	(308 462 157)
Reportable segment assets as at 31 December	12 768 374 286	1 649 285 790	2 685 002 084	(1 022 238 011)	16 080 424 149
Reportable segment liabilities as at 31 December	8 409 267 518	702 337 222	394 753 089	(806 545 144)	8 699 812 685
Investment associate	8	631 387 457	-	(585 507 315)	45 880 150
Cash flow from operating activities	279 156 403	(59 200 248)	(28 919 249)	720 757 941	911 794 847
Cash flow from investing activities	(245 308 755)	(16 392 815)	549 863 379	(443 340 226)	(155 178 417)
Cash flow from financing activities	(83 030 772)	(7 952 807)	85 258 356	(221 596 523)	(227 321 746)

*During the current period, Qupa Microfinance and P&C Reinsurance were transferred from the Investments segment to the Banking segment and Insurance segment respectively following a reassessment of the Group's internal reporting structure. As the entities have progressed beyond its incubation phase and are now managed and monitored as part of the Banking operations and Insurance operations respectively.

In accordance with IFRS 8.29, comparative segment information has been restated to reflect this reclassification. The reallocation had no impact on the Group's total profit, total assets or total equity.

Comparative segment information for the year ended 31 December 2025 has been restated to reflect the transfer of Qupa Microfinance and P&C Reinsurance from the Investments Cluster to the Banking Cluster and Insurance Cluster respectively, consistent with the information now regularly reviewed by the chief operating decision maker (CODM). The restatement had no impact on the Group's consolidated financial performance or financial position.

31 December 2024	Banking operations ZWG	Insurance operations ZWG	Investments operations ZWG	Other operations and consolidation adjustments ZWG	Consolidated ZWG
External revenue					
Interest revenue calculated using the effective interest rate method	541 598 803	452 575	54 717 231	(8 216 728)	588 551 881
Other interest and related income	5 797 379	3 939 540	12 532	-	9 749 451
Interest expense calculated using the effective interest rate method	(125 347 669)	(446 364)	(5 163 509)	8 216 728	(122 740 814)
Other interest and related expenses	(1 260 502)	382 496	(160 330)	-	(1 038 336)
Net interest income	420 788 011	4 328 247	49 405 924	-	474 522 182
Fees and commission income	1 118 364 272	15 072 694	21 789 375	2 549 035	1 157 775 376
Corporate Banking	45 291	-	-	-	45 291
Retail Banking	1 118 318 981	-	-	-	1 118 318 981
Other commissions	-	15 072 694	21 789 375	2 549 035	39 411 104
Insurance revenue	-	424 303 215	-	-	424 303 215
Insurance service expense	-	(328 391 413)	-	-	(328 391 413)
Fair value adjustments	(26 401 768)	32 448 557	3 410 964	103 142 226	112 599 979
Other income	1 802 888 785	114 238 551	19 295 254	(353 827 450)	1 588 595 140
Total segment revenue	3 315 639 300	261 999 851	93 901 517	(248 136 189)	3 423 404 479
Inter segmental revenue	(60 604 984)	(5 506 247)	28 598	66 082 633	-
Total segment operating expenses	(1 763 370 507)	(80 979 617)	(154 209 878)	213 709 506	(1 784 850 496)
Material non-cash items:					
Expected credit losses	(71 280 971)	-	(33 004 699)	-	(104 285 670)
Depreciation	(194 835 355)	(4 023 091)	(450 116)	(10 626 341)	(209 934 903)
Amortisation of intangible assets	(6 318 022)	-	-	(253 518)	(6 571 540)
Profit from associate's net of tax	-	28 426 629	-	(153 215 872)	(124 789 243)
Reportable segment profit before taxation	612 107 393	179 428 199	106 353 517	273 120 057	1 171 009 166
Income tax expense	(251 310 260)	(15 782 786)	(24 221 518)	162 297 246	(129 017 318)
Reportable segment assets as at 31 December	12 768 374 286	1 649 285 790	2 685 002 084	(2 853 954 854)	14 248 707 306
Reportable segment liabilities as at 31 December	8 409 267 518	702 337 222	394 753 089	(1 764 234 775)	7 742 123 054
Investment in associate	8	631 387 457	-	(558 915 050)	72 472 415
Cash flow from operating activities	13 103 062	(220 640 956)	688 682	998 513 537	791 664 325
Cash flow from investing activities	(82 342 045)	(29 736 535)	(1 834 091)	(405 524 623)	(519 437 294)
Cash flow from financing activities	(186 965 409)	(15 673 470)	77 442 720	119 428 144	(5 768 015)

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
3. Treasury bills		
3.1 Assets classified as measured 'at fair value through profit or loss' (FVTPL):		
Treasury bills acquired from the primary market*1	61 692 106	69 750 303
Assets classified as measured 'at fair value through other comprehensive income' (FVTOCI):		
Treasury bills acquired from the secondary market*2	1 274 189 533	809 049 526
	<u>1 335 881 639</u>	<u>878 799 829</u>
Maturity within 1 year	1 176 533 438	667 832 278
Maturity after 1 year	159 348 201	210 967 551
	<u>1 335 881 639</u>	<u>878 799 829</u>

- The Group invested in treasury bills issued by the RBZ over an average period of 544 days (December 2024: 106 days) which were at an average rate of 3.5% (December 2024: 3.75%).
- The Group purchased treasury bills from the secondary market. These treasury bills have an average coupon rate of 5% (December 2024: 2.5%) with an average maturity period of 1 year 6 months (December 2024: 1 year 6 months).

Treasury bills amounting to ZWG 685.058 million (2024: ZWG 1.34 billion) were used as security for the Bank to access fixed deposits.

Treasury bills are classified based on the Group's business model for managing them and whether contractual cash flows meet SPPI criterion.

3.2 Determination of fair value of treasury bills

The fair value of treasury bills was determined using level 2 and level 3 inputs for treasury bills which are classified as FVTPL and FVTOCI respectively. The use of level 3 inputs is due to lack of active market for treasury bills which are designated as at "FVTPL" and FVTOCI. The Group used the discounted cash flow valuation technique by applying an average yield market rate on the contractual cash flows in order to determine the fair value of the treasury bills.

USD denominated treasury bills purchased from the secondary market were fair valued using TBs average yield market rate of 22%.

USD denominated Treasury bills fair value was computed using a proxy discount rate of 9% by reference to US Federal Reserve TBs with same tenor and adjusted for country risk. For matured Treasury bills, the face value was taken as the approximate value.

Fair value hierarchy of treasury bills

	FAIR VALUE INPUT LEVEL			
	Level 1 ZWG	Level 2 ZWG	Level 3 ZWG	Total ZWG
Audited 2025				
Treasury bills at FVTPL	-	61 692 106	-	61 692 106
Treasury bills at FVTOCI	-	-	1 274 189 533	1 274 189 533
	-	<u>61 692 106</u>	<u>1 274 189 533</u>	<u>1 335 881 639</u>
2024				
Treasury bills at FVTPL	-	69 750 303	-	69 750 303
Treasury bills at FVTOCI	-	-	809 049 526	809 049 526
	-	<u>69 750 303</u>	<u>809 049 526</u>	<u>878 799 829</u>

Audited Abridged Financial Results for the year ended 31 December 2025



Notes to the consolidated financial statements (continued)

3.3 Impairment assessment of treasury bills

Treasury Bills classified as FVOCI were assessed for ECL in the current year in line with IFRS 9. Ordinarily, the Group considers Treasury Bills to be of low risk instruments due to the nature of them having local sovereign exposure. However, some of the Treasury Bills had matured at the end of 2025 and were not yet settled. The Group considered the portfolio to have had a significant increase in credit risk and thus the related Expected Credit Losses were recognized in the financial statements for the year ended 31 December 2025. The Treasury Bills were classified in Stage 2, as management believes that the obligor (Government of Zimbabwe) will eventually pay and restructure these financial instruments. Therefore these financial instruments were not classified in stage 3.

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
4. Mortgages and other advances		
4.1 Gross loan book		
Mortgage advances	301 243 578	266 922 932
Loans, overdraft and other accounts	3 116 307 552	3 427 166 636
*Asset finance loans	86 967 820	449 209 303
Bills discounted	-	8 285 252
Gross advances	3 504 518 950	4 151 584 123
Off balance sheet exposures		
In respect of guarantees	22 396 985	350 586 224
In respect of loan commitment	597 531 824	1 969 438 594
Total off balance sheet exposures	619 928 809	2 320 024 818
Gross credit exposure	4 124 447 759	6 471 608 941
Gross advances	3 504 518 950	4 151 584 123
Less: Allowance for loan impairments	(414 616 169)	(162 905 078)
Net advances	3 089 902 781	3 988 679 045
*Gross advances include asset finance loans were the bank advances funds to customers to purchase certain equipment for their own use.		
4.2 Maturity analysis		
Maturity within 1 year	1 925 553 129	1 882 212 028
Maturity after 1 year	1 164 349 652	2 106 467 017
	3 089 902 781	3 988 679 045
4.3 Non-performing loans		
Included in the above are the following:		
Non-performing loans	852 541 918	138 063 220
Less: Allowance for loan impairments	(6 260 096)	(67 831 456)
	846 281 822	70 231 764

For the secured non-performing loans, security exists in the form of liens registered over funded accounts, bonds registered over landed property and guarantees in various forms. The Group discounts the value of the security at hand using internal thresholds for prudential purposes. Generally no security value is placed on ordinary guarantees. The internally discounted value of security held in respect of the non-performing book amounted to ZWG151.9 million as at 31 December 2025 (2024: ZWG119.7 million). The significant increase in the non performing loan portfolio was primarily driven by updated credit risk assessments conducted by the Group during the reporting period, which resulted in additional exposures meeting the criteria for non performing status under IFRS 9.

	31 Dec 2025 ZWG	As a % of Total	31 Dec 2024 ZWG	As a % of Total
4.4 Sectorial analysis				
Gross advances:				
Private	1 057 045 926	30%	1 372 059 744	33%
Agriculture	155 819 857	4%	263 462 382	6%
Mining	277 870 160	8%	574 783 004	14%
Manufacturing	271 687 660	8%	263 854 839	6%
Distribution	190 520 238	5%	215 018 942	5%
Construction	55 322 053	2%	66 764 308	2%
Transport	118 483 303	3%	125 959 195	3%
Services	752 527 712	21%	836 269 023	20%
Financial	625 159 372	18%	427 723 556	10%
Communication	82 669	0%	5 689 131	0%
Total gross advances	3 504 518 950	100%	4 151 584 123	100%
Guarantees:				
Manufacturing	-	0%	318 806 640	91%
Distribution	-	0%	18 961 898	5%
Construction	-	0%	644 963	1%
Transport	7 115 293	32%	357 784	0%
Services	732 500	3%	11 814 939	3%
Agriculture	14 549 192	65%	-	-
Total guarantees	22 396 985	100%	350 586 224	100%
Loan commitments:				
Agriculture	47 978 946	8%	163 636 966	8%
Mining	8 458 091	1%	405 600 744	21%
Manufacturing	6 129 031	1%	170 356 338	9%
Distribution	88 763 753	15%	181 592 784	9%
Construction	6 501 125	1%	7 606 644	0%
Transport	51 709 251	9%	69 986 834	4%
Services	423 645 730	71%	815 830 316	41%
Financial Services	(35 654 103)	-6%	154 827 968	8%
Total loan commitments	597 531 824	100%	1 969 438 594	100%
Total credit exposure	4 124 447 759	100%	6 471 608 941	100%
4.5 Mortgage advances				
Mortgage advances were spread as follows:				
Type of property: -				
High density	3 796 630	1%	2 789 635	1%
Medium density	59 088 789	20%	15 210 640	6%
Low density	121 747 554	40%	124 265 877	47%
Commercial	116 610 605	39%	124 656 780	47%
	301 243 578	100%	266 922 932	100%

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
4.6 Asset finance loans		
Gross investment in asset finance loans		
Maturing within 1 year	6 098 445	321 512 264
Maturing after 1 year	102 851 088	717 099 198
Gross investment in asset finance loans	108 949 533	1 038 611 462
Unearned finance charges	(21 981 713)	(589 402 159)
Net investment in asset finance loans	86 967 820	449 209 303
Maturing within 1 year	4 328 755	139 434 454
Maturing after 1 year	82 639 065	309 774 849
	86 967 820	449 209 303

5 Investment properties

5.1 Made up as follows:

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Land stock held for capital appreciation and completed properties available for lease:		
-Residential	351 108 175	337 554 314
-Commercial	3 225 253 444	3 100 748 691
-Industrial	109 064 200	104 853 985
Balance at end of year	3 685 425 819	3 543 156 990

5.2 Reconciliation of carrying amount

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Carrying amount at beginning of year	3 543 156 990	1 696 614 680
Additions	54 232 932	266 162 811
Transfer to inventory	(15 744 304)	-
Transfer to owner occupied (Note 7)	(14 964 883)	-
Disposals	-	(5 139 061)
Fair value adjustment	93 979 696	42 093 868
Effects of translation to presentation currency	24 765 388	1 543 424 692
Balance at end of year	3 685 425 819	3 543 156 990

Notes to the consolidated financial statements (continued)

6 Right of use assets

The Group recognises right of use assets in respect of non-cancellable lease agreements that are classified as neither short-term nor low value leases in terms of accounting policy. Right of use assets relate to leased branch and office premises. Lease modifications relate to changes in lease tenure and rentals which resulted in a change in the incremental borrowing rate.

The movement in the right of use asset during the year was as follows:

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Carrying amount at the beginning of the year	26 941 617	42 392 526
Depreciation charge to profit or loss	(46 805 886)	(2 032 615)
Lease modifications	62 773 320	-
Effects of translation to presentation currency	(10 775 383)	(13 418 294)
Carrying amount at end of year	32 133 668	26 941 617

7 Property and equipment

	Freehold properties ZWG	Leasehold improvements ZWG	Equipment furniture & fittings ZWG	Computer equipment ZWG	Marine assets and motor vehicles ZWG	Capital work in progress ZWG	Total ZWG
31 December 2025							
Cost or valuation							
Balance at 1 January 2025	1 011 490 537	231 390 562	312 776 346	548 781 244	141 570 482	8 791 727	2 254 800 898
Additions	3 992 332	6 475 275	21 950 221	41 889 185	7 320 330	-	81 627 343
Disposals	-	-	(1 480 072)	(398 203)	(3 403 869)	-	(5 282 144)
Transfer from Investment Properties (Note 13.2)	14 964 883	-	-	-	-	-	14 964 883
Surplus on revaluation	76 186 623	-	-	13 709 915	64 735 347	-	177 472 860
Effects of translation to presentation currency	84 764 507	123 527 123	148 924 666	167 173 636	41 648 914	5 465 207	571 504 053
Balance at 31 December 2025	1 191 398 882	361 392 960	495 881 076	822 181 209	209 976 852	14 256 934	3 095 087 913
Accumulated depreciation and impairment							
Balance at 1 January 2025	109 421 088	154 515 363	188 187 246	299 148 882	84 908 731	5 946 034	842 127 344
Recognised in statement of profit or loss	23 231 396	17 077 172	35 250 593	111 766 297	33 404 407	-	162 926 480
Disposals	-	-	(29 024)	(121 428)	(757 382)	-	(907 834)
Impairment	-	-	2 057 382	-	10 797	-	2 068 179
Effects of translation to presentation currency	93 686 100	122 913 630	147 618 062	165 248 852	40 990 923	5 445 109	575 902 676
Balance at 31 December 2025	226 338 584	294 506 165	373 084 259	576 042 603	158 557 476	11 391 143	1 639 920 230
Carrying value at 31 December 2025	965 060 298	66 886 795	122 796 817	246 138 606	51 419 376	2 865 791	1 455 167 683
Carrying value at 31 December 2024	902 069 449	76 875 199	124 589 100	249 632 362	56 661 751	2 845 693	1 412 673 554

No encumbrances existed on any of the property and equipment in portfolio as at 31 December 2025.

	Freehold properties ZWG	Leasehold improvements ZWG	Equipment furniture & fittings ZWG	Computer equipment ZWG	Marine assets and motor vehicles ZWG	Capital work in progress ZWG	Total ZWG
31 December 2024							
Cost or valuation							
Balance at 1 January 2024	559 333 048	182 198 085	215 955 391	300 709 852	99 582 557	7 943 934	1 365 722 867
Additions	-	7 425 645	45 341 916	72 746 912	37 412 007	-	162 926 480
Disposals	-	-	(300 313)	(229 855)	(46 083 703)	-	(46 613 871)
Transfer between categories	-	-	954 953	-	-	(954 953)	-
Surplus on revaluation	31 204 762	1 383	7 043 541	74 416 378	23 837 825	-	136 503 889
Effects of translation to presentation to presentation currency	420 952 727	41 765 449	43 780 858	101 137 958	26 821 795	1 802 746	636 261 533
Balance at 31 December 2024	1 011 490 537	231 390 562	312 776 346	548 781 245	141 570 481	8 791 727	2 254 800 898
Accumulated depreciation and impairment							
Balance at 1 January 2024	80 420 617	133 400 646	167 842 254	176 002 720	57 111 749	5 946 034	620 724 020
Recognised in statement of profit or loss	19 093 847	21 114 717	17 680 067	122 556 052	29 490 220	-	209 934 903
Disposals	-	-	(705)	(113 751)	(1 735 363)	-	(1 849 819)
Impairment	9 906 624	-	2 665 630	703 861	42 125	-	13 318 240
Balance at 31 December 2024	109 421 088	154 515 363	188 187 246	299 148 882	84 908 731	5 946 034	842 127 344
Carrying value at 31 December 2024	902 069 449	76 875 199	124 589 100	249 632 363	56 661 750	2 845 693	1 412 673 554
Carrying value at 31 December 2023	478 912 431	48 797 439	48 113 137	124 707 132	42 470 808	1 997 900	744 998 847

No encumbrances existed on any of the property and equipment in portfolio as at 31 December 2024

* The prior year was restated, (refer to note 1.4)

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
8. Intangible assets		
Computer software		
Carrying amount at beginning of year	198 322 082	23 842 987
Additions at cost	26 119 376	158 774 316
Amortisation	(34 140 309)	(6 571 540)
Impairment	(11 038)	(1 366 932)
Effects of translation to presentation currency	1 448 728	23 643 251
Balance at end of year	191 738 839	198 322 082

9 Deposits and other accounts

9.1 Summary of deposits by type

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Balances of banks	692 246 355	605 537 397
*Current accounts	4 922 305 208	367 542 189
*Savings and call accounts	73 064 257	3 815 805 886
Term deposits	882 408 148	694 117 943
	6 570 023 968	5 483 003 415

*In the current year, the Group changed the classification of customer deposits within the new core banking system. All customer deposits that are available on demand are now consolidated under current accounts. This reclassification results in a significant shift in the deposit composition, compared to the

Audited Abridged Financial Results for the year ended 31 December 2025

Notes to the consolidated financial statements (continued)

10 Insurance and reinsurance contracts

10.1 Consolidated Life and non-Life insurance assets and liabilities

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Insurance contracts issued		
Insurance contract liabilities	225 182 688	268 691 070
Insurance contract assets	(22 725 762)	-
Net insurance contracts issued	202 456 926	268 691 070
Reinsurance contracts held		
Reinsurance contracts assets	(90 401 677)	(110 925 292)
Net reinsurance contract (Assets) / Liabilities held	(90 401 677)	(110 925 292)

11 Offshore borrowings

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Balance at beginning of year	234 531 818	221 920 345
Additions	180 899 752	281 438 182
Interest expense	23 186 793	25 792 694
Capital repayments	(206 169 118)	(259 278 086)
Interest expense paid	(23 186 793)	(25 792 694)
Effects of translation to presentation currency	181 355	(9 548 623)
Balance at end of year	209 443 807	234 531 818
Within 1 year	110 916 892	234 531 818
Over 1 year	98 526 915	-
Balance at end of year	209 443 807	234 531 818

The offshore borrowings are in respect of loans advanced to ZB Bank Limited, at interest rates ranging from 9.4272% to 11.5984%.

12 Lease liabilities

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Balance at the beginning of year	33 662 559	27 481 249
Add finance cost posted to profit or loss	1 099 534	1 778 869
Less lease liabilities paid during the year	(65 412 126)	(5 974 395)
Effects of translating to presentation currency	15 452 100	10 376 836
Lease liability modifications	62 773 320	-
Balance at end of year	47 575 387	33 662 559
Maturing within 1 year	9 515 077	6 732 512
Maturing after 1 year	38 060 310	26 930 047

13 Net interest income

The Group presents interest income on financial assets that are subsequently measured at amortised cost or FVTOCI as part of revenue because it arises in the course of the Group's ordinary activities.

13.1 Interest income calculated using the effective interest rate method

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Advances	824 205 630	415 692 361
Mortgages	54 318 626	39 607 566
Overdraft accounts	119 700 433	25 657 148
Treasury bills at FVTOCI	384 796 173	82 053 331
Treasury bills at FVTPL	12 499 011	2 134 299
Cash and short-term funds	(3 235 258)	3 607 099
Loans to other banks	72 495 895	19 800 077
	1 464 780 510	588 551 881
Other interest and related income		
Other interest categories	106 599	9 749 451
Total interest and related income	1 464 887 108	598 301 332

13.2 Interest expense calculated using the effective interest rate

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Customer deposits	229 495 831	95 169 251
Finance costs on operating lease liabilities	1 099 534	1 778 869
Offshore borrowings	23 186 793	25 792 694
Long term borrowings	9 189 418	-
	262 971 576	122 740 814
Other interest and related expenses		
Other interest payable categories	646	1 038 336
Total interest and related expenses	262 972 222	123 779 150
Net interest and related income	1 201 914 886	474 522 182

13.3 Loan impairments charges, net recoveries

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Treasury Bills	(52 468 423)	208 622 743
Guarantees	38 014 495	(43 673 261)
Mortgages and other advances	(276 908 412)	(68 698 402)
Debentures	3 803 154	(15 994 030)
Net recoveries against loans previously written off	-	69 626 656
Loan commitments	31 251 997	25 679 306
	(256 307 189)	(104 285 670)

14 Insurance revenue and expenses

14.1 Insurance service revenue

	2025					2024				
	Life Risk ZWG	Life Savings ZWG	Life Annuities ZWG	Non Life ZWG	Total ZWG	Life Risk ZWG	Life Savings ZWG	Life Annuities ZWG	Non Life ZWG	Total ZWG
Contracts not measured under the PAA										
Amounts relating to the changes in the LRC										
Expected insurance service expenses incurred in the period	962 446	7 020 072	47 477	-	8 029 995	(10 642 581)	1 568 246	132 405	-	(8 941 930)
Change in the risk adjustment for nonfinancial risk	(144 822)	(469 409)	(1 315)	-	(615 546)	262 538	28 780	(17 810)	-	273 508
Amount of CSM recognised in profit or loss	4 682 056	5 558 125	74 749	-	10 294 930	1 469 844	1 216 160	2 388	-	2 688 392
Amounts relating to recovery of insurance acquisition cashflows	2 714 946	3 389 033	2 575	817 978 678	824 085 232	1 537 122	1 250 595	-	-	2 787 717
Insurance revenue from contracts not measured under the PAA	8 194 626	15 497 821	123 486	817 978 678	841 794 611	(7 373 077)	4 063 781	116 983	-	(3 192 313)
Insurance revenue from contracts measured under the PAA	134 655 969	-	-	134 655 969	64 666 879	-	-	363 828 649	427 495 528	802 993 056
Total insurance revenue	142 850 595	15 497 821	123 486	817 978 678	976 450 580	57 293 802	4 063 781	116 983	362 828 649	424 303 215

14.2 Insurance service expenses

	2025					2024				
	Life Risk ZWG	Life Savings ZWG	Life Annuities ZWG	Non Life ZWG	Total ZWG	Life Risk ZWG	Life Savings ZWG	Life Annuities ZWG	Non Life ZWG	Total ZWG
Incurd claims	45 130 653	88 512	-	211 689 933	256 909 098	13 047 086	128 166	-	150 450 675	163 625 927
Other directly attributable expenses	49 604 757	8 216 358	51 877	56 823 437	114 696 429	47 409 844	4 815 206	29 115	-	52 254 165
Changes that relate to past service - adjustments to the LRC	(8 452 853)	-	-	13 861 326	5 408 473	6 757 193	-	-	(49 703 820)	(42 946 627)
Losses and reversal of losses on onerous contracts	(34 600 990)	(3 377 797)	389 823	-	(37 588 964)	8 330 826	21 323 978	30 221	97 515 217	127 200 242
Amortisation of insurance acquisition cash flows	36 688 535	3 389 033	2 575	251 509 871	291 590 014	1 537 122	1 250 595	-	25 469 989	28 257 706
Total insurance service expenses	88 370 102	8 316 108	444 275	533 894 567	631 015 052	77 082 071	27 517 945	59 336	223 732 061	328 391 413

14.3 Net Income Or Expenses From Reinsurance Contracts Held

The Group has voluntarily disclosed an analysis of the net expenses from reinsurance contracts held recognised in the period in the table below:

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Amounts relating to the changes in the assets for remaining coverage		
Expected claims and other expenses recovery	292 001	393 028
Changes in the risk adjustment recognised for the risk expired	208 659	4 556
CSM recognised for the services received	20 955	135 231
Reinsurance Expenses from contracts held not measured under PAA	521 615	832 815
Reinsurance Expenses from contracts held measured under PAA - Life	6 995 623	2 465 851
Reinsurance Expenses from contracts held measured under PAA- Non Life	179 060 372	105 879 528
Allocation of Reinsurance Expenses		
Reinsurance Recoveries	186 577 610	108 878 194
Reinsurance Recoveries	(52 409 292)	(5 696 290)
Changes that related to past service - adjustments to incurred claims	218 782	(112 128)
Amounts recoverable from reassurers for incurred claims - Non Life	(52 190 510)	(5 808 418)
Net (income) / expense from reinsurance contracts held	134 387 100	103 069 776

Notes to the consolidated financial statements (continued)

14.4 Net Insurance Financial Results

Insurance finance income / (expenses) from insurance contracts issued
An analysis of investment income and net insurance finance expenses is presented below:

	2025			2024		
	Insurance related ZWG	Non- insurance ZWG	Total ZWG	Insurance related ZWG	Non- insurance ZWG	Total ZWG
Investment income						
Amounts recognised in profit or loss						
Rental income from investment property	-	5 346 415	5 346 415	-	2 881 614	2 881 614
Other interest income	5 069 391	-	5 069 391	4 985 943	-	4 985 943
Other dividend income - investments and securities	3 998 724	-	3 998 724	-	-	-
Impairment loss on debt instruments at amortisation cost	3 625 925	-	3 625 925	-	-	-
Total investment income	12 694 040	5 346 415	18 040 455	5 467 536	2 881 614	8 349 150
Interest revenue calculated using effective interest rate	-	-	-	703 187	-	703 187
Total amounts recognised in the profit or loss	12 694 040	5 346 415	18 040 455	6 170 723	2 881 614	9 052 337
Insurance finance income / (expenses) from insurance contracts issued						
Interest accreted to insurance contracts using current financial assumptions	-	-	-	(106 889 496)	-	(106 889 496)
Interest accreted to insurance contracts using locked in rate	-	-	-	(1 649 898)	-	(1 649 898)
Net foreign exchange income / (expense)	(5 171 007)	-	(5 171 007)	-	-	-
Total insurance finance income / (expenses) from insurance contracts issued	(5 171 007)	-	(5 171 007)	(108 539 394)	-	(108 539 394)
Reinsurance finance income / (expenses) from reinsurance contracts held						
Interest accreted to reinsurance contracts using current financial assumptions	(834 914)	-	(834 914)	490 740	-	490 740
Interest accreted to reinsurance contracts using locked in rate	14 037	-	14 037	(376 266)	-	(376 266)
Reinsurance finance income / (expenses) from reinsurance contract held	(820 877)	-	(820 877)	114 474	-	114 474

15 Commission and fees income

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Comprised income from:		
Commissions and fees		
Digital channels	810 405 831	506 376 433
Insurance underwriting commissions	15 072 694	10 812 587
Management and service fees	871 629 038	558 563 248
Other commissions	75 486 931	82 023 108
	1 772 594 493	1 157 775 376

16 Other operating income

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Foreign currency trading income*	56 619 703	212 732 954
Net exchange gains*	483 713 736	1 220 895 799
Dividends from investment Securities	20 310 206	14 062 978
Profit on disposal of investment property	-	542 106
Rent received	201 715 906	74 474 112
Other**	89 753 544	59 887 191
	852 113 095	1 369 862 186

* In prior period, exchange gains and trading income were presented on a combined basis. In the current, these amounts have been aggregated and presented separately to provide more relevant information to users the financial statements

**Other income mainly comprises of property services income.

17 Operating expenses

	Audited 31 Dec 2025 ZWG	Restated 31 Dec 2024 ZWG
Staff expense	1 190 307 735	723 989 959
Communication expenses	82 881 612	35 608 595
National Social Security Authority expenses	15 106 191	9 045 355
Pension fund expenses	74 573 521	39 574 891
Marketing expenses	24 928 481	14 647 756
Computers and information technology expenses	228 274 615	232 457 671
Occupation expenses	220 520 807	46 598 392
Transport expenses	48 336 613	30 635 234
Travelling expenses	25 164 902	21 182 864
Security costs	138 101 077	61 158 408
Depreciation of property and equipment	220 729 865	209 934 903
Amortisation of intangible assets	34 140 309	6 571 540
Depreciation of right of use asset	46 805 886	2 032 615
Impairment of property and equipment	2 068 179	13 318 240
Consultancy fees	14 425 354	14 362 292
Consumables and stationery	29 518 315	11 072 342
Bank charges	112 079 844	75 671 984
Impairment of intangible assets	11 038	1 366 932
Administration expenses	391 493 239	191 059 211
Amortisation of valuation discount on long term borrowings	-	(318 597)
Directors' fees	28 631 668	26 172 856
IMTT expenses	940 918	16 905 255
Loss on disposal of property and equipment	(6 389 011)	26 986 129
	2 922 651 158	1 812 664 827

* The prior year was restated, (refer to note 1.4)

Included in administration expenses are the following:

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Auditors' remuneration	27 443 346	16 987 110
- for current year audit	9 468 864	15 594 069
- for half year review	1 484 800	714 961
- for prior year final	16 489 682	678 080

18 Income tax expense

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Current income tax	398 754 626	156 953 998
Deferred tax expense / (credit)	(90 292 469)	(27 936 682)
Current year	(90 292 469)	(27 936 682)
Income tax expense	308 462 157	129 017 316

19 Earnings per share

Basic earnings per share (ZW cents)
The calculation of basic earnings per share for the period ended 31 December 2025 of ZWG 350 cents (2024: ZWG 656 cents) is based on the profit after tax attributable to the parent of ZWG0.552 billion (2024: ZWG 1.034 billion) and weighted average number of shares of 157 522 902 (2024:157 522 902).

There were no dilutive instruments for the year.

20 Financial instruments and risk management

Audited Abridged Financial Results for the year ended 31 December 2025

Notes to the consolidated financial statements (continued)

20.1 Capital risk management (continued)

Management of the Group monitors the level of capital adequacy on a continual basis, employing techniques adopted from the guidelines developed by the Basel Committee and contained in the Basel II capital accord as implemented by the supervisory authorities for each of the affected entities. For the life assurance business, regular actuarial reviews are undertaken to establish the solvency of the business.

An Internal Capital Adequacy Assessment Plan (ICAAP) has been developed for Banking operations and defines capital targets which are generally set above regulatory levels, stress test scenarios and risk appetite across different lines of operations.

Management of the Group monitors the level of capital adequacy on a continual basis, employing techniques adopted from international best practice.

20.2 Financial risk management

The Group maintains active trading positions in a variety of non-derivative financial instruments in anticipation of customer demand. The Group manages its trading activities by the type of risk involved and on the basis of the categories of trading instruments held. Regular feedback on risk related matters is provided to the Board through the Board Governance, Risk and Compliance Committee.

20.2.1 Classification and measurement of financial assets and financial liabilities

The following table shows the carrying amounts and the fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

The carrying amount of financial assets and financial liabilities approximate their fair value.

20.2.1 Classification and measurement of financial assets and financial liabilities

	CARRYING AMOUNT			FAIR VALUE				
	Carried at FVTPL ZWG	Carried at AMCO ZWG	Carried at FVTOCI ZWG	Total ZWG	Level 1 ZWG	Level 2 ZWG	Level 3 ZWG	Total ZWG
31 December 2025								
Financial assets measured at fair value								
Listed equity securities	413 895 000	-	-	413 895 000	413 895 000	-	-	413 895 000
Unlisted investments	190 615 858	-	-	190 615 858	-	-	190 615 858	190 615 858
Treasury bills	61 692 106	-	1 274 189 533	1 335 881 639	-	61 692 106	1 274 189 533	1 335 881 639
Government stock	6 695 769	-	-	6 695 769	-	-	6 695 769	6 695 769
Debentures and bonds	-	85 500 065	-	85 500 065	-	85 500 065	-	85 500 065
Financial assets not measured at fair value								
Trade and other receivables	-	578 957 455	-	578 957 455	-	-	-	578 957 455
Cash and cash equivalents	-	4 031 757 251	-	4 031 757 251	-	-	-	4 031 757 251
Mortgages and other advances	-	3 089 902 781	-	3 089 902 781	-	-	-	3 089 902 781
Total	734 590 839	7 786 117 552	2 548 379 066	11 069 087 457	413 895 000	147 192 171	1 471 501 160	2 032 588 331
Financial liabilities								
Deposit and other accounts	-	(6 570 023 968)	-	(6 570 023 968)	-	-	-	(6 570 023 968)
Trade and other payables	-	(922 373 006)	-	(922 373 006)	-	-	-	(922 373 006)
Off shore borrowings	-	(209 443 807)	-	(209 443 807)	-	-	-	(209 443 807)
Long term borrowings	-	(54 675 018)	-	(54 675 018)	-	-	-	(54 675 018)
Investment contract liabilities	(231 005 474)	-	-	(231 005 474)	-	-	(231 005 474)	(231 005 474)
Total	(231 005 474)	(7 756 515 799)	-	(7 987 521 273)	-	-	(231 005 474)	(231 005 474)

The carrying amount of the financial assets not measured at fair value approximates the fair value.

	CARRYING AMOUNT			FAIR VALUE				
	Carried at FVTPL ZWG	Carried at AMCO ZWG	Carried at FVTOCI ZWG	Total ZWG	Level 1 ZWG	Level 2 ZWG	Level 3 ZWG	Total ZWG
31 December 2024								
Financial assets measured at fair value								
Listed equity securities	453 808 905	-	-	453 808 905	453 808 905	-	-	453 808 905
Unlisted investments	108 310 907	-	-	108 310 907	-	-	210 778 989	210 778 989
Treasury bills	69 750 303	-	809 049 526	878 799 829	-	69 750 303	809 049 526	878 799 829
Financial assets not measured at fair value								
Trade and other receivables	-	442 995 745	-	442 995 745	-	-	-	442 995 745
Cash and cash equivalents	-	2 902 848 808	-	2 902 848 808	-	-	-	2 902 848 808
Mortgages and other advances	-	3 988 679 045	-	3 988 679 045	-	-	-	3 988 679 045
Total	631 870 115	7 334 523 598	809 049 526	8 775 443 239	453 808 905	69 750 303	1 019 828 515	1 543 387 723
Financial liabilities								
Deposit and other accounts	-	(5 483 003 415)	-	(5 483 003 415)	-	-	-	(5 483 003 415)
Trade and other payables	-	(1 132 913 525)	-	(1 132 913 525)	-	-	-	(1 132 913 525)
Off shore borrowings	-	(234 531 818)	-	(234 531 818)	-	-	-	(234 531 818)
Investment contract liabilities	(175 413 650)	-	-	(175 413 650)	-	-	-	(175 413 650)
Total	(175 413 650)	(6 850 448 758)	-	(7 025 862 408)	-	-	-	(7 025 862 408)

20.2.2 Valuation techniques for securities held at fair value

20.2.2.1 Level 1 valuation

Listed equity investments are valued in relation to prices ruling at the stock market at which the stock is listed at the close of business on 31 December 2025.

20.2.2.2 Level 2 valuation

These investments are valued using inputs other than quoted prices which are observable for the asset. Treasury bills are valued by discounting cash flows using the market rate for similar instruments as the discounting rate.

20.2.2.3 Level 3 valuation

Unlisted investments were valued at net asset value, dividend growth model and price earnings multiple techniques. In applying this method judgement was used.

Level 3 recurring fair values

A reconciliation from the opening balances to the closing balances for level 3 fair values is shown below:

	Audited 31 Dec 2025 ZWG	*Restated 31 Dec 2024 ZWG
Balance at beginning of year	112 282 870	176 469 429
Fair value adjustments	13 029 646	(38 013 098)
*Additions - note 8.3	116 329 932	125 068 233
*Disposals - note 8.3	(161 235 126)	(123 380 642)
Exchange gains	606 310	536 154 112
Effects of translation to presentation currency	(313 609 613)	(564 015 164)
Balance at the end of year	394 623 254	112 282 870

*The reported amounts was computed by aggregating debentures bonds and government bonds which are not equity instruments as disclosed in note 8.3.

The prior year was restated. (refer to note 1.3)

The following factors are relevant in understanding the level 2 and level 3 fair value measurement basis:

Type	Valuation technique	Significant unobservable inputs
Equity Security	<p>Net Asset Value (Level 3): The valuation model determines the fair value of investment in subsidiaries. The NAV is calculated as the subsidiaries' total assets (which are predominantly measured at Fair Value) less their total liabilities based on the most recent financial information at the reporting date.</p> <p>Significant unobservable input is the value of underlying assets held by the subsidiaries</p>	<p>The value of the investment in subsidiaries is sensitive to changes in the significant unobservable input. A reasonably possible increase or decrease in the value of the subsidiaries' underlying net assets would result in a corresponding increase or decrease in the value of the investment in subsidiaries recognised by the Group.</p> <p>A 5% increase in the underlying asset will result in an increase in profit or loss of ZWG90.8million (2024: ZWG22.9 million), while a 5% decrease in the underlying asset will result in an increase in profit or loss of ZWG90.8 million (2024: ZWG22.9 million).</p> <ul style="list-style-type: none"> Risk Discounting rate. December 2025: Average rates of 20%-38% (December 2024: Average rates of 20%-40%) A 5% increase in the risk discounting rate will result in a decrease in profit or loss of ZWG90.8million (2024: ZWG22.9 million), while a 5% decrease in the risk discounting rate will result in an increase in profit or loss of ZWG90.8 million (2024: ZWG22.9 million). Sustainable growth rate as at 31 December 2025 was 9.7%: (December 2024: 9.7%). A 2% increase in the sustainable growth rate will result in an increase in profit or loss of ZWG36.3 million (2024: ZWG9.2 million), while a 2% decrease in the sustainable growth rate will result in a decrease in profit or loss of ZWG36.3 million (2024: ZWG9.2 million). Terminal value based on market exit EBITDA multiple December 2025: 2.93X (December 2024: 2.93X). A 10% increase in terminal value will result in a decrease in profit or loss of ZWG181.7 million (2024: ZWG45.8 million), while a 10% decrease in terminal value will result in an increase in profit or loss of ZWG181.7 million (2024: ZWG45.8 million).
	<p>Discounted Cash Flow Method (Level 3): The method uses the past financial information to predict the future cashflows which are then discounted using the weighted cost of capital. Despite several practical challenges in applying the discounted free cash flow ("DCF") method, such as but not restricted to; challenges in anticipating the right inputs for the model,</p> <ul style="list-style-type: none"> dependence on several assumptions and the subjectivity of some of them. 	

Notes to the consolidated financial statements (continued)

20.2.2.3 Level 3 valuation (continued)

Type	Valuation technique	Significant unobservable inputs
Equity Security	<p>Price earnings multiple (Level 3): The price earnings multiple was considered suitable for valuation of Zimswitch as it is among the most generally used valuation methods when valuing a company's business.</p> <p>The application of the P/E method is affected mostly by the use of historical earnings ("trailings earnings") Although employing forward earnings is an option, the calculation of such earnings is arbitrary. This is especially problematic for Zimswitch's valuation because the macroeconomic environment in which the valuation is being done is volatile and characterized by hyperinflationary conditions, which means that the company's past earnings may not be indicative of its future earnings. The market approach as prescribed by IFRS 13 - Fair valuation requires the identification of a similar orientational quoted assets with similar risk profiles</p> <p>EBITDA (Level 3): It measures the total value of a company, including its debt and equity, relative to its financial performance. In order to avoid complicated accounting changes, it requires easily accessible financial data in the form of proxy multiples and a company's EBITDA figures.</p> <p>Enterprise value Value/Sales valuation method (EV/Sales Valuation Method) (Level 3): This method calculates the enterprise value (EV) by dividing the enterprise value (EV) by dividing the company's market capitalization by its annual sales revenue. It provides a good valuation based on its revenue performance.</p>	<p>Adjusted market price earnings multiple.</p> <ul style="list-style-type: none"> Price earnings ratio December 2025: 11.3X-13.6X; (December 2024: 5.9X-8.8X). <p>A 20% increase in price earnings ratio will result in an increase in profit or loss of ZWG363.3 million (2024: ZWG91.6 million), while a 20% decrease in price earnings ratio will result in a decrease in profit or loss of ZWG363.3 million (2024: ZWG91.6 million).</p> <p>EBITDA multiple. December 2024: 4.84X-7.58X (December 2024: 4.84X-17.72X)</p> <p>A 50% increase in EBITDA will result in increase in profit or 20% decrease in EBITDA will result in a decrease in profit or loss of ZWG937.6 million (2024: ZWG222.7 million).</p> <p>Value/Sales Adjusted EV/Sales Multiple December 2024:3.1X -8.7X (December 2024: 3.13X - 15.96X).</p> <p>A 5% increase in adjusted EV/Sales Multiple will result in an increase in profit or loss of ZWG90.8million (2024: ZWG22.9 million). While a 5% decrease in adjusted EV/Sales Multiple will result in a decrease in profit or loss of ZWG90.8 million (2024 ZWG22.9 million).</p>
Treasury bills	Discounted cashflow valuation technique (Level 2): The Group uses the discounted cashflow valuation technique by applying a risk discounted rate for comparable risk profiles and applying this on the contractual cash flows to determine the present value of the treasury bills.	<p>The fair values of treasury bills are based on discounted cashflow valuation technique which make use of discount rate which takes into account the US Libor Rate of adjusted for country risk.</p> <p>Adjusted discount rate - (December 2025: Average rates of 0%- 9% (December 2024: Average rates of 0%-9%)</p> <p>A 2% increase in adjusted discount rate will result in the reported other comprehensive income increasing by ZWG51.3 million (2024: ZWG8.6 million) and the value of the treasury bills increasing by ZWG21.4 million (2024: ZWG19.2 million)</p> <p>A 2% decrease in adjusted discount rate will result in the reported other comprehensive income decreasing by ZWG51.3 million (2024: ZWG8.6 million) and the value of the treasury bills decreasing by ZWG21.4 million (2024: ZWG19.2 million).</p>
Investment Contract Liabilities	Financial liabilities measured at fair value according to their IFRS 9 classification, are classified according to fair value hierarchy level 3. The Company has material exposure in Mashonaland Holdings, which is the significant asset that is underlying the investment contract liabilities. The fair value of the investment in Mashonaland holdings is determined with reference to the net assets value, which is level 3 hence the same basis applies to the investment contract liabilities.	A 10% increase in average net asset value would result in an increase in profit or loss of ZWG6,054,900 (2024: ZWG 5,352,300), while a 10% decrease in net asset value would result in a decrease in fair profit or loss of ZWG 6,054,900 (2024: ZWG 5,352,300).

20.2.3 Definition of financial risk

The Group defines financial risk as the risk that involves financial loss to the institution. The risk arises collectively due to liquidity risk, market risk, operational risk, legal risk and credit risk.

20.2.3.1 Liquidity risk

Definition

The Group considers two types of liquidity risk, funding liquidity risk and market liquidity risk. Funding liquidity risk is the risk that the Group is unable to meet its payment obligations as they fall due. These payment obligations could emanate from depositor withdrawals, the inability to roll over maturing debt or meet contractual commitments to lend. Market liquidity risk is the risk that the Group will be unable to sell assets, without incurring an unacceptable loss, in order to generate cash required to meet payment obligations under a stress liquidity event.

Through the robust Liquidity Risk Management Framework, the Group manages the funding and market liquidity risk to ensure that the Group's operations continue uninterrupted under normal and stressed conditions. The key objectives that underpin the Liquidity Risk Management Framework include maintaining financial market confidence at all times, protecting key stakeholder interests and meeting regulatory requirements.

Liquidity risk governance and policy

The board of directors retains ultimate responsibility for the effective management of liquidity risk. Through the Board Risk Committee (a board subcommittee), the board has delegated its responsibility for the management of liquidity risk to Assets and Liabilities Committee (ALCO) and the ZB Group Executive Committee.

The Group's Liquidity Risk Management Framework articulates the board-approved risk appetite in the form of limits and guidelines, and sets out the responsibilities, processes, reporting and assurance required to support the management of liquidity risk. The Liquidity Risk Management Framework is reviewed annually by ALCO and approved by the Board Governance, Risk and Compliance Committee.

The Group's daily liquidity requirements are managed by an experienced centralised Treasury department. Within the context of the board-approved Liquidity Risk Management Framework, Group Treasury department is responsible for proactively managing liquidity risk at an operational, tactical and strategic level.

In terms of the overall liquidity risk management process independent oversight and assurance are provided by Group Business Risk Management and Group Internal Audit, which conduct independent reviews.

Identification techniques

This risk is identified through the analyses of contractual maturity mismatch between assets and liabilities and stress testing.

Measurement methods

Liquidity risk is measured using the gap analysis techniques and the term structure of assets and liabilities.

The Group uses liquidity management tools such as the liquidity ratio, maturity gap analysis, daily cash flow summary & forecasting and stress testing to measure liquidity risk.

Liquidity gap analysis as at 31 December 2025

The tables below set out the remaining contractual maturities of the Group's financial assets and financial liabilities.

	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months and undeterminable* ZWG	Total ZWG	Carrying amount ZWG
Financial assets by type:						
Cash and cash equivalents	1 838 171 594	1 960 745 284	232 840 373	-	4 031 757 251	4 031 757 251
Trade and other receivables	268 269 493	310 687 962	-	-	578 957 455	578 957 455
Treasury bills	1 079 045 368	-	103 234 245	154 956 068	1 337 235 681	1 335 881 639
Mortgages and other advances	873 525 954	784 628 743	318 163 914	1 229 448 338	3 205 766 949	3 089 902 781
Financial assets classified at fair value through profit or loss*	-	-	-	611 206 627	611 206 627	611 206 627
Financial assets held at amortised cost	-	-	-	81 696 911	81 696 911	85 500 065
Total	4 059 012 409	3 056 061 988	654 238 532	2 077 307 944	9 846 620 874	9 733 205 818
Financial liabilities by type						
Deposits and other account	(6 242 756 762)	(638 829 266)	(186 976 588)	(59 646 146)	(7 128 208 762)	(6 570 023 968)
Trade and other payables	(1 006 942 562)	(236 324 416)	(2 457 426)	(14 266 045)	(1 259 990 449)	(1 006 942 562)
Offshore borrowings	(49 483 554)	(30 716 669)	(30 716 669)	(100 452 889)	(211 369 781)	(209 443 807)
Lease liabilities (792 923)	(3 964 616)	(4 757 539)	(39 159 843)	(48 674 921)	(47 575 387)	(3 441 545)
Loan commitments (233 391 807)	(128 542 791)	(181 183 229)	-	(54 413 997)	(557 531 824)	-
Guarantees	(14 601 153)	-	-	360 311	(14 240 843)	-
Investment contract liabilities	(231 005 474)	-	-	-	(231 005 474)	(231 005 474)
Total	(7 778 974 235)	(1 038 377 758)	(406 091 451)	(267 578 609)	(9 491 022 054)	(8 068 432 743)
Period gap	(3 719 961 827)	2 017 684 230	248 147 081	1 809 729 335	355 598 820	1 664 773 075
Cumulative gap	(3 719 961 827)	(1 702 277 596)	(1 454 130 515)	355 598 820	-	-

*Financial assets at fair value through profit or loss includes zimswitch, visa, swift shares and other investments in listed equities, the maturity dates of which are undeterminable

Audited Abridged Financial Results for the year ended 31 December 2025



Notes to the consolidated financial statements (continued)

Liquidity gap analysis as at 31 December 2024

The tables below set out the remaining contractual maturities of the Group's financial assets and financial liabilities.

	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Total ZWG	Carrying amount ZWG
Financial assets by type:						
Cash and cash equivalents	2 710 749 018	6 974 617	185 125 173	-	2 902 848 808	2 902 848 808
Trade and other receivables	158 480 407	110 748 936	-	-	269 229 343	269 229 343
Treasury bills	91 581 141	277 390 756	298 860 381	211 256 395	879 088 673	878 799 829
Mortgages and other advances	619 443 315	458 386 014	759 248 455	2 413 218 215	4 250 295 999	3 988 679 045
Financial assets held at fair value through profit or loss	-	-	-	566 091 775	566 091 775	566 091 775
Financial assets held at amortised cost	-	-	-	99 644 125	99 644 125	83 650 095
	3 580 253 881	853 500 323	1 243 234 009	3 290 210 510	8 967 198 723	8 689 298 895
Financial liabilities by type						
Deposits and other accounts	(4 787 678 674)	(483 681 776)	(168 876 970)	(38 480 337)	(5 478 717 757)	(5 483 003 415)
Trade and other payables	(1 231 393 170)	(357 713 653)	(47 860 049)	(79 311 361)	(1 716 278 233)	(1 231 393 170)
Long term loan	-	-	-	-	-	-
Offshore borrowings	-	(234 531 818)	-	-	(234 531 818)	(234 531 818)
Lease liabilities	(561 043)	(2 905 213)	(3 366 256)	(28 708 916)	(35 441 428)	(33 662 559)
Loan commitments	(69 832 178)	(118 631 591)	(450 801 915)	(1 330 172 910)	(1 969 438 594)	(2 770 097 084)
Guarantees	(3 895 574)	-	-	-	(3 895 574)	-
Investment contracts liabilities	(35 082 730)	-	-	(140 330 920)	(175 413 650)	(175 413 650)
	(6 128 443 369)	(1 197 364 051)	(670 905 190)	(1 617 004 443)	(9 613 717 053)	(9 928 101 696)
Period gap	(2 548 189 488)	(343 863 728)	572 328 819	1 673 206 067	(646 518 330)	(1 238 802 801)
Cumulative gap	(2 548 189 488)	(2 892 053 215)	(2 319 724 396)	-	-	-

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Liquidity ratios		
Total liquid assets	5 367 638 890	3 781 648 637
Total liabilities to the public	6 570 023 968	5 483 003 415
Liquidity ratio	82%	55%
Average for the year	48%	64%
Maximum for the year	57%	85%
Minimum for the year	38%	48%
Minimum statutory liquidity ratio	30%	30%

Regulated banking operations, ZB Bank Limited reported liquidity ratios that were above the minimum regulated ratios as follows:

	31 Dec 2025	31 Dec 2024
ZB Bank Limited	66%	51%

20.2.3.2 Market risk

Market risk is the risk of losses in on- and off-balance sheet positions arising from movements in market prices. The Group is exposed to market risk through holding interest rate, foreign exchange rate and stock price sensitive positions. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

The Group regularly assessed market-specific and market wide incidences and there was no material impact. identified during the reporting period.

Interest rate gap analysis as at 31 December 2025

	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Carrying amount ZWG
Financial assets by type:					
Cash and cash equivalents	4 031 757 251	-	-	-	4 031 757 251
Treasury bills	-	-	-	1 335 881 639	1 335 881 639
Advances and other accounts	1 109 664 812	-	103 234 245	1 877 003 724	3 089 902 781
Financial assets held at fair value through profit or loss	795 559 614	784 628 743	318 163 913	(1 288 710 460)	609 641 810
Financial assets held at amortised cost	1 111 534 522	9 432 316	141 851 021	(1 177 317 794)	85 500 065
	7 048 516 199	794 061 059	563 249 179	746 857 109	9 152 683 546
Financial liabilities by type					
Deposits and other accounts	(4 824 311 098)	(2 754 806 343)	(747 578 813)	1 756 672 286	(6 570 023 968)
Offshore borrowings	-	(209 443 807)	-	-	(209 443 807)
	(4 824 311 098)	(2 964 250 150)	(747 578 813)	1 756 672 286	(6 779 467 775)
Period gap	2 224 205 101	(2 170 189 091)	(184 329 634)	2 503 529 394	2 373 215 770
Cumulative gap	2 224 205 101	54 016 010	(130 313 624)	2 373 215 770	-

Interest rate gap analysis as at 31 December 2024

	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Carrying amount ZWG
Financial assets by type:					
Cash and cash equivalents	2 902 848 808	-	-	-	2 902 848 808
Treasury bills	91 581 141	277 390 756	298 860 381	419 590 294	1 087 422 572
Advances and other accounts	623 841 430	457 253 408	755 924 418	2 151 659 794	3 988 679 050
Financial assets held at fair value through profit or loss	-	-	-	566 091 775	566 091 775
Financial assets held at amortised cost	-	-	-	83 650 095	83 650 095
	3 618 271 379	734 644 164	1 054 784 799	3 220 991 958	8 628 692 300
Financial liabilities by type					
Deposits and other accounts	-	-	-	-	-
Long term borrowing	(4 787 678 674)	(483 681 776)	(168 876 970)	(42 765 995)	(5 483 003 415)
Offshore borrowings	-	(234 531 818)	-	-	(234 531 818)
	(4 787 678 674)	(718 213 594)	(168 876 970)	(42 765 995)	(5 717 535 233)
Period gap	(1 169 407 295)	16 430 570	885 907 829	3 178 225 963	2 911 157 067
Cumulative gap	(1 169 407 295)	(1 152 976 725)	(267 068 896)	2 911 157 067	-

Foreign currency position

The carrying amount of the Group's foreign denominated monetary assets and liabilities as at 31 December 2025 were as follows:

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Botswana pula	1 690 699 135	69 607 502
Malawian kwacha	540 333 438	-
British pound	69 607 502	427 352 399
Euro	-	2 394 877 866
South African rand	2 394 877 866	3 588 058 416
ZWG	34 633 553	13 399 261 204
Total assets	4 730 151 494	19 879 157 387
Botswana pula	(36 453 895)	(220 985 433)
British pound	(222 366 553)	-
Euro	(1 247 134 130)	(1 851 669 706)
South African rand	(1 851 669 706)	-
ZWG	-	(36 453 895)
Total liabilities	(3 357 624 284)	(2 109 109 034)
Net position	1 372 527 210	17 770 048 353

The Group's main exposure to foreign currency risk arises from the commitments for licence and support fees for information technology platforms that were sourced from foreign suppliers.

Sensitivity analysis

A 50% increase in exchange rates between USD and ZWG would result in the reported profit being increased by ZWG 36.95 million (2024: ZWG809.57 million), and equity being increased by ZWG 36.85 million (2024: ZWG809.57 million) while a reduction of 50% in exchange rates would result in the reported profits being reduced by ZWG 202.3 million (2024: ZWG809.57 million) and equity being reduced by ZWG 202.3 million (2024: ZWG809.57 million).

A 100% increase in exchange rates between USD and ZWG would result in the reported profit being increased by ZWG 404.6 million (2024: ZWG 1.6 billion) and equity being increased by ZWG 404.6 million (2024: ZWG 1.6 billion) while a reduction of 100% in exchange rates would result in the reported profits being reduced by ZWG 404.6 million (2024: ZWG 1.6 billion) and equity being reduced by ZWG 404.6 million (2024: ZWG 1.6 billion).

The sensitivity analysis for USD against other currencies is not material as the Group does not hold significant balances in other currencies.

Notes to the consolidated financial statements (continued)

20.2.4 Credit risk

The table below shows the credit quality and the maximum exposure for credit risk based on the Group internal credit rating system and period-end stage classification.

	2025				2024			
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG
Total mortgages and other advances	2 467 881 339	180 732 542	855 905 069	3 504 518 950	3 672 194 013	337 308 789	142 081 321	4 151 584 123
Guarantees	1 235 705	6 495 175	14 666 105	22 396 985	350 586 224	-	-	350 586 224
Loan commitments	597 531 824	-	-	597 531 824	1 969 438 594	-	-	1 969 438 594
Treasury bills	-	1 335 881 639	-	1 335 881 639	-	878 799 829	-	878 799 829
Other Financial Assets	4 696 214 771	-	-	4 696 214 771	3 255 728 247	-	-	3 255 728 247
Cash and cash equivalents	4 031 757 251	-	-	4 031 757 251	2 902 848 808	-	-	2 902 848 808
Financial Assets at amortised cost	85 500 065	-	-	85 500 065	85 500 095	-	-	83 650 095
Trade and other receivables	578 957 455	-	-	578 957 455	269 229 344	-	-	269 229 344
Total financial assets	11 794 620 890	1 523 109 356	870 571 174	10 156 544 169	9 247 947 078	1 216 108 618	142 081 321	10 606 137 017
Total mortgages and other advances	2 467 881 339	180 732 542	855 905 069	3 504 518 950	3 672 194 013	337 308 789	142 081 321	4 151 584 123
Good (AAto-A)	2 467 881 339	147 735	1 999 703	2 471 146 285	3 671 781 648	2 934 277	3 976 640	3 678 692 565
Special Mention (BB+ to CCC-)	208 492	179 258 807	130 675	179 597 974	412 365	334 374 512	261 350	335 048 227
Non performing (CC to D)	-	-	853 774 691	853 774 691	-	-	137 843 331	137 843 331
Total mortgages and other advances	2 467 881 339	180 732 542	855 905 069	3 504 518 950	3 672 194 013	337 308 789	142 081 321	4 151 584 123
Corporate Lending								
Good (AAto-A)	1 659 394 459	-	-	1 659 394 459	2 349 673 392	-	-	2 349 673 392
Special Mention (BB+ to CCC-)	-	142 383 970	-	142 383 970	-	274 055 762	-	274 055 762
Non performing (CC to D)	-	-	366 874 233	366 874 233	-	-	72 081 205	72 081 205
Total corporate lending	1 659 394 459	142 383 970	366 874 233	2 168 652 662	2 349 673 392	274 055 762	72 081 205	2 695 810 359
Small business Lending								
Good (AAto-BBB-)	33 617 785	13 193	22 766	33 653 744	149 054 398	1 473 735	1 999 703	152 527 836
Special Mention (BB+ to CCC-)	4 619	8 964 502	-	8 969 121	208 492	3 758 847	130 675	4 098 014
Non performing (CCTOD)	-	-	251 942 463	251 942 463	-	-	11 796 334	11 796 334
Total small business Lending	33 622 404	8 977 695	251 965 229	294 565 328	149 262 890	5 232 582	13 926 712	168 422 184
Consumer Lending								
Good (AAto-BBB-)	547 683 692	1 460 542	1 976 937	551 121 171	918 823 345	1 460 542	1 976 937	922 260 824
Special Mention (BB+ to CCC-)	203 873	19 440 307	130 675	19 774 855	203 873	49 509 294	130 675	49 843 842
Non performing (CCTOD)	-	-	169 161 356	169 161 356	-	-	48 323 982	48 323 982
Total consumer lending	547 887 565	20 900 849	171 268 968	740 057 382	919 027 218	50 969 836	50 443 594	1 020 428 648
Mortgage Lending								
Good (AAto-BBB-)	226 976 911	-	-	226 976 911	254 230 513	-	-	254 230 513
Special Mention (BB+ to CCC-)	-	8 470 028	-	8 470 028	-	7 050 609	-	7 050 609
Non performing (CCTOD)	-	-	65 796 639	65 796 639	-	-	5 641 810	5 641 810
Total Mortgage Lending	226 976 911	8 470 028	65 796 639	301 243 578	254 230 513	7 050 609	5 641 810	266 922 932
Guarantees								
Good (AAto-BBB-)	1 235 705	-	-	1 235 705	350 586 224	-	-	350

Audited Abridged Financial Results for the year ended 31 December 2025

Notes to the consolidated financial statements (continued)

20.4 Other business risks

- Operational risk
- Legal, reputational and compliance risk
- Technological risk
- Solvency risk
- Underwriting risk

20.5 Risk rating

20.5.1 Regulatory risk rating

ZB Bank Limited and ZB Building Society were assessed using the Risk Assessment System (RAS) and the CAMELS 5 rating model. The individual components of the rating systems were rated as follows:

RFI/(C)D/CAMELS/CEFM Component	Latest Rating
	ZB Bank Limited
Capital Adequacy	2
Asset Quality	4
Management	3
Earnings	2
Liquidity and Funds Under Management	2
Sensitivity to Market Risk	2
Overall rating	3

Key: 1 = Strong; 2 = Satisfactory; 3 = Fair; 4 = Weak; 5 = Critical

Overall Risk Matrix – ZB Bank Limited

Type of Risk	Level of Aggregate Inherent Risk	Adequacy of Aggregate Risk Management Systems	Overall Composite Risk	Direction of Overall Composite Risk
Credit Risk	High	Acceptable	High	Increasing
Liquidity Risk	Moderate	Acceptable	Moderate	Stable
Foreign Exchange Risk	Moderate	Acceptable	Moderate	Stable
Interest Rate Risk	Moderate	Acceptable	Moderate	Stable
Strategic Risk	Moderate	Acceptable	Moderate	Increasing
Operational Risk	Moderate	Acceptable	Moderate	Stable
Cyber Risk	High	Acceptable	High	Increasing
Legal & Compliance Risk	High	Acceptable	High	Increasing
Reputational Risk	Moderate	Acceptable	Moderate	Stable
Overall Risk	Moderate	Acceptable	Moderate	Increasing

¹ "CAMELS" stands for Capital Adequacy Asset Quality Management Earnings, Liquidity management and Sensitivity to market risk

Interpretation of risk matrix

Level of Inherent Risk

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

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

Entity	2025	2024	2023
ZB Bank Limited	BBB+	BBB+	BBB+
ZB Reinsurance Company	A-	A-	BBB

The ratings for ZB Bank Limited expire in September 2026, whilst the rating for ZB Reinsurance expires in November 2026.

The Group paid a total penalty amounting USD 5.900 equivalent to ZWG1, 912, 514 in respect of non-complying with submission of regulatory returns.

21. Related party transactions

Transactions between the Group and other subsidiaries related parties are carried out at arm's length and follow the normal vetting processes as established in the Group.

22. Compliance with regulations

22.1 Regulatory capital requirements - Banking operations

Commercial banks and building societies in Zimbabwe were required to maintain a minimum capital level of ZWG equivalent of USD30 million and USD20 million respectively, using the spot rate as at 31 December 2025. ZB Bank Limited met this requirement as at 31 December 2025.

The Group paid total penalties amounting to USD51 954.23 (equivalent to ZWG1 381 655) in respect of non-compliance with submission of regulatory returns.

22.2 Insurance operations

In terms of paragraph 3 of Statutory Instrument 206 of 2021, Amendment Regulations of 2021 (Number 22), paragraph 11B (1) was inserted to the principal regulations of the Insurance Act (Chapter 24:07) with the effect of setting the minimum prescribed assets ratios for insurers at the rate of 15% of the market value of total adjusted assets in the case life assurance businesses and 10% of the market value of total adjusted assets in the case of short-term re-insurance businesses.

ZB Life Assurance Limited did not comply with these ratios throughout 2025, closing the year with ratio at 9.35% (2024: 9.35%). As further required by paragraph 11B sub-section 4, ZB Life Assurance has collaborated with the Insurance and Pensions Commissions (IPEC) on the non-compliance as required by the Regulations, and provided a roadmap to remedy the non-compliance which is being tracked on a monthly basis. Compliance has been affected by the shortage of qualifying assets on the market. Furthermore, the ratio have been impacted on by an inflationary growth in the value of assets. The non-compliance persisted up to the date of release of these financial statements. No penalties have been levied on ZB Life Assurance Limited for the non-compliance.

ZB Reinsurance complied with this requirement as at 31 December 2025 with a ratio of 16% (2024: 11%).

22.3 Other compliance issues

The directors are not aware of any other material cases of non-compliance with regulations governing the operations of all companies within the Group.

23. Subsequent events

On 16 March 2026, the shareholders of ZB Building Society approved the following:

- The solvent voluntary liquidation in terms of the Building Society Act [Chapter 24:02], following the cancellation of its licence by the Reserve Bank of Zimbabwe on 19 December 2025.
- The appointment of the Deposit Protection Corporation (DPC) as the Liquidator for the solvent voluntary liquidation of ZB Building Society banking operations, and
- The specific distribution of residual assets to specific members based on their shareholding in the Society.

This does not impact the Consolidated Financial Statements as at 31 December 2025. Going forward, ZB Building Society will no longer be consolidated in the ZB Financial Holdings financial statements as it will no longer be a subsidiary of the Group.

24. Going concern

The Board undertakes regular assessment of whether the Company and its subsidiaries are a going concern in light of current economic conditions and all available information about future risks and uncertainties.

The Board has reviewed budgets for 2026 and the cash flow projections for the Group. The Board does not have any reason to conclude that the Group will not be a going concern for the foreseeable future.

Consequently, the financial statements for the year ended 31 December 2025 have been prepared on going concern basis.

Corporate Governance

The ZB Financial Holdings Limited Group upholds the highest standards of corporate governance, emphasising transparency and accountability across all operations. The formation and management of subsidiaries are guided by best practices from the King IV Report on Corporate Governance (South Africa) and Zimbabwe's National Code on Corporate Governance. The Board of Directors oversees corporate governance for the Group and its subsidiaries, ensuring full compliance with ZSE (Zimbabwe Stock Exchange) Listing Requirements, sector-specific legislation, and the Group's own Memorandum and Articles of Association.

i) Board Composition

The Board of Directors consists of two Executive Directors and four Non-Executive Directors, with the Chairman serving as an Independent Non-Executive Director. Oversight of the Group's operations is delegated to the Group Executive Committee, which includes the Group Chief Executive Officer, Cluster Chief Executive Officers, and respective company executive officers. These executives are accountable to the Board through regular reporting.

ii) Board Appointment

The appointment of Directors to the ZB Financial Holdings Limited Board follows a formal and transparent process overseen by the Board Nominations Committee, ensuring alignment with the Group's strategic objectives. Newly appointed Directors participate in an induction programme outlining their responsibilities to the Group and its stakeholders. Directors are regularly updated on relevant legislative developments and emerging commercial risks. They are entitled to seek independent professional advice at the Group's expense where necessary to fulfil their duties. All Directors have access to the Company Secretary, who supports the Board in ensuring compliance with applicable laws, procedures, and regulations. Non-Executive Directors are selected for their diverse skills and expertise, enabling them to provide independent and informed oversight. In accordance with Article 68 of the Company's Articles of Association, one-third of the Directors must retire by rotation annually, with those retiring eligible for re-election at intervals not exceeding three years.

iii) Board Responsibility

The Board of Directors operates in accordance with a formal Board Charter, which defines its overarching mandate and responsibilities. Its primary role is to set the Group's strategic direction and oversee its implementation by the management team. The Board is responsible for the appointment and removal of the Group Chief Executive Officer, as well as succession planning for both the Board and Executive Management. Further, it ensures the Group's compliance with all applicable legal, tax, and regulatory requirements. The Board monitors key governance systems, including risk management, internal controls, codes of conduct, continuous disclosure, and other major corporate policies.

iv) Board Evaluation

The ZB Financial Holdings Limited Board conducts an annual self-assessment to evaluate the effectiveness of its functions and processes. This review enables the Board to reflect on its performance, identify areas for improvement, and implement actions to enhance its overall efficiency and decision-making.

v) Board Committees

To effectively fulfil its responsibilities in formulating the Group's strategy and providing oversight on key matters, the ZB Financial Holdings Limited Board and its subsidiaries established the following Board Committees:

Committee	Responsibilities
Audit Committee	<ul style="list-style-type: none"> Evaluating the accuracy and reliability of financial disclosures, including interim and year-end financial statements, as well as other regulatory and public reports issued by the Group. Reviewing the Group's annual report and financial accounts to confirm they provide a clear, fair, and comprehensive reflection of its financial position, performance, and outlook. Assessing the audit plan and report submitted by the external auditors. Considering findings from internal audit activities, particularly in relation to financial reporting, governance, internal control systems, and any major investigations, including how management has responded. Overseeing collaboration between the internal audit team and the external auditors and addressing any significant or material issues that arise.
Governance, Risk and Compliance Committee	<ul style="list-style-type: none"> Assessing the sufficiency and overall performance of the risk management functions across business units, including internal control reports and related recommendations. Evaluating whether the Group's insurance coverage is adequate to protect its assets. Reviewing the methodologies used for identifying and measuring risk. Examining the effectiveness of ZB Holdings application of its risk management systems and internal control structures.
Nomination Committee	<ul style="list-style-type: none"> Overseeing the process of identifying, evaluating, and recommending individuals for appointment to the Board of Directors. Periodically reviewing and advising the Board on proposed changes to the composition of Board committees. Conducting an annual assessment of the Board's structure, size, and composition - including the range of skills represented and proposing adjustments or additions deemed necessary to improve the Board's overall effectiveness.
People and Culture Committee	<ul style="list-style-type: none"> Regularly reviewing and setting remuneration policies and terms of employment for all Group employees. Monitoring compliance with the Group's approved People and Culture policies. Establishing salary levels and employment conditions for all executives within the Group. Considering and approving, where appropriate, management proposals related to salary and benefits reviews for employees. Receiving periodic updates from management on market salary trends and employment conditions within the financial services sector, to benchmark against the Group's own salaries and conditions of service.
Investment and Innovation Committee	<ul style="list-style-type: none"> Offering independent advice and assurance to the Board regarding technology systems, innovation, and investment matters. Ensuring appropriate oversight is exercised over the execution of the Board-approved Investment and Innovation Strategy and Policy. Establishing the Investment Policy and Strategy, with input from relevant technical experts when required. Continuously assessing the relevance of the Investment Strategy in relation to prevailing economic conditions, market dynamics, and the Company's liability profile. Tracking the performance of Investment Portfolios against set benchmarks and mandates. Supporting the advancement of a knowledge-driven economy and innovation. Providing strategic input and direction on the Company's digital transformation and marketing strategy, including aspects such as brand positioning, product development and innovation, pricing strategies, and channel management. Driving the development and execution of IT and digital strategy roadmaps, considering financial, operational, and strategic gains from major digital and IT initiatives. Evaluating current and emerging technological trends that may influence the Company's strategic direction and the industries in which it operates.
Board Loans Review Committee	<ul style="list-style-type: none"> To ensure the conformity of the loan portfolio to sound lending policy as documented, approved and adopted by the Board, To keep executive officers and the Board adequately informed regarding portfolio risk; To properly identify and classify problem credits and as necessary place them on a non-accrual basis in accordance with the Act; To ensure that the Bank's potential and specific bad debts are adequately provided for, and To ensure that write-offs of identified losses are made in a timely manner.
Board Credit Committee	<ul style="list-style-type: none"> To implement the overall credit and lending policy of the Bank; Deliberate and approve/decline loan applications within the limits delegated by the Board; Direct the formulation of, review, and monitor the credit principles and policies of the Bank; and Direct, monitor, review, and consider all issues that may materially impact on the present and future quality of the banking institution's credit risk management including liquidity issues.
Board Finance Committee	<ul style="list-style-type: none"> Monitoring the company's financial resources through reviewing its capital structure and annual capital plan, including assessment of capital adequacy and capital planning process, stress testing and related activities, capital raising, and capital distributions; Review significant accounting and reporting issues, including recent professional and regulatory pronouncements, and understand their impact on financial statements; To review the annual financial statements and determine whether they are complete and consistent with the information known to Committee members and assess whether the financial statements reflect appropriate accounting principles.

Audited Abridged Financial Results for the year ended 31 December 2025

Corporate Governance (continued)

vi) Sustainability Governance

We place strong emphasis on sustainability governance by embedding responsible practices across all operating levels within the Group. Our approach ensures that sustainability is integrated into our business strategy, operations and risk management. We have clear accountability structures and oversight, that ensure that sustainability goals are met, we adhere to regulatory standards and apply industry best practices to create long-term value for both the Group and its stakeholders. The Group's sustainability governance is overseen by the Governance, Risk and Compliance Committee, which is responsible for managing sustainability initiatives and reports directly to the Board. To ensure sustainability is embedded at every level, the committee delegates responsibilities to sustainability champions across the Group. In the future, the Group aims to establish an executive management team specifically focused on overseeing sustainability and integrating it into the corporate strategy.

vii) Boards attendance for the period ended 31 December 2025

ENTITY	ZBFH	ZBBL	ZBBS	ZBRE	ZBLA	ZBTS
TOTAL MEETINGS	4	4	4	4	4	4
A MAKAMURE (MRS)	4	X	X	X	X	X
T SIBANDA (MS)	4	X	X	X	X	X
S T FUNGURA	4	4	4	4	X	X
S Z G DIMAIRHO	4	X	X	X	X	X
S T CHIMUTANDA	4	X	X	X	X	X
*E N MUNGONI (MRS)	1	X	4	X	X	X
**P M V WOOD	2	X	X	X	X	X
***L MAWIRE (MRS)	1	X	X	X	X	4
O S MANDIMIKA	X	4	X	X	X	X
F NYAMBIRI	X	4	X	X	X	X
P MURENA (MRS)	X	3	X	X	X	X
E MASINIRE	X	4	X	X	X	X
E CHIBVURI	X	4	X	X	X	X
P PARADZA	X	4	X	X	X	X
T B VHIRIRI (MS)	X	4	X	X	X	X
J KATSIDZIRA	X	4	X	X	X	X
T N H KAPUMHA	X	X	4	X	X	X
T F A MASIWA	X	X	4	X	X	X
C C KAHIYA	X	X	4	X	X	X
C MUCHINGAMI	X	X	1	X	X	X
J MUNYANYI (MS)	X	X	2	X	X	X
P MURAMBINDA (MS)	X	X	X	4	X	X
F CHIRIMUUTA	X	X	X	4	X	X
K D NYATSINE	X	X	X	4	X	X
A NYAKONDA	X	X	X	4	X	X
M SHONIWA (MRS)	X	X	X	4	X	X
****C MASIMBE (MRS)	X	X	X	2	X	X
*****E T CHIDZONGA	X	X	X	X	2	X
G CHIMBGA	X	X	X	X	4	X
*****C MAKONI	X	X	X	X	2	X
*****T B SANDURA	X	X	X	X	4	X
A K G MANGORO	X	X	X	X	4	X
R DZIMBA (MS)	X	X	X	X	4	X
O PAZVAKAWAMBWA	X	X	X	X	4	X
E MASVAVIKE	X	X	X	X	4	X
S F MANANGAZIRA (MRS)	X	X	X	X	4	X
R MUTAKWA	X	X	X	X	X	4

*E N Mungoni resigned from the ZBFH Boards with effect from 30 June 2025
 ** P M V Wood resigned from the ZBFH Boards with effect from 30 June 2025
 ***L Mawire was appointed to ZBFH Board with effect from 09 October 2025
 ****C Muchingami resigned from ZBBS Board with effect from 30 April 2025
 *****J Munyanyi appointed to ZBBS Board with effect from 20 June 2025
 *****C Masimbe resigned from ZBRE Board with effect from 19 June 2025
 *****E Chidzonga resigned from the ZBLA Board with effect from 20 June 2025
 *****C Makoni resigned from ZBLA Boards with effect from 20 June 2025
 *****T Sandura appointed substantive Chairman for ZBLA Boards with effect from 21 July 2025

KEY

- ZBFH - ZB Financial Holdings Limited
- ZBBL - ZB Bank Limited
- ZBBS - ZB Building Society
- ZBRE - ZB Reinsurance
- ZBLA - ZB Life Assurance
- ZBTS - ZB Transfer Secretaries

Directors Board Committees Attendance - 2025

ZB Financial Holdings Limited (ZBFH) Board Committees Attendance

Name	Status	Role	Board Audit Committee	Governance, Investments & Innovation Committee	Risk & Compliance Committee	People & Culture Committee	Nominations Committee
Total meetings			4	4	4	4	1
Agnes Makamure (Mrs)	Non-Executive Director	Chairman	X	X	X	4	1
T Sibanda (MS)	Non-Executive Director	Director	4	4	4	4	X
Peter M V Wood	Non-Executive Director	Director	2	2	2	X	X
Samuelle ZG Dimairho	Non-Executive Director	Director	X	4	4	4	1
Shepherd T Chimutanda	Non-Executive Director	Director	4	4	4	X	X

ZB Bank Limited (ZBBL) Board Committees Attendance - 2025

Name	Status	Role	Board Audit Committee	Board Risk & Compliance Committee	Board Loans Review Committee	Board Credit Committee
Total meetings			4	4	4	6
Obert S Mandimika	Non-Executive Director	Chairman	X	X	4	X
Jonathan Katsidzira	Non-Executive Director	Director	4	X	X	6
Dr. Paradza Paradza	Non-Executive Director	Director	4	4	X	6
Precious Murena (Mrs)	Non-Executive Director	Director	4	2	4	X
Thammary B Vhiriri (Ms)	Non-Executive Director	Director	4	4	4	X
Francis Nyambiri	Non-Executive Director	Director	4	X	X	6
Dr. Shepherd T Fungura	Non-Executive Director	Director	X	X	X	6

Corporate Governance (continued)

ZB Life Assurance Limited (ZBLA) Board Committees Attendance - 2025

Name	Status	Role	Board Audit Committee	Board Finance Committee	Board Risk & Compliance Committee	Board Nominations Committee
Total meetings			4	4	4	X
Edwin T Chidzonga	Non-Executive Director	Chairman	X	X	X	X
Cleophas Makoni	Non-Executive Director	Director	2	2	X	X
Tafadzwa B Sandura	Non-Executive Director	Director	2	X	2	X
Rumbidzai Dzimba	Non-Executive Director	Director	4	X	2	X
Sharon F Manangazira	Non-Executive Director	Director	X	2	4	X
Ostern Pazvakawambwa	Non-Executive Director	Director	X	2	4	X
Allen KG Mangoro	Non-Executive Director	Director	4	4	2	X
Ernest Masvavike	Non-Executive Director	Director	4	4	4	X

ZB Reinsurance Limited (ZBRE) Board Committees Attendance - 2025

Name	Status	Role	Board Audit Committee	Board Finance Committee	Board Risk & Compliance Committee	Board Nominations Committee
Total meetings			4	4	4	X
Patricia K Murambinda (Ms)	Non-Executive Director	Chairman	X	X	X	X
Francis Chiriimuuta	Non-Executive Director	Director	4	X	4	X
Andrew Nyakonda	Non-Executive Director	Director	2	4	4	X
Martha M Shoniwa (Mrs)	Non-Executive Director	Director	4	4	X	X
Cyndrella Masimbe	Non-Executive Director	Director	2	2	X	X
Dr Shepherd T Fungura	Non-Executive Director	Director	X	2	4	X

ZB Building Society (ZBBS) Board Committees Attendance - 2025

Name	Status	Role	Board Audit & Risk Management Committee	Board Loans Review Committee
Total meetings			4	4
Tendai NH Kapumha	Non-Executive Director	Chairman	X	X
Tinashe FA Masiwa	Non-Executive Director	Director	4	4
Dr Shepherd T Fungura	Non-Executive Director	Director	4	4
Emmah N Mungoni	Non-Executive Director	Director	1	1

26. Internal Audit

Group Internal Audit function provides independent and objective assurance and advisory services to support the ZB Group's strategic objectives and strengthen the effectiveness of governance, risk management, and internal control processes. Operating in accordance with Global Internal Audit Standards, the function is governed by an Internal Audit Charter approved by the Board Audit Committee. Internal Audit supports the Board and Executive Management by safeguarding assets, promoting ethical and responsible conduct, and contributing to the Group's financial resilience and control environment. Internal Audit operates under a documented strategy aligned with the Group's objectives and risk profile. Audit activity is planned using a structured, risk-based approach that considers key risks, emerging issues, and strategic priorities, ensuring focus on areas of greatest significance. To preserve independence and objectivity, Internal Audit maintains functional accountability to the Board Audit Committee, with administrative reporting to Group Chief Executive Officer. The function's performance is monitored through defined objectives and regular reporting, and its quality is supported by a formal quality assurance and improvement programme.

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From the first coin saved to the investments that shape tomorrow, financial confidence is built over time. ZB has empowered generations with solutions designed to grow alongside their goals. For 75 years, we've helped turn potential into progress, one life stage at a time.

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Audited Abridged Financial Results for the year ended 31 December 2025



Audited Financial Results for the year ended 31 December 2025

Statement of financial position As at 31 December 2025

Notes	31 Dec 2025 ZWG	Restated 31 Dec 2024 ZWG	Restated 1 Jan 2024 ZWG	
Assets				
Cash and cash equivalents	1	3 974 432 283	2 730 622 885	962 853 610
Treasury Bills	2	1 324 448 578	869 362 997	325 370 753
Advances and other accounts	3	3 108 885 371	4 001 112 482	2 071 617 629
Inventories	4	3 822 766	12 054 381	7 045 706
Trade and other receivables	5	1 401 648 131	656 088 855	290 185 874
Financial assets at fair value through profit or loss	6	216 145 511	205 795 601	124 096 538
Financial assets at amortised cost	7	6 597 644	17 948 687	8 723 302
Investment in subsidiary company	8	1 017 214 136	921 252 670	416 842 652
Right of use assets	9	89 463 685	182 571 114	87 865 494
Intangible assets	10	177 424 463	182 460 384	16 293 948
Property and equipment	11	407 549 457	437 330 955	248 985 288
Current tax asset		-	-	11 007 151
Deferred tax asset	16	64 618 374	18 598 928	11 622 680
		11 792 250 399	10 235 199 939	4 582 510 625
Liabilities				
Deposits from customers	12	6 922 305 047	5 471 683 080	2 514 870 321
Trade and other payables	13	779 919 615	1 090 640 737	664 190 852
Lease liabilities	14	104 686 062	195 521 436	89 759 210
Offshore borrowings	15	209 443 806	234 531 818	221 920 345
Current tax liabilities	17	57 647 551	29 337 723	-
Total liabilities		8 074 002 081	7 021 714 794	3 490 740 728
Equity				
Share Capital		4 022	4 022	4 432 079
Share premium		174 156	174 156	80 840 462
Equity Reserve		85 094 363	85 094 363	-
Foreign currency translation reserve		1 029 802 650	1 030 818 490	-
Property and Equipment revaluation reserves		345 101 626	279 996 029	222 284 262
Investment reserves		(126 976 315)	(181 149 818)	(158 018 648)
Retained income		2 385 047 816	1 998 547 903	942 231 742
Total equity		3 718 248 318	3 213 485 145	1 091 769 897
Total equity and liabilities		11 792 250 399	10 235 199 939	4 582 510 625

Statement of profit or loss and other comprehensive income For the year ended 31 December 2025

Notes	31 Dec 2025 ZWG	Restated 31 Dec 2024 ZWG	
Interest income calculated using the effective interest rate method	18.1.1	1 328 100 762	546 221 626
Other interest and related income	18.1.2	-	929 787
Interest expense calculated using the effective interest rate method	18.2.1	(288 627 663)	(135 512 504)
Other interest and related expenses	18.2.2	(646)	(102 233)
Net interest income		1 039 472 453	411 536 676
Impairment charges net of recoveries	19	(249 979 034)	(64 719 607)
Net income from lending activities		789 493 419	346 817 069
Commission and fee income	20	1 692 160 521	1 078 970 796
Other income	21	584 717 390	1 353 903 943
Fair value adjustment	22	85 456 016	116 712 342
Total income		3 151 827 346	2 896 404 150
Operating expenses	23	(2 505 356 396)	(1 693 530 438)
Profit before tax		646 470 950	1 202 873 712
Income tax credit/(expense)	24	(213 911 335)	(122 414 735)
Net profit after taxation		432 559 615	1 080 458 977
Other Comprehensive income:			
Items that will never be reclassified to profit or loss			
Gains on property revaluation	11	86 803 010	78 162 990
Related tax		(22 184 654)	(19 955 668)
Items that may be reclassified to profit or loss			
Exchange gain or loss on translating foreign exchange differences		(1 015 840)	1 030 818 490
Fair value gain/(loss) on FVTOCI financial assets		72 960 947	(31 153 091)
Related tax		(18 787 444)	8 021 921
Other comprehensive income for the year, net of tax		117 776 019	1 065 894 642
Total comprehensive income for the year		550 335 634	2 146 353 619
Earnings per share (ZW cents)		2.39	5.97

Statement of changes in equity For the year ended 31 December 2025

	Share capital ZWG	Share premium ZWG	Equity reserve ZWG	Functional currency translation reserve ZWG	Property and equipment revaluation reserve ZWG	Investment reserve ZWG	Retained Income ZWG	Total ZWG
Balance at 1 January 2024	4 432 079	80 840 462	-	-	222 284 262	(158 018 648)	986 885 477	1 136 423 632
Correction of errors	-	-	-	-	-	-	(44 653 735)	(44 653 735)
Restated balance at 1 January 2024	4 432 079	80 840 462	-	-	222 284 262	(158 018 648)	942 231 742	1 091 769 897
Changes in equity for 2024								
Profit or loss								
Profit for the year	-	-	-	-	-	-	1 080 458 977	1 080 458 977
Other comprehensive income, net of tax								
Revaluation of property and equipment	-	-	-	-	58 207 322	-	-	58 207 322
Fair value gains on financial assets at FVTOCI	-	-	-	-	-	(23 131 170)	-	(23 131 170)
Effects of translation to presentation currency	-	-	-	1 030 818 490	-	-	-	1 030 818 490
Distributions								
Dividend to shareholders	-	-	-	-	-	-	(24 638 371)	(24 638 371)
Other movements								
Transfer to equity reserve	(4 428 057)	(80 666 306)	85 094 363	-	-	-	-	-
Transfer to retained income	-	-	-	-	(495 555)	-	495 555	-
Balance at 1 January 2025	4 022	174 156	85 094 363	1 030 818 490	279 996 029	(181 149 818)	1 998 547 903	3 213 485 145
Changes in equity for 2025								
Profit or loss								
Profit for the year	-	-	-	-	-	-	432 559 615	432 559 615
Other comprehensive income, net of tax								
Revaluation of property and equipment	-	-	-	-	64 618 356	-	-	64 618 356
Fair value gains on financial assets at FVTOCI	-	-	-	-	-	54 173 503	-	54 173 503
Effects of translation to presentation currency	-	-	-	(1 015 840)	-	-	-	(1 015 840)
Distributions								
Dividend to shareholders	-	-	-	-	-	-	(45 572 461)	(45 572 461)
Other movements								
Transfer from retained income	-	-	-	-	-	-	(487 241)	(487 241)
Balance at 31 December 2025	4 022	174 156	85 094 363	1 029 802 650	345 101 626	(126 976 315)	2 385 047 816	3 718 248 318

Statement of cashflows For the year ended 31 December 2025

Notes	31 Dec 2025 ZWG	Restated 31 Dec 2024 ZWG
Cash generated from/(used in) operating activities		
- Interest received	173 899 635	(114 440 889)
- Interest paid	1 328 100 762	547 151 411
- Interest paid lease liability	(235 813 354)	(81 151 767)
- Interest paid offshore borrowings	(29 628 162)	(28 670 276)
- Income taxes paid	(23 186 793)	(25 792 694)
- Dividend received	(260 567 286)	(53 353 088)
	23 265 864	4 188 521
Net cash (used in)/generated from operating activities	976 070 666	247 931 218
Cash flows from investing activities		
Proceeds on disposal of financial assets at fair value through profit or loss	-	13 849 684
Proceeds on disposal of property & equip	922 255	17 167 454
Purchase of property and equipment	(49 767 742)	(128 261 425)
Purchase of intangible assets	(25 761 740)	(157 782 105)
Net cash used in investing activities	(74 607 227)	(255 026 392)
Cash flows from financing activities		
Offshore loan received	180 899 752	281 438 182
Lease liability payments	(69 621 674)	(80 166 601)
Dividend paid	(45 572 461)	(24 638 371)
Offshore loan capital repayments	(206 169 118)	(259 278 086)
Net cash used in financing activities	(140 463 501)	(82 644 876)
Net increase/(decrease) in cash and cash equivalents	760 999 938	(89 740 050)
Cash and cash equivalents at beginning of the year		
Effect of exchange rate fluctuations on cash and cash equivalents held	492 555 866	1 201 526 165
Effects of translation to presentation currency	(9 746 406)	655 983 160
Cash and cash equivalents at end of the year	3 974 432 283	2 730 622 885
Cash and cash equivalents comprise:		
- Cash on hand	1 657 507 856	1 020 301 068
- Local bank accounts	2 189 606 187	1 602 602 405
- Foreign bank accounts	127 318 240	107 719 412
	3 974 432 283	2 730 622 885

Notes to the Financial Statements For the year ended 31 December 2025

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
1. Cash and short term funds		
Balances with the Reserve Bank of Zimbabwe	1 820 306 373	1 331 718 155
Balances with other banks and cash	2 154 125 910	1 398 904 730
Total cash and cash equivalents	3 974 432 283	2 730 622 885
2. Treasury Bills		
Classification of Treasury Bills as at 31 December 2025		
At fair value through Profit or Loss	61 692 106	69 750 303
At fair value through other comprehensive income	1 262 756 472	799 612 694
	1 324 448 578	869 362 997
Maturing within 1 year	1 176 533 438	667 832 278
Maturing after 1 year	147 915 140	201 530 719
	1 324 448 578	869 362 997
3. Advances and other accounts		
3.1. Loans, overdrafts and other accounts at amortised cost		
Mortgage loans	3 286 201 470	3 510 264 889
Finance leases	301 243 578	266 911 500
Bills Discounted	86 967 820	449 209 303
	-	8 285 252
Gross advances	3 674 412 868	4 234 670 944
Off balance sheet exposures		
In respect of guarantees	22 396 985	350 586 224
In respect of loan commitments	597 531 824	1 969 438 594
	619 928 809	2 320 024 818
Gross credit exposure	4 294 341 677	6 554 695 762
Gross advances	3 674 412 868	4 234 670 944
Less: Allowance for loan impairment	(352 897 143)	(108 152 895)
Less: Staff loan benefit liability	(212 630 354)	(125 405 567)
Net Advances	3 108 885 371	4 001 112 482
3.2 Maturity analysis		
Maturing in 1 year	1 889 639 294	1 827 594 244
Maturing after 1 year	1 219 246 077	2 173 518 238
	3 108 885 371	4 001 112 482
3.3 Loans and advances to customers by business line		
Corporate lending	2 994 389 225	5 199 139 221
Small business lending	285 952 715	110 037 741
Consumer lending	712 756 159	978 607 300
Mortgage lending	301 243 578	266 911 500
	4 294 341 677	6 554 695 762
3.4 Mortgage loans		
Mortgage advances were spread as follows:		
Type of property:		
High density	3 796 630	2 789 634
Medium density	59 088 789	15 210 640
Low density	121 747 554	124 265 877
Commercial	116 610 605	124 645 349
	301 243 578	266 911 500
3.5 Asset finance loans		
Gross investment in finance leases:		
Maturing within 1 year	6 098 445	321 512 264
Maturing after 1 year	102 851 088	717 099 199
Gross investment in finance leases:	108 949 533	1 038 611 463
Unearned finance charges	(21 981 713)	(589 402 160)
Net investment in finance leases	86 967 820	449 209 303
Maturing within 1 year	4 328 755	139 434 454
Maturing after 1 year	82 639 065	309 774 849
	86 967 820	449 209 303

Audited Abridged Financial Results for the year ended 31 December 2025

Notes to the Financial Statements (continued)

	31 Dec 2025 ZWG	% Contribution	31 Dec 2024 ZWG	% Contribution
3.6 Sectoral analysis of advances				
Private	904 114 519	24.61%	1 173 235 631	27.71%
Agriculture	155 819 857	4.24%	263 462 382	6.22%
Mining	277 870 160	7.56%	574 783 004	13.57%
Manufacturing	271 544 580	7.39%	263 712 763	6.23%
Distribution	189 918 599	5.17%	214 876 217	5.07%
Construction	55 229 484	1.50%	66 672 388	1.57%
Transport	108 877 136	2.96%	125 959 195	2.97%
Services	917 468 837	24.97%	959 622 533	22.66%
Financial	793 487 027	21.59%	586 657 701	13.85%
Communication	82 669	0.00%	5 689 130	0.13%
	3 674 412 868	100%	4 234 670 944	100%
3.7 Sectoral analysis of guarantees				
Agriculture	14 549 192	64.96%	14 566 762	4.15%
Manufacturing	-	0.00%	304 239 879	86.78%
Distribution	-	0.00%	18 961 898	5.41%
Construction	-	0.00%	644 963	0.18%
Transport	7 115 293	31.77%	357 784	0.10%
Services	732 500	3.27%	11 814 938	3.37%
	22 396 985	100%	350 586 224	100%
3.8 Sectoral analysis of loan commitments				
Agriculture	47 978 946	8.03%	163 636 966	8.31%
Mining	8 458 091	1.42%	405 600 744	20.59%
Manufacturing	6 129 031	1.03%	170 356 338	8.65%
Distribution	22 009 620	3.68%	181 592 784	9.22%
Construction	6 501 125	1.09%	7 606 644	0.39%
Transport	51 709 251	8.65%	69 986 834	3.55%
Services	423 645 730	70.90%	815 830 316	41.42%
Financial	31 100 030	5.20%	154 827 968	7.86%
	597 531 824	100%	1 969 438 594	100%

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
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3.9 Non-performing debt

Non-performing loans and advances	852 541 893	135 483 881
Less: Allowance for loan impairment	(309 068 121)	(15 838 208)
Carrying amount	543 473 772	119 645 673

3.10 Loan impairment movement

Balance at beginning of the year	108 152 895	103 691 293
Charge to profit or loss	243 980 445	(89 101 103)
Effects of translation to presentation currency	763 803	93 562 705
Balance at end of the year	352 897 143	108 152 895

3.11 Internal rating grade

Loans and advances are carried at amortised cost using the effective interest rate.

ECL STAGE CLASSIFICATION

	2025				2024			
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	2025 TOTAL ZWG	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	2024 TOTAL ZWG
3.11.1 Total loans and advances								
Good (AAA to A-)	2 642 616 892	-	-	2 642 616 892	3 764 817 999	-	-	3 764 817 999
Special mention (BBB+ to B-)	-	179 254 083	-	179 254 083	-	334 369 091	-	334 369 091
Non performing (CC to D)	-	-	852 541 893	852 541 893	-	-	135 483 854	135 483 854
Total	2 642 616 892	179 254 083	852 541 893	3 674 412 868	3 764 817 999	334 369 091	135 483 854	4 234 670 944
Corporate lending								
Good (AAA to A-)	1 865 202 212	-	-	1 865 202 212	2 532 977 436	-	-	2 532 977 436
Special mention (BBB+ to B-)	-	142 383 970	-	142 383 970	-	274 055 762	-	274 055 762
Non performing (CC to D)	-	-	366 874 233	366 874 233	-	-	72 081 205	72 081 205
Total	1 865 202 212	142 383 970	366 874 233	2 374 460 415	2 532 977 436	274 055 762	72 081 205	2 879 114 403
Small business lending								
Good (AAA to A-)	25 156 196	-	-	25 156 196	95 720 232	-	-	95 720 232
Special mention (BBB+ to B-)	-	8 960 475	-	8 960 475	-	3 754 123	-	3 754 123
Non performing (CC to D)	-	-	251 836 044	251 836 044	-	-	10 563 386	10 563 386
Total	25 156 196	8 960 475	251 836 044	285 952 715	95 720 232	3 754 123	10 563 386	110 037 741
Consumer lending								
Good (AAA to A-)	525 281 573	-	-	525 281 573	881 901 100	-	-	881 901 100
Special mention (BBB+ to B-)	-	19 439 610	-	19 439 610	-	49 508 597	-	49 508 597
Non performing (CC to D)	-	-	168 034 977	168 034 977	-	-	47 197 603	47 197 603
Total	525 281 573	19 439 610	168 034 977	712 756 159	881 901 100	49 508 597	47 197 603	978 607 300
Mortgage lending								
Good (AAA to A-)	226 976 911	-	-	226 976 911	254 219 231	-	-	254 219 231
Special mention (BBB+ to CCC-)	-	8 470 028	-	8 470 028	-	7 050 609	-	7 050 609
Non performing (CC to D)	-	-	65 796 639	65 796 639	-	-	5 641 660	5 641 660
Total	226 976 911	8 470 028	65 796 639	301 243 578	254 219 231	7 050 609	5 641 660	266 911 500
3.11.2 Financial guarantees and loan commitments								
Financial guarantees								
Good (AAA to A-)	1 235 705	-	-	1 235 705	350 586 224	-	-	350 586 224
Special mention (BBB+ to CCC-)	-	6 495 175	-	6 495 175	-	-	-	-
Non performing (CC to D)	-	-	14 666 105	14 666 105	-	-	-	-
Total	1 235 705	6 495 175	14 666 105	22 396 985	350 586 224	-	-	350 586 224
Loan commitments								
Good (AAA to A-)	597 531 824	-	-	597 531 824	1 969 438 594	-	-	1 969 438 594
Total	597 531 824	-	-	597 531 824	1 969 438 594	-	-	1 969 438 594

3.12 Impairment allowance for loans and advances

ECL STAGE CLASSIFICATION

	2025				2024			
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG
3.12.1 Total loans and advances								
Total loans and advances								
Good (AAA to A-)	38 970 061	-	-	38 970 061	79 771 765	-	-	79 771 765
Special mention (BBB+ to B-)	-	4 858 961	-	4 858 961	-	12 542 895	-	12 542 895
Non performing (CC to D)	-	-	309 068 121	309 068 121	-	-	15 838 235	15 838 235
Total	38 970 061	4 858 961	309 068 121	352 897 143	79 771 765	12 542 895	15 838 235	108 152 895
Corporate lending								
Good (AAA to A-)	14 551 406	-	-	14 551 406	21 572 827	-	-	21 572 827
Special mention (BBB+ to B-)	-	1 398 782	-	1 398 782	-	8 962 488	-	8 962 488
Non performing (CC to D)	-	-	79 920 322	79 920 322	-	-	7 361 504	7 361 504
Total	14 551 406	1 398 782	79 920 322	95 870 510	21 572 827	8 962 488	7 361 504	37 896 819
Small business lending								
Good (AAA to A-)	1 489 955	-	-	1 489 955	1 494 064	-	-	1 494 064
Special mention (BBB+ to B-)	-	546 304	-	546 304	-	63 962	-	63 962
Non performing (CC to D)	-	-	119 662 738	119 662 738	-	-	5 981 779	5 981 779
Total	1 489 955	546 304	119 662 738	1 219 897	1 494 064	63 962	5 981 779	7 539 805
Consumer lending								
Good (AAA to A-)	13 796 827	-	-	13 796 827	45 799 198	-	-	45 799 198
Special mention (BBB+ to B-)	-	1 657 961	-	1 657 961	-	3 272 965	-	3 272 965
Non performing (CC to D)	-	-	85 337 163	85 337 163	-	-	1 369 103	1 369 103
Total	13 796 827	1 657 961	85 337 163	100 791 951	45 799 198	3 272 965	1 369 103	50 441 266
Mortgage lending								
Good (AAA to A-)	9 131 873	-	-	9 131 873	10 905 676	-	-	10 905 676
Special mention (BBB+ to CCC-)	-	1 255 914	-	1 255 914	-	243 480	-	243 480
Non performing (CC to D)	-	-	24 147 898	24 147 898	-	-	1 125 849	1 125 849
Total	9 131 873	1 255 914	24 147 898	34 535 685	10 905 676	243 480	1 125 849	12 275 005
3.12.2 Financial guarantees and loan commitments								
Financial guarantees								
Good (AAA to A-)	120 763	-	-	120 763	44 781 158	-	-	44 781 158
Special mention (BBB+ to CCC-)	-	898 755	-	898 755	-	-	-	-
Non performing (CC to D)	-	-	6 063 410	6 063 410	-	-	-	-
Total	120 763	898 755	6 063 410	7 082 928	44 781 158	-	-	44 781 158
Loan commitments								
Good (AAA to A-)	3 441 545	-	-	3 441 545	34 450 240	-	-	34 450 240
Total	3 441 545	-	-	3 441 545	34 450 240	-	-	34 450 240

Notes to the Financial Statements (continued)

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
4. Inventories		
Point of sale machines	45 521	45 223
Stationery	3 756 229	11 990 941
Fuel	-	1 027
Personal Protective Equipment materials	21 016	16 773
ATM spares	-	417
	3 822 766	12 054 381
5. Trade and other receivables		
Accrued interest	9 116 923	3 135 807
Advance payments and sundry assets	954 440 046	583 342 398
Amounts clearing from other banks	438 091 162	69 610 650
	1 401 648 131	656 088 855

Advance payments and sundry assets includes prepayments for assets and other services and other sundry assets. The sundry assets that are eligible for ECL constituted 0.4% of the total trade and other receivables and were therefore considered immaterial for computation of ECL.

Included in advance payments and sundry assets is an amount of ZWG347,815,005 arising from migration variances during the implementation of the new core banking system. These variances are being investigated and will be cleared during the course of the year.

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
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6. Financial assets at fair value through profit or loss

6.1 Carrying amounts		
Unlisted equities	172 263 606	166 529 028
Listed Equities	43 881 905	39 266 573
	216 145 511	205 795 601
6.2 Movement of financial assets at fair value through profit or loss		

Audited Abridged Financial Results for the year ended 31 December 2025

Notes to the Financial Statements (continued)

	Freehold properties ZWG	Leasehold improvements ZWG	Equipment, furniture & fittings ZWG	Computer equipment ZWG	Motor vehicles ZWG	Capital work in progress ZWG	Total ZWG
11. Property, plant and equipment							
2025							
Cost or valuation							
Balance at 1 January 2025	24 274 990	349 614 275	377 868 464	661 929 328	141 847 758	14 156 950	1 569 691 765
Additions	-	5 825 958	9 543 755	34 398 029	-	-	49 767 742
Gains on revaluation	805 402	-	8 926 009	58 981 308	18 090 291	-	86 803 010
Disposals	-	-	(60 444)	(68 421)	(2 746 063)	-	(2 874 928)
Effects of translation to reporting currency	1 186 440	123 287 767	138 550 299	162 045 763	38 082 121	5 465 207	468 617 597
Balance at 31 December 2025	26 266 832	478 728 000	534 828 083	917 286 007	195 274 107	19 622 157	2 172 005 186
Accumulated depreciation and impairment							
Balance at 1 January 2025	12 046 501	273 269 154	297 995 802	434 119 091	103 619 004	11 311 258	1 132 360 810
Charge to income statement	-	16 853 724	24 396 248	99 506 802	26 044 064	-	166 800 838
Disposals	-	-	(23 060)	(39 010)	(110 541)	-	(172 611)
Effects of translation to reporting currency	1 100 077	122 748 586	138 004 325	160 470 290	37 698 304	5 445 110	465 466 692
Balance at 31 December 2025	13 146 578	412 871 464	460 373 315	694 057 173	167 250 831	16 756 368	1 784 455 729
Net book value at 31 December 2025	13 120 254	65 856 536	74 454 768	223 228 834	28 023 276	2 865 789	407 549 457
2024							
Balance at 1 January 2024	12 326 759	179 879 663	187 385 823	278 363 500	74 701 363	7 943 934	740 601 042
Additions	-	7 425 634	15 835 609	72 532 161	32 468 021	-	128 261 425
Gain on revaluation	825 552	-	4 657 019	60 215 638	12 464 881	-	78 162 990
Disposals	-	-	(29 145)	(210 207)	(41 012 436)	-	(41 251 788)
Transfer between categories	-	-	954 953	-	-	(954 953)	-
Effects of translation to reporting currency	11 122 679	162 308 978	169 064 205	251 028 336	63 225 929	7 167 969	663 918 096
Balance at 31 December 2024	24 274 990	349 614 275	377 868 464	661 929 328	141 847 758	14 156 950	1 569 691 765
Accumulated depreciation and impairment							
Balance at 1 January 2024	1 124 878	131 387 104	149 079 237	160 782 019	43 296 482	5 946 034	491 615 754
Charge to income statement	-	21 063 408	13 017 518	115 938 447	23 542 841	-	173 562 214
Disposals	-	-	(705)	(5 731)	(186 822)	-	(193 258)
Impairment	9 906 624	-	-	-	-	-	9 906 624
Effects of translation to reporting currency	1 014 999	120 818 642	135 899 752	157 404 356	36 966 503	5 365 224	457 469 476
Balance at 31 December 2024	12 046 501	273 269 154	297 995 802	434 119 091	103 619 004	11 311 258	1 132 360 810
Net book value at 31 December 2024	12 228 489	76 345 121	79 872 662	227 810 237	38 228 754	2 845 692	437 330 955

	31 Dec 2025 ZWG	31 Dec 2024 ZWG

12. Deposits from Customers

Current accounts	4 946 826 915	3 318 593 294
Savings and call accounts	93 621 743	3 919 208 626
Term deposits	1 189 610 034	628 343 762
Bank deposits	692 246 355	605 537 398
	6 922 305 047	5 471 683 080
Maturity Analysis of deposits		
Maturing in 1 year	6 863 280 455	5 440 237 419
Maturing after 1 year	59 024 592	31 445 661
	6 922 305 047	5 471 683 080
Secured and unsecured deposits analysis		
Secured deposits	1 081 840 309	703 645 491
Unsecured deposits	5 840 464 738	4 768 037 589
	6 922 305 047	5 471 683 080

	31 Dec 2025 ZWG	% Contribution	31 Dec 2024 ZWG	% Contribution

Sectoral analysis of deposits

Private	983 876 176	14.21%	800 654 656	14.63%
Agriculture	95 192 185	1.38%	61 306 865	1.12%
Mining	179 861 041	2.60%	464 812 017	8.49%
Manufacturing	149 900 236	2.17%	143 928 770	2.63%
Distribution	141 853 311	2.05%	123 440 411	2.26%
Construction	79 070 024	1.14%	95 127 104	1.74%
Transport	20 617 041	0.30%	37 806 914	0.69%
Services	3 113 368 962	44.98%	2 150 442 818	39.30%
Financial	1 790 993 883	25.87%	1 296 236 173	23.69%
Communications	367 572 188	5.31%	297 927 352	5.44%
	6 922 305 047	100.00%	5 471 683 080	100.00%

	31 Dec 2025 ZWG	31 Dec 2024 ZWG

13. Trade & other payables

Items in transit	420 762 171	422 353 513
Interest accrued on deposits and other accounts	28 367 007	15 150 502
Accrued expenses	33 234 714	29 973 188
Sundry creditors	255 336 494	368 948 878
Deferred income	31 516 354	108 571 496
Amounts clearing to other banks	178 389	66 411 748
Loan impairment provision for guarantees and loan commitments	10 524 486	79 231 412
	779 916 615	1 090 640 737

14. Lease liabilities

Balance at beginning of year	195 521 436	89 759 209
Add accrued interest posted to profit and loss	29 628 162	28 670 276
Less lease commitments paid during the period	(99 249 836)	(108 836 877)
(Less)/add lease liability reassessment	(21 809 125)	104 937 318
Effects of translation to presentation currency	595 425	80 991 510
Balance at end of year	104 686 062	195 521 436

15. Offshore borrowings

Balance at beginning of the year	234 531 818	221 920 345
New loans	180 899 752	281 438 182
Interest accrued	23 186 793	25 792 694
Repayments	(229 355 911)	(285 070 780)
Effects of translation to presentation currency	181 354	(9 548 623)
Balance at end of year	209 443 806	234 531 818

The offshore borrowings are in respect of loans advanced to ZB Bank Limited, at interest rates ranging from 9.4272% to 11.5984%. The loans mature between 31 January 2026 and 10 October 2028.

Notes to the Financial Statements (continued)

16 Deferred tax (liabilities)/Assets

	Balance at 1 January	Recognised in profit or loss	Recognised in OCI	Effects of change in translation to presentation currency	Balance at 31 December
2025					
Property and equipment	(88 634 263)	26 333 673	(22 184 654)	(625 973)	(85 111 217)
Provisions	91 910 935	60 279 685	-	649 111	152 839 731
Right of use assets	(47 012 062)	24 307 182	-	(332 019)	(23 036 899)
Lease liabilities	50 346 770	(23 745 679)	-	355 570	26 956 661
Fair value adjustments on investment securities	(9 111 798)	(314 669)	-	(64 351)	(9 490 818)
Fair value adjustments on available for sale financial assets	21 099 346	-	(18 787 444)	149 014	2 460 916
	18 598 928	86 860 192	(40 972 098)	131 352	64 618 374
2024					
Property and equipment	(53 803 115)	33 672 135	(19 955 668)	(48 547 615)	(88 634 263)
Provisions	66 835 773	(35 232 104)	-	60 307 266	91 910 935
Right of use assets	(22 625 364)	(3 971 409)	-	(20 415 288)	(47 012 062)
Lease liabilities	23 112 996	6 378 485	-	20 855 288	50 346 770
Fair value adjustments on financial assets at FVTPL	(4 808 422)	35 359	-	(4 338 735)	(9 111 798)
Fair value adjustments on available for sale financial assets	6 874 462	-	8 021 921	6 202 963	21 099 346
Inventories	(455 087)	865 721	-	(410 634)	-
Prepayments	(3 508 563)	6 674 408	-	(3 165 845)	-
	11 622 680	8 422 595	(11 933 747)	10 487 400	18 598 928

	31 Dec 2025 ZWG	31 Dec 2024 ZWG

17 Current tax liabilities

Balance at beginning of the period	29 337 723	(11 007 151)
Charge to income statement	300 771 527	130 837 330
Taxation paid	(260 567 286)	(53 353 088)
Effects of translation to presentation currency	(11 894 413)	(37 139 368)
	57 647 551	29 337 723

18 Net interest

18.1 Interest income calculated using the effective interest rate method

Advances	662 529 263	382 586 077
Overdrafts	119 700 190	25 576 813
Establishment fees	76 080 230	34 071 029
Placements with other banks	72 495 895	19 800 077
Treasury bills at FVTOCI	384 796 173	82 053 331
Treasury bills at FVTPL	12 499 011	2 134 299
	1 328 100 762	546 221 626

18.2 Other interest and related income

Other interest receivable categories	-	929 787
	-	929 787
Total interest and related income	1 328 100 762	547 151 413

18.2.1 Interest expense calculated using the effective interest rate method

Customer deposits	148 664 586	57 527 508
Placements from other banks	69 771 829	29 257 501
Offshore borrowings	23 186 793	25 792 694
Lease liabilities	29 628 162	17 826 876
Productive sector facility	17 376 293	5 107 925
	288 627 663	135 512 504

18.2.2 Other interest and related expenses

Other interest payable categories	646	102 233
Total interest expense	646	102 233
Total interest and related expenses	288 628 309	135 614 737

Net interest and related income

	1 039 472 453	411 536 676
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19 Analysis of loan impairment charges/(recoveries) to statement of profit or loss:

Impairment (charge)/reversal on loans and overdrafts (Note 3.10)	(243 980 445)	89 101 103
Impairment charge on treasury bills	(68 364 360)	(205 453 411)
Impairment charge on interbank placements	(6 900 721)	-
Impairment reversal/(charge) on guarantees (Note 25.1)	38 014 495	(43 673 261)
Impairment reversal on undrawn facilities (Note 25.2)	31 251 997	25 679 306
Recoveries during the year	-	69 626 656
	(249 979 034)	(64 719 607)

20 Commission and fee income comprises:

Commission and fee income comprises income from:		
Digital channels	810 405 831	506 376 433
Service fees	871 629 038	558 563 248
Other commissions	10 125 652	14 031 115
	1 692 160 521	1 078 970 796

21 Operating income

Net exchange gains - realised	56 081 946	165 915 315
Net exchange gains - unrealised	492 555 866	1 201 526 165
Dividends from other investments	23 265 864	4 188 521
Recoveries	729 970	440 386
Loss on sale of property, plant and equipment	(1 780 062)	(23 891 077)
Sundry	13 863 806	5 724 633
	584 717 390	1 353 903 943

22 Fair value adjustments arising from FVTPL investments

Listed equity investments (Note 6.2)	4 338 016	6 919 546
Unlisted equity investments (Note 6.2)	3 805 969	3 353 561
Investment in subsidiary company (Note 8)	89 455 190	128 284 570
Treasury bills at fair value through profit or loss (FVTPL)	(12 143	

Audited Abridged Financial Results for the year ended 31 December 2025

Notes to the Financial Statements (continued)

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
25 Contingent liabilities		
25.1 The nominal values of such commitments are listed below:		
In respect of guarantees	22 396 985	350 586 224
In respect of undrawn commitments	597 531 824	1 969 438 594
	619 928 809	2 320 024 818
25.2 Impairment movement on Guarantees		
Balance at beginning of the year	44 781 158	698 221
Reversal/(Charge) to statement of profit or loss in respect of guarantees(Note 18)	(38 014 495)	43 673 261
Effect of change in translation to presentation currency	316 265	409 676
Balance at end of the period	7 082 928	44 781 158
25.3 Impairment movement on undrawn commitments		
Balance at beginning of the year	34 450 240	31 492 719
Charge to statement of profit or loss in respect of guarantees(Note 18)	(31 251 997)	(25 679 306)
Effect of change in translation to presentation currency	243 302	28 636 827
Balance at end of the period	3 441 545	34 450 240
26 Capital Adequacy		
Ordinary share capital	725	725
Share premium	31 374	31 374
Total Reserves	3 135 699 283	2 763 916 049
IFRS Capital	3 135 731 382	2 763 948 148
Add/(less) Regulatory adjustments		
Interest in reserve on non-performing loans	(60 577 316)	(60 577 316)
Loans to group entities and directors	(130 858 186)	(52 051 507)
Revaluation reserve	(389 391 913)	(321 848 717)
Tier 1 capital	2 554 903 967	2 329 470 609
Revaluation reserve	389 391 913	321 848 717
General provision	24 323 174	29 395 007
Tier 2 Capital	413 715 087	351 243 724
Total Capital Base	2 968 619 054	2 680 714 333
Credit risk weighted assets	4 754 086 986	5 691 335 465
Operational risk equivalent assets	4 851 617 129	2 885 302 786
Market risk equivalent assets	1 873 737 306	1 881 990 660
Total Risk weighted Assets	11 479 441 422	10 458 628 911
Tier 1 capital ratio	22.26%	22.27%
Tier 2 capital ratio	3.60%	3.36%
Capital adequacy ratio	25.86%	25.63%

27. RISK MANAGEMENT

27.1 Fair values and risk management - accounting classifications and fair values

	CARRYING AMOUNT				FAIR VALUE			
	Designated at fair value ZWG	Designated at AMCO ZWG	FVTOCI ZWG	Total ZWG	Level 1 ZWG	Level 2 ZWG	Level 3 ZWG	Total ZWG
31 December 2025								
Equity Securities	216 145 511	-	-	216 145 511	43 881 905	-	172 263 606	216 145 511
Treasury Bills	61 692 106	-	1 262 756 472	1 324 448 578	-	61 692 106	1 262 756 472	1 324 448 578
Investment in Subsidiary company	1 017 214 136	-	-	1 017 214 136	-	-	1 017 214 136	1 017 214 136
	1 295 051 753	-	1 262 756 472	2 557 808 225	43 881 905	61 692 106	2 452 234 214	2 557 808 225
Cash and short term funds	-	3 974 432 283	-	3 974 432 283	-	-	-	3 974 432 283
Treasury Bills	-	-	-	-	-	-	-	-
Advances and other accounts	-	3 108 885 371	-	3 108 885 371	-	-	-	3 108 885 371
Trade other receivables	-	1 262 817 859	-	1 262 817 859	-	-	-	1 262 817 859
Financial assets at amortised cost	-	6 597 644	-	6 597 644	-	-	-	6 597 644
	-	8 352 733 157	-	8 352 733 157	-	-	-	8 352 733 157
Deposits from customers	-	(6 922 305 047)	-	(6 922 305 047)	-	-	-	(6 922 305 047)
Offshore borrowings	-	(209 443 806)	-	(209 443 806)	-	-	-	(209 443 806)
Trade and other payables	-	(737 878 776)	-	(737 878 776)	-	-	-	(737 878 776)
	-	(7 869 627 629)	-	(7 869 627 629)	-	-	-	(7 869 627 629)

	CARRYING AMOUNT				FAIR VALUE			
	Designated at fair value ZWG	Designated at AMCO ZWG	FVTOCI ZWG	Total ZWG	Level 1 ZWG	Level 2 ZWG	Level 3 ZWG	Total ZWG
31 December 2024								
Equity Securities	205 795 601	-	-	205 795 601	39 266 573	-	166 529 028	205 795 601
Treasury Bills	69 750 303	-	799 612 694	869 362 997	-	69 750 303	799 612 694	869 362 997
Money market investments	-	-	-	-	-	-	-	-
Virtual Coin Tokens Purchased	-	-	-	-	-	-	-	-
Investment in Subsidiary company	921 252 670	-	-	921 252 670	-	-	921 252 670	921 252 670
	1 196 798 574	-	799 612 694	1 996 411 268	39 266 573	69 750 303	1 887 384 392	1 996 411 268
Cash and short term funds	-	2 730 622 885	-	2 730 622 885	-	-	-	2 730 622 885
Treasury Bills	-	4 001 112 482	-	4 001 112 482	-	-	-	4 001 112 482
Advances and other accounts	-	496 868 684	-	496 868 684	-	-	-	496 868 684
Trade other receivables	-	17 948 687	-	17 948 687	-	-	-	17 948 687
Financial assets at amortised cost	-	7 246 552 738	-	7 246 552 738	-	-	-	7 246 552 738
Deposits from customers	-	(5 471 683 080)	-	(5 471 683 080)	-	-	-	(5 471 683 080)
Offshore borrowings	-	(234 531 818)	-	(234 531 818)	-	-	-	(234 531 818)
Trade and other payables	-	(6 609 052 736)	-	(6 609 052 736)	-	-	-	(6 609 052 736)

27.2 Liquidity risk

The table below sets out the remaining contractual maturities of the Bank's financial assets and financial liabilities.

	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Gross nominal inflow/(outflow) ZWG	Carrying amount ZWG
Liquidity gap analysis						
As at 31 December 2025						
Financial asset by type						
Cash and cash equivalents	1 838 171 594	1 960 745 284	184 329 634	-	3 983 246 512	3 974 432 283
Treasury bills	1 079 045 368	-	103 234 245	-	1 337 235 681	1 324 448 578
Advances and other accounts	795 559 614	784 628 743	318 163 913	1 229 448 338	3 127 800 608	3 108 885 371
Trade and other receivables	1 111 534 522	9 432 316	141 851 021	-	2 262 817 859	1 401 648 131
Financial assets at fair value through profit or loss	-	-	-	216 145 511	216 145 511	216 145 511
	4 824 311 098	2 754 806 343	747 578 813	1 600 549 917	9 927 246 171	10 025 559 874
Financial liability by type						
Deposits from customers	6 064 032 288	638 829 266	186 976 588	59 646 146	6 949 484 288	6 922 305 047
Offshore borrowing	49 483 554	30 716 669	100 452 889	211 369 781	879 088 673	869 362 997
Trade and other payables	498 504 588	236 324 416	2 457 426	14 266 045	751 552 475	779 919 615
Lease Liability	-	-	-	134 314 224	134 314 224	104 686 062
Loan commitments	233 391 807	128 542 791	181 183 229	54 413 997	597 531 824	597 531 824
Guarantees	14 601 153	654 558	6 780 953	360 311	22 396 885	22 396 885
	6 860 013 390	1 035 067 700	408 114 875	363 453 812	8 666 649 577	8 636 283 339
Period gap	(2 035 702 292)	1 719 738 643	339 463 938	1 237 096 305	1 260 596 594	1 389 276 535
Cumulative gap	(2 035 702 292)	(315 963 649)	23 500 289	1 260 596 594	-	-

	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Gross nominal inflow/(outflow) ZWG	Carrying amount ZWG
Liquidity gap analysis						
As at 31 December 2024						
Financial asset by type						
Cash and cash equivalents	2 710 749 018	6 974 617	63 236 087	-	2 780 959 722	2 730 622 885
Treasury bills	91 581 141	277 390 756	298 860 381	211 256 395	879 088 673	869 362 997
Advances and other accounts	614 416 421	457 253 408	3 075 949 235	98 035 889	4 245 654 953	4 001 112 482
Trade and other receivables	269 725 449	61 123 607	120 994 868	45 024 760	496 868 684	656 088 855
Financial assets at fair value through profit or loss	-	-	-	205 795 601	205 795 601	205 795 601
	3 686 472 029	802 742 388	3 550 040 571	560 112 645	8 608 367 633	8 462 982 820
Financial liability by type						
Deposits from customers	4 787 678 674	483 681 776	168 876 970	38 480 337	5 478 717 757	5 471 683 080
Offshore borrowing	-	234 531 818	-	-	234 531 818	234 531 818
Trade and other payables	478 740 430	357 713 653	47 860 049	18 523 696	902 837 828	1 090 640 737
Lease liability	22 650 656	45 301 312	93 413 213	65 141 380	226 506 561	195 521 436
Loan commitments	69 832 178	118 631 591	450 801 915	1 330 172 910	1 969 438 594	1 969 438 594
Guarantees	3 895 574	27 924 712	318 765 938	360 311	350 586 224	350 586 224
	5 362 797 512	1 267 784 862	1 079 718 085	1 452 318 323	9 162 618 782	9 312 401 889
Period gap	(1 676 325 483)	(465 042 474)	2 479 322 486	(892 205 678)	(554 251 149)	(849 419 069)
Cumulative gap	(1 676 325 483)	(2 141 367 957)	337 954 529	(554 251 149)	-	-

Notes to the Financial Statements (continued)

27.2 Liquidity risk (continued)

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Liquidity ratios		
Liquid assets		
Cash and short term funds	3 974 432 283	2 730 622 885
Treasury Bills	1 324 448 578	869 362 997
Parastatal Bond	-	-
Corporate Bond	-	-
Total liquid assets	5 298 880 861	3 599 985 882
Total liabilities to the public	6 922 305 047	5 471 683 080
At 31 December	77%	66%
Average for the year	55%	55%
Maximum for the year	60%	66%
Minimum for the year	50%	49%
Minimum statutory liquidity ratio	30%	30%

27.3 Interest rate risk

	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Carrying amount ZWG
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Interest rate gap analysis

As at 31 December 2025

	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Carrying amount ZWG
Assets					
Cash and cash equivalents	38 256 196	318 291 553	12 752 065	-	369 299 814
Treasury bills	1 079 045 368	-	97 488 070	147 915 140	1 324 448 578
Advances and other accounts	793 570 080	782 597 592	313 471 622	1 219 246 077	3 108 885 371
	1 910 871 644	1 100 889 145	423 711 757	1 367 161 217	4 802 633 763
Liabilities					
Deposits from customers	6 049 032 769	629 227 950	185 019 736	59 024 592	6 922 305 047
Offshore borrowings	49 032 666	30 436 783	30 436 783	99 537 574	209 443 806
Lease liability	6 098 065 435	659 664 733	215 456 519	263 248 226	7 236 434 915
Period gap	(4 187 193 791)	441 224 412	208 255 238	1 103 912 989	(2 433 801 152)
Cumulative gap	(4 187 193 791)	(3 745 969 379)	(3 537 714 141)	(2 433 801 152)	-

Interest rate gap analysis

As at 31 December 2024

	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Carrying amount ZWG
Financial asset by type					
Cash and cash equivalents	12 899 250	245 085 750	12 899 250	-	270 884 250
Treasury bills	91 581 141	277 390 756	298 860 381	201 530	

Audited Abridged Financial Results for the year ended 31 December 2025



Audited Abridged Financial Results for the year ended 31 December 2025

Statement of financial position As at 31 December 2025

Notes	Audited 31 Dec 2025 ZWG	Audited Restated* 31 Dec 2024 ZWG	Audited Restated* 31 Dec 2023** ZWG
Equity and liabilities			
Share capital	6	515	568 317
Share premium	6	72 161	10 955 227
Investment reserve	7	1 838 178	45 376 126
Revaluation reserve	8	12 471 631	9 310 406
Equity translation reserve	9	55 075 208	-
Equity reserve	9.1	54 988 817	-
Retained earnings		422 641 497	166 923 213
Total equity		547 088 007	233 133 289
Liabilities			
Trade and other payables	14	114 820 886	21 448 846
Current tax payable	13	353 026	4 641 227
Investment contract liabilities	15.1	231 005 470	96 481 038
Provisions	14.1	6 219 924	3 352 852
Insurance contract liabilities	10	225 179 474	111 286 122
Lease liability	11	6 429 446	8 765 777
Deferred tax liability	12	16 575 623	44 361 070
Total liabilities		600 583 849	290 336 932
Total equity and liabilities		1 147 671 856	523 470 221
Assets			
Cash and cash equivalents	22	101 597 278	5 695 903
Financial assets			
At fair value through P&L	15.2	191 192 122	110 483 955
At amortised cost	15.3	80 103 247	35 558 425
Trade and other receivables	21	21 692 674	10 610 764
Reinsurance contract assets	10	4 186 746	1 012 871
Investment accounted for using the equity method	18	635 721 310	307 099 831
Investment properties	17	87 206 948	42 135 046
Property, plant & equipment	20	5 740 318	2 741 888
Right of use asset	11	6 618 964	8 565 598
Intangible assets	19	13 612 249	7 549 042
Total assets		1 147 671 856	523 470 221

*The statement of financial position has been restructured to show assets and liabilities in order of liquidity to provide a more reliable and relevant classification as required by IAS 1 hence the restatement of numbers.
**The third balance sheet has been disclosed as result of the company having changed its statement of financial position structure to show assets and liabilities in order of liquidity.

Statement of profit / (loss) and other comprehensive income For the year ended 31 December 2025

Notes	Audited 31 Dec 2025 ZWG	Audited 31 Dec 2024 ZWG
Income		
Insurance revenue	23	158 471 901
Insurance service expense	24	(97 130 484)
Insurance service result before reinsurance contracts held		61 341 417
Net expenses from reinsurance contracts held	25	(3 740 605)
Insurance service result		57 600 812
Interest revenue calculated using effective interest method	26	723 750
Investment income	26	18 040 455
Net gains/(losses) on financial assets at fair value through profit or loss	15.4	14 657 505
Fair value gains on gold coins	16	2 268 020
Fair value gain on investment properties	17	3 840 193
Changes in fair value of financial liabilities at fair value through profit or loss	15.1	(8 771 595)
Profit/(loss) on disposal of listed equity investments		(447 011)
Total insurance and investments result		87 912 129
Insurance finance income/(expense) for Insurance contracts issued	26	(5 171 007)
Insurance finance income/(expense) for reinsurance contracts held	26	(820 876)
Net insurance financial result		(5 991 883)
Other income	27	18 881 138
Other operating expenses	28	(84 459 891)
Interest expense on lease liability	11	(970 249)
Allowances for credit losses		(3 040 604)
Operating profit/(loss) before taxation		12 330 640
Share of profit of equity accounted investments	18	26 977 247
Profit/(Loss) before taxation		39 307 887
Income tax benefit / (expense)	29	3 927 374
Profit after tax		43 235 261
Other comprehensive income for the year		
Items that may not be reclassified to profit or loss		
Revaluation of property, plant and equipment	20	1 473 309
Share of other comprehensive income of equity accounted investment	18	1 086 413
Effects of translating to presentation currency		2 433 840
Other comprehensive income for the year (net of tax)*		4 993 562
Total other comprehensive income		4 993 562
Total comprehensive income for the year		48 228 823

* Due to the unique tax computation for a life company, the OCI items will not have any tax implications hence disclosed as net of tax.

Statement of changes in equity For the year ended 31 December 2025

Notes	Share capital ZWG	Share premium ZWG	Revaluation reserve ZWG	Investment reserve ZWG	Retained earnings ZWG	Equity reserve ZWG	Equity translation reserve ZWG	Total ZWG
Balance as at 1 January 2024	568 317	10 955 227	9 310 406	45 376 126	166 923 213	-	-	233 133 289
Profit for the year	-	-	-	-	209 362 249	-	-	209 362 249
Other comprehensive income for the year	(567 802)	(10 883 066)	1 687 916	(43 537 947)	4 586 585	54 988 816	52 641 368	58 915 868
Revaluation of property, plant and equipment	20	-	1 714 209	-	-	-	-	1 714 209
Transfer to retained earnings	-	-	(26 293)	-	26 293	-	-	-
Share of other comprehensive income of equity accounted investments	18	-	-	-	4 560 292	-	-	4 560 292
Transfer to equity reserve	-	(10 883 066)	-	(43 537 947)	-	54 988 816	-	(1)
Effects of translation differences	-	-	-	-	-	-	52 641 368	52 641 368
Dividend paid	-	-	-	-	(2 552 224)	-	-	(2 552 224)
Balance at 31 December 2024	515	72 161	10 998 322	1 838 179	378 319 824	54 988 816	52 641 368	498 859 182
Profit for the year	-	-	-	-	43 235 261	-	-	43 235 261
Other comprehensive income for the year	-	-	1 473 309	(1)	1 086 413	1	2 433 840	4 993 562
Revaluation of property, plant and equipment	20	-	1 473 309	-	-	-	-	1 473 309
Transfer to retained earnings	-	-	-	-	-	-	-	-
Share of other comprehensive income of equity accounted investments	18	-	-	-	1 086 413	-	-	1 086 413
Transfer to equity reserve	-	-	-	(1)	-	1	-	-
Effects of translation differences	-	-	-	-	-	-	2 433 840	2 433 840
Balance at 31 December 2025	515	72 161	12 471 631	1 838 178	422 641 497	54 988 817	55 075 208	547 088 007

Statement of cash flows For the year ended 31 December 2025

Notes	Audited 31 Dec 2025 ZWG	Audited 31 Dec 2024 ZWG
Cash generated from/(utilized in) operating activities	30	29 203 681
Net changes in working capital	31	95 805 894
Taxation paid	13	(7 450 599)
Interest on lease liability paid	11	(970 249)
Cash generated from operating activities		116 588 727
Cash generated from/(utilized in) investing activities		24 697 478
Purchase of property and equipment	20	(2 152 616)
Purchase of intangible assets	19	(357 636)
Proceeds on disposal of equipment		63 875
Purchase of financial assets at amortised cost	15.4	(42 562 433)
Sale of financial assets at amortised cost	15.4	53 508 412
Rental income received		6 395 680
Purchase of equity investments	15.4	(546 468)
Dividends received from equity accounted Investment	26	3 625 925
Dividends received	26	3 998 724
Interest received		1 274 849
Proceeds on disposal of listed equity investments		1 449 166
Cash generated from/(utilized in) investing activities		(15 263 333)
Cash flows from financing activities		(1 480 342)
Dividend paid		-
Payment of principal portion of Lease liabilities	11	(3 385 477)
Cash used in financing activities		(3 385 477)
Increase/(decrease) in cash and cash equivalents		137 900 728
Cash and cash equivalents at the beginning of the year	22	17 745 207
Effects of exchange rate changes on cash and cash equivalents		10 019
Effects of translating to presentation currency		(54 058 676)
Cash and cash equivalents at the end of year	22	101 597 278

Notes to the abridged financial statements For the year ended 31 December 2025

1 Corporate information

ZB Life Assurance Limited ("the Company"), which was incorporated in Zimbabwe in 1973 under the Companies and Other Business Entities Act (Chapter 24:31), is a registered insurer under the Insurance Act (Chapter 24:07) and its principal activity is the transaction of life assurance and pensions management business. The Company is a subsidiary of ZB Financial Holdings Limited. The registered office of the Company is Third Floor, ZB Life Towers, Corner Jason Moyo Avenue and Sam Nujoma Street, Harare.

The financial statements for ZB Life Assurance Limited for the year ended 31 December 2025 were authorised for issue in accordance with a resolution of the Board of Directors on 4 March 2026."

2 Statement of compliance

The financial statements from which these abridged financial results are an extract, have been prepared in accordance with IFRS® Accounting Standards, as issued by the International Accounting Standards Board (IASB). The financial statements were prepared in the manner required by the Companies and Other Business Entities Act (Chapter 24:31), the Insurance Act (Chapter 24:07) and relevant regulations made thereunder."

3 Reporting period and currency

The reporting period is 1 January 2025 to 31 December 2025.

The Company's functional currency is the United States Dollar (USD). These abridged financial statements are presented in Zimbabwe Gold (ZWG), which was adopted as the Company's presentation currency to align with the parent company, ZBFH's, reporting requirements, which in turn reflects a directive from the Reserve Bank of Zimbabwe mandating reporting in ZWG.

The following exchange rates were used in translating 2025 transactions:

Average January to December 2025 - 26.59
Closing rate as at 31 December 2025 - 25.98

4 Accounting policies

The accounting policies applied in the preparation of the current year financial statements are consistent with those applied in the previous financial year. There were no changes to the accounting policies during the year under review.

5 Audit opinion

The audited abridged financial results should be read together with the full set of financial statements for the year ended 31 December 2025, which were audited by the Company's external auditors, Ernst & Young Chartered Accountants (Zimbabwe). The auditors issued a qualified audit opinion arising from non-compliance with IAS 21 "The Effects of Changes in Foreign Exchange Rates", IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors" and IAS 29 "Financial Reporting in Hyperinflationary Economies" in prior year. The opinion includes another key audit matter relating to the valuation of the Insurance Contract Liabilities. The auditor's full report is available for inspection at the Company's registered office.

The engagement partner for this audit engagement was Mrs. Wadzanai Makuwa (PAAB Practising Certificate Number 0636).

	Audited 31 Dec 2025 ZWG	Audited 31 Dec 2024 ZWG
6 Share capital		
(100 000 000 Ordinary shares of ZWG\$0.0000221525801 each)	2 222	2 222
Issued Share Capital (23 190 750 Ordinary shares of ZWG\$0.000103246911453421 each) At 31 December	515	515
Share Premium (23 190 750 Ordinary shares at a premium of ZWG\$ 0.0144615974115577 each) At 31 December	72 161	72 161
All issued shares carry one vote per share. The unissued shares are under the control of the Directors.		

7 Investment reserve

The investment reserve was established in order to address the valuation disparities arising from the change in accounting for the Company's investment in an associate (Mashonaland Holdings Limited), using the equity method instead of stock market value (refer to note 15). The Investment in Mashonaland Holdings Limited constitutes 28.75% (2024, 28.75%) of the Company's Investment portfolio.

Audited Abridged Financial Results for the year ended 31 December 2025

Notes to the abridged financial statements (continued)

8 Revaluation reserve

The revaluation reserve arises from the Company's revaluation of equipment and the share of the Associate's OCI (Revaluation reserve)

9 Equity translation reserve

The company changed its functional currency effective 1 January 2024. Furthermore, to comply with parent Group reporting, the financials are presented in the ZWG currency. The translation of transactions from the functional currency to the presentation currency resulted in translation differences which have been accounted for under other comprehensive income.

9.1 Equity reserve

In 2024, management decided to maintain issued share capital, share premium and investment reserve at its original par value to satisfy current group requirement which is subject to the Reserve Bank of Zimbabwe regulatory requirement. As such the difference as a result of application of IAS 29 in prior year upto 2023 and IAS 21 in 2024 due to change in functional currency was transferred to a separate component of equity called equity reserve. The reserve is non-distributable.

10 Insurance and reinsurance contracts

The breakdown of groups of insurance and reinsurance contracts held, that are in an asset position and those in a liability position is set out in the table below:

	Audited 31 Dec 2025 ZWG	Audited 31 Dec 2024 ZWG
Insurance contracts issued		
Insurance contract liabilities issued	225 179 474	225 476 381
Life risk	36 070 647	54 192 735
Life savings	178 081 175	165 669 345
Annuities	11 027 652	5 614 301
Reinsurance contracts held		
Reinsurance contracts assets	(4 186 746)	(1 614 018)

11 Leases

The Company as a lessee

The Company leases offices under operating leases. The leases are run for a period of one year with an option to renew after the lease date.

The information below shows the movement in the Right of use assets.

	Audited 31 Dec 2025 ZWG	Audited 31 Dec 2024 ZWG
Right of use asset		
Cost		
Balance at 1 January	34 642 722	16 903 893
Lease modification	(5 504 647)	2 486 112
Effects of translating to presentation currency	244 662	15 252 717
Balance at 31 December	29 382 737	34 642 722
Depreciation and impairment losses		
Balance as at 1 January	20 612 248	8 338 295
Depreciation	2 053 278	4 802 974
Effects of translating to presentation currency	98 247	7 470 979
Balance at 31 December	22 763 773	20 612 248
Net book value as at 31 December	6 618 964	14 030 474
The Company as a lessee		
Lease liability		
Balance as at 1 January	15 134 647	8 765 776
Lease modification	(5 504 647)	2 486 112
Finance charge	970 249	1 723 324
Effects of translating to presentation currency	184 923	8 268 633
Lease payments	(4 355 726)	(6 109 198)
Balance as at 31 December	6 429 446	15 134 647

12 Deferred Tax Liability

Balance as at 1 January	25 701 287	44 361 070
Charge to profit or loss	(9 526 767)	29 516 978
Effects of translating to presentation currency	401 103	(48 176 761)
Balance as at 31 December	16 575 623	25 701 287

13 Current Tax Liability

Opening balance	1 852 264	4 641 227
Tax provisions for the year	5 599 393	(1 981 845)
Payments	(7 450 599)	(4 629 754)
Effects of translating to presentation currency	351 968	3 822 636
Closing balance	353 026	1 852 264

14 Trade and other payables

Accrued expenses & other liabilities	40 781 023	18 061 693
Related parties	71 650 132	41 194 007
Unallocated receipts	2 389 731	1 640 305
	114 820 886	60 896 005

14.1 Provisions

	Audited Professional fees ZWG	Audited Leave pay ZWG	Audited Total ZWG
2025 Audited			
Balance at 1 Jan 2025	4 031 472	1 947 715	5 979 187
Provisions for the year	4 857 196	402 550	5 259 746
Exchange differences	16 124	11 333	27 457
Provisions utilized	(2 928 169)	(749 992)	(3 678 161)
Effects of translating to presentation currency	(16 363)	(1 351 942)	(1 368 305)
Balance at 31 December 2025	5 960 260	259 664	6 219 924
2024 Audited			
Balance at 1 Jan 2024	1 681 194	1 671 657	3 352 851
Provisions for the year	4 031 472	1 947 716	5 979 188
Exchange differences	205 721	172 405	378 126
Provisions utilized	(2 753 058)	(987 455)	(3 740 513)
Effects of translating to presentation currency	866 143	(856 608)	9 535
Balance at 31 December 2024	4 031 472	1 947 715	5 979 187

Notes to the abridged financial statements (continued)

	Audited 31 Dec 2025 ZWG	Audited 31 Dec 2024 ZWG
15 Financial assets and liabilities		
15.1 Investment contract liabilities		
Financial liabilities designated through profit & loss	231 005 470	175 413 651
Movement in liabilities fair valued through profit or loss	55 591 819	78 932 613
Balance at beginning of year	175 413 651	96 481 038
New contributions received	85 398 793	20 133 125
Withdrawals	(30 413 424)	(3 215 960)
Changes in fair value of financial liabilities	8 771 595	(839 123)
Investment income	7 765 344	2 303 320
Management fees	(14 996 339)	(3 440 895)
Exchange differences	354 224	(20 917 234)
Provision for tax	(1 216 149)	1 319 454
Effects of translating to presentation currency	(72 225)	83 589 926
Balance at end of year	231 005 470	175 413 651

	Audited 31 Dec 2025 ZWG	Audited 31 Dec 2024 ZWG
15.2 Fair value through profit and loss: -		
Equity securities –quoted	48 969 954	36 487 643
Equity securities – unquoted	132 504 200	127 632 056
Gold coins	5 504 002	3 265 198
Bond	4 213 966	3 869 775
Total	191 192 122	171 254 672
15.3 At Amortised cost		
Bonds and treasury bills	80 102 134	83 478 935
Paid up permanent shares [1]	1 113	1 039
Total	80 103 247	83 479 974

[1] Paid up permanent shares are fixed-interest instruments used by Building Societies in Zimbabwe to mobilize funds for operations.

15.4 Reconciliation of financial assets carrying amounts

	Fair Value through Profit or loss		Amortised Cost			Total ZWG
	Equities -listed ZWG	Equities -unlisted ZWG	Bonds ZWG	Bonds and treasury bills ZWG	PUPS ZWG	
2025						
Opening balance	36 487 643	127 632 056	3 869 775	81 636 561	1 039	249 627 074
Additions	546 468	-	-	42 562 433	-	43 108 901
Disposals	(1 896 177)	-	-	(53 508 412)	-	(55 404 589)
Interest income	-	-	-	8 238 003	74	8 238 077
Fair value gains	10 268 731	4 064 438	324 336	-	-	14 657 505
Effects of translating to presentation currency	3 563 289	807 707	19 854	1 179 272	-	5 570 122
Expected credit losses	-	-	-	(5 723)	-	(5 723)
Closing balance	48 969 954	132 504 201	4 213 965	80 102 134	1 113	265 791 367
2024						
Opening balance	20 905 196	88 301 711	-	35 553 072	5 353	144 765 332
Additions	14 358 943	-	3 869 775	13 769 104	-	31 997 822
Disposals	(6 170 114)	-	-	(851 390)	-	(7 021 504)
Interest income	-	-	-	4 615 358	97	4 615 455
Fair value gains	(7 697 925)	(37 196 006)	-	-	-	(44 893 931)
Effects of translating to presentation currency	15 091 543	76 526 351	-	30 392 791	(4 411)	122 006 274
Expected credit losses	-	-	-	(1 842 374)	-	(1 842 374)
Closing balance	36 487 643	127 632 056	3 869 775	81 636 561	1 039	249 627 074

	Gold fund ZWG
16. Reconciliation of gold coin carrying amounts	
Audited 2025	
Opening balance	3 265 198
Interest Income	2 268 020
Fair value gains	(29 216)
Closing balance	5 504 002
Audited 2024	
Opening balance	1 277 048
Additions	246 423
Disposals	(115 963)
Fair value gains	705 386
Effects of translating to presentation currency	1 152 304
Closing balance	3 265 198

	Audited 31 Dec 2025 ZWG	Audited 31 Dec 2024 ZWG
17 Investment properties		
Reconciliation of carrying amount		
Opening balance as at 1 January	82 870 006	42 135 046
Fair value adjustment	3 840 193	2 715 675
Effects of translating to presentation currency	496 749	38 019 285
Closing balance as at 31 December	87 206 948	82 870 006

18 Equity accounted investments

The company's investment in associate (Mash) and in subsidiary (CitySide) that is summarised below:

	Audited Associate ZWG	Audited Subsidiary ZWG	Audited Total ZWG
2025			
Balance at 1 January 2025	602 878 709	4 688 539	607 567 248
Share of profit / (loss) for the year	28 426 628	(1 449 381)	26 977 247
Dividend received	(3 625 925)	-	(3 625 925)
Share of other comprehensive income	-	1 086 413	1 086 413
Share of OCI - Effects of translating to presentation currency	3 674 666	41 661	3 716 327
Balance at 31 December 2025	631 354 078	4 367 232	635 721 310
2024			
Balance at 1 January 2024	305 049 768	2 050 064	307 099 832
Share of profit/ (loss) for the year	21 039 754	(1 921 724)	19 118 030
Dividend received	(2 760 585)	-	(2 760 585)
Share of other comprehensive income	-	4 560 292	4 560 292
Share of OCI -Effects of translating to presentation currency	279 549 772	(93)	279 549 679
Balance at 31 December 2024	602 878 709	4 688 539	607 567 248

Audited Abridged Financial Results for the year ended 31 December 2025



Audited Abridged Financial Results for the year ended 31 December 2025

Company statement of financial position At 31 December 2025

	Notes	Audited 31 Dec 2025 ZWG	Audited 31 Dec 2024 ZWG
Assets			
Investments at fair value	6	95 246 920	47 351 231
Investment properties	7	76 019 528	87 276 326
Investment in subsidiary	8	117 282 247	80 531 435
Right of use assets		-	450 157
Property and equipment	9	22 947 665	4 836 238
Other assets		3 238 385	3 935 766
Financial assets at amortised cost	10	17 228 761	52 931 936
Current tax receivable		5 153 787	5 125 013
Reinsurance contract assets	13	100 360 230	112 054 507
Cash and cash equivalents	11	99 327 020	92 064 452
Total assets		536 804 544	486 557 061
Equity and liabilities			
Liabilities			
Deferred tax liability		18 417 428	9 080 938
Lease liabilities		-	2 666 431
Insurance contract liabilities	12	53 290 532	94 551 457
Other payables	14	62 757 451	99 935 095
Total liabilities		134 465 411	206 233 921
Equity			
Share capital		14	14
Share premium		26 978	26 978
Revaluation reserve		2 700 656	2 577 604
Equity reserve		6 013 002	113 322 141
Equity translation reserve		112 530 508	6 013 002
Retained earnings		281 067 975	158 383 401
Total equity		402 339 133	280 323 140
Total equity and liabilities		536 804 544	486 557 061

Company statement of comprehensive income For the year ended 31 December 2025

	Notes	Audited 31 Dec 2025 ZWG	Audited 31 Dec 2024 ZWG
Insurance revenue			
Insurance revenue	12	627 197 344	299 687 660
Insurance service expenses	15	(411 315 109)	(194 388 052)
Insurance service result before reinsurance		215 882 235	105 299 608
Net expenses from reinsurance contracts held	13	(116 831 304)	(94 334 010)
Insurance service result		99 050 931	10 965 598
Fair value gain	16	11 682 838	19 987 874
Interest income calculated using effective interest method		6 645 572	3 193 189
Net investment income	19	3 543 314	2 297 467
Net other income		27 777 732	(11 191 925)
Fair value movement in investment in subsidiary	8	37 035 761	14 668 674
Operating expenses	17	(52 879 991)	(34 423 416)
Expected credit losses		(892 915)	(127 357)
Interest Expense on lease liability		(48 988)	(420 036)
Profit before taxation		131 914 256	4 950 068
Taxation	18	(9 229 682)	31 283 175
Profit for the year		122 684 574	36 233 243
Other comprehensive income:			
Other comprehensive income that will not be reclassified to profit or loss in subsequent periods (net of tax):			
Revaluation of equipment		123 052	728 991
Effects of translation to presentation currency		(791 633)	113 322 141
Total comprehensive income		122 015 993	150 284 375

Statement of changes in equity For the year ended 31 December 2025

	Share capital ZWG	Share premium ZWG	Equity reserve ZWG	Equity translation reserve ZWG	Revaluation reserve ZWG	Retained earnings ZWG	Total equity ZWG
Balance as at 1 January 2024	12 080	6 027 914	-	-	2 487 070	121 511 701	130 038 765
Profit for the year	-	-	-	-	-	36 233 243	36 233 243
Transfer to equity reserve	(12 066)	(6 000 936)	6 013 002	-	(638 457)	638 457	-
Other comprehensive income							
Effects of translating to presentation currency	-	-	-	113 322 141	-	-	113 322 141
Revaluation of equipment	-	-	-	-	728 991	-	728 991
Balance as at 30 June 2024	14	26 978	6 013 002	113 322 141	2 577 604	158 383 401	280 323 140
Balance as at 1 January 2025	14	26 978	6 013 002	113 322 141	2 577 604	158 383 401	280 323 140
Profit for the year	-	-	-	-	-	122 684 574	122 684 574
Other comprehensive income							
Effects of translating to presentation currency	-	-	-	(791 633)	-	-	(791 633)
Revaluation of equipment	-	-	-	-	123 052	-	123 052
Balance as at 30 June 2025	14	26 978	6 013 002	112 530 508	2 700 656	281 067 975	402 339 134

STATEMENT OF CASH FLOWS For the year ended 31 December 2025

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Profit for the year	122 684 574	36 233 243
Adjustments for non cash items	(43 233 403)	(56 714 839)
Cash flows from operating activities before working capital adjustments	79 451 171	(20 481 596)
Working capital adjustments	(66 046 911)	62 081 836
Cash generated from/(utilised in) operations	13 404 260	41 600 240
Income taxes paid	(936 883)	(1 703 627)
Interest received	6 645 572	1 683 611
Interest paid on lease liability	(48 988)	(420 036)
Net cash generated from/(utilised in) operating activities	19 063 961	41 160 188
Net cash flows used in investing activities	(3 688 138)	(12 301 351)
Net cash generated from financing activities	(366 938)	(1 014 707)
Net increase/(decrease) in cash and cash equivalents	15 008 885	27 844 130
Cash and cash equivalents at the beginning of the year	92 064 452	51 533 581
Effects of change in presentation currency	(7 533 228)	19 427 254
Effects of exchange rate changes on cash and cash equivalents	(213 089)	(6 740 513)
Cash and cash equivalents at the end of the year	99 327 020	92 064 452

Notes to the abridged financial results For the year ended 31 December 2025

1 Corporate information

ZB Reinsurance Limited ('the Company' or "ZB Reinsurance"), which was incorporated in Zimbabwe on 27 November 1997, is a registered insurance company under the Insurance Act (Chapter 24:07) and engages in reinsurance activities. ZB Reinsurance is the parent company of P&C Reinsurance Company (Pty) Ltd incorporated in Botswana which also engages in reinsurance activities (together 'the Group'). ZB Reinsurance Limited is a subsidiary of Intermarket Holdings Limited and ultimately of ZB Financial Holdings Limited. The registered office of the Company is 881 Endeavour Crescent, Mt Pleasant, Harare.

The financial statements of ZB Reinsurance Limited for the year ended 31 December 2025 were authorised for issue in accordance with a resolution of the Board of Directors on 4 March 2026.

2 Statement of compliance

The financial statements from which these abridged financial results are an extract, have been prepared in accordance with IFRS® Accounting Standards, as issued by the International Accounting Standards Board (IASB). The financial statements were prepared in the manner required by the Companies and Other Business Entities Act (Chapter 24:31), the Insurance Act (Chapter 24:07) and relevant regulations made thereunder.

3 Reporting period and currency

The reporting period is 1 January 2025 to 31 December 2025.

The Company's functional currency is the United States Dollar (USD). These abridged financial statements are presented in Zimbabwe Gold (ZWG), which was adopted as the Company's presentation currency to align with the parent company, ZBFH's, reporting requirements, which in turn reflects a directive from the Reserve Bank of Zimbabwe mandating reporting in ZWG.

The following exchange rates were used in translating 2025 transactions:

Average January to December 2025 - 26.59
Closing rate as at 31 December 2025 - 25.98

4 Accounting policies

The accounting policies applied in the preparation of the current year financial statements are consistent with those applied in the previous financial year. There were no changes to the accounting policies during the year under review.

5 Audit opinion

The audited abridged financial results should be read together with the full set of financial statements for the year ended 31 December 2025, which were audited by the Company's external auditors, Ernst & Young Chartered Accountants (Zimbabwe). The auditors issued a qualified audit opinion arising from non-compliance with IAS 21 "The Effects of Changes in Foreign Exchange Rates", IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors and IAS 29 "Financial Reporting in Hyperinflationary Economies" in prior year. The opinion includes another key audit matter relating to the determination of the incurred but not reported (IBNR) reserve. The auditor's full report is available for inspection at the Company's registered office.

The engagement partner for this audit engagement was Mrs. Wadzanai Makuwa (PAAB Practising Certificate Number 0636).

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
6 Investments at fair value		
Opening balances	47 351 231	14 469 347
Fair value adjustments	8 387 598	19 844 577
Additions	40 170 867	2 525 806
Maturities	(281 251)	(2 540 228)
FCTR	(381 526)	13 051 729
	95 246 920	47 351 231
7 Investment properties		
Opening balances	87 276 326	43 749 722
Additions/improvements	-	3 017 854
Transfer to Property and Equipment*	(15 317 971)	-
Fair value adjustments	3 091 703	143 297
FCTR	969 471	40 365 454
	76 019 528	87 276 326

*During the year ended 31 December 2025, the Company transferred a building known as 881 Mt Pleasant from Investment Property to Equipment following a change in use. The property, which had previously been held to earn rental income, is now being used by the Company as administration offices. No gain or loss was recognised on the transfer as the fair value of the property at the date of transfer equalled its carrying amount.

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
8 Investment in subsidiary*		
Opening balances	80 531 435	27 841 539
Capital injection	-	9 963 494
Fair value adjustment	37 035 761	14 668 674
FCTR	(284 949)	28 057 728
	117 282 247	80 531 435

*During the year ended 31 December 2025, the Board of Directors of ZB Reinsurance Limited approved the disposal of the Group's 100% interest in P&C Reinsurance Proprietary Limited, a wholly owned subsidiary engaged in short-term reinsurance activities. The sale is expected to be completed in 2026, subject to the finalisation of regulatory approvals. On 31 December, the operation has been classified as a disposal group held for sale and as a discontinued operation in accordance with IFRS 5 — Non-current Assets Held for Sale and Discontinued Operations, in the consolidated financial statements of the group.

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
9 Property & equipment		
At 1 January	4 836 238	4 779 650
Additions	6 909 465	1 065 949
Transfer from investment property (note 7)	15 317 971	-
Disposals	(1 571 927)	(2 691 066)
Revaluation movement	165 944	981 806
FCTR	(388 450)	1 550 091
Depreciation on disposal	244 879	333 159
Depreciation	(2 566 455)	(1 183 351)
Closing Balance	22 947 665	4 836 238
10 Financial assets at amortised cost		
As at 1 January	52 931 936	25 410 174
Additions	68 881 968	80 959 371
Maturities	(110 268 347)	(78 785 057)
Interest accrued	4 336 815	1 943 553
Expected credit losses	118 559	(164 883)
FCTR	1 227 830	23 568 778
	17 228 761	52 931 936
11 Cash & cash equivalents		
Cash at banks and on hand	64 137 264	25 715 870
Money market balances	35 189 756	66 348 582
	99 327 020	92 064 452

12 Roll-forward of net asset or liability for insurance contracts issued showing the liability for remaining coverage and the liability for incurred claim

	LRC Excluding loss component	2025 LIC for contracts under PAA PV of future cash flows	Risk adjustment	Total
Opening insurance contract liabilities	(47 805 068)	132 714 544	9 641 981	94 551 457
Opening insurance contract assets	-	-	-	-
Net balance as at 1 January	(47 805 068)	132 714 544	9 641 981	94 551 457
Insurance revenue	(627 197 344)	-	-	(627 197 344)
Insurance service expenses				
Incurred claims and other directly attributable expenses	-	95 515 448	-	95 515 448
Changes that relate to past service adjustments to the LIC	-	92 364 626	2 504 605	94 869 231
Insurance acquisition cash flows amortisation	220 930 430	-	-	220 930 430
Insurance service expenses	220 930 430	187 880 074	2 504 605	411 315 109
Insurance service result before reinsurance	(406 266 914)	187 880 074	2 504 605	(215 882 235)
Total amounts recognised in comprehensive income	(406 266 914)	187 880 074	2 504 605	(215 882 235)
Effects of translating to presentation currency	666 061	979 820	11 163	1 657 044
Foreign currency translation gain (loss)	517 667	(4 102)	(800)	512 765
Cash flows				
Premiums received	582 929 193	-	-	582 929 193
Claims and other directly attributable expenses paid	-	(189 547 262)	-	(189 547 262)
Insurance acquisition cash flows	(220 930 430)	-	-	(220 930 430)
Total cash flows	361 998 763	(189 547 262)	-	172 451 501
Net balance as at 31 December	(90 889 491)	132 023 074	12 156 949	53 290 532
Closing insurance contract liabilities	(90 889 491)	132 023 074	12 156 949	53 290 532
Closing insurance contract assets	-	-	-	-
Net balance as at 31 December	(90 889 491)	132 023 074	12 156 949	53 290 532

Audited Abridged Financial Results for the year ended 31 December 2025

Notes to the abridged financial results (continued)

12 Roll-forward of net asset or liability for insurance contracts issued showing the liability for remaining coverage and the liability for incurred claim (continued)

	2025			Total
	LRC Excluding loss component	LIC for contracts under PAA PV of future cash flows	Risk adjustment	
Opening insurance contract liabilities	(17 392 171)	112 794 371	4 605 146	100 007 346
Opening insurance contract assets	-	-	-	-
Net balance as at 1 January	(17 392 171)	112 794 371	4 605 146	100 007 346
Insurance revenue	(299 687 660)	-	-	(299 687 660)
Insurance service expenses				
Incurred claims and other directly attributable expenses	-	138 323 175	98 021	138 421 196
Changes that relate to past service adjustments to the LIC	-	(51 416 087)	582 873	(50 833 214)
Insurance acquisition cash flows amortisation	106 800 070	-	-	106 800 070
Insurance service expenses	106 800 070	86 907 088	680 894	194 388 052
Insurance service result before reinsurance	(192 887 590)	86 907 088	680 894	(105 299 608)
Total amounts recognised in comprehensive income	(192 887 590)	86 907 088	680 894	(105 299 608)
Effects of translating to presentation currency	(80 325 261)	103 306 070	4 317 847	27 298 655
Foreign currency translation gain (loss)	51 093	230 134	38 094	319 321
Cash flows				
Premiums received	374 410 684	-	-	374 410 684
Claims and other directly attributable expenses paid	-	(170 523 118)	-	(170 523 118)
Insurance acquisition cash flows	(131 661 823)	-	-	(131 661 823)
Total cash flows	242 748 861	(170 523 118)	-	72 225 743
Net balance as at 31 December	(47 805 068)	132 714 544	9 641 981	94 551 457
Closing insurance contract liabilities	(47 805 068)	132 714 544	9 641 981	94 551 457
Closing insurance contract assets	-	-	-	-
Net balance as at 31 December	(47 805 068)	132 714 544	9 641 981	94 551 457

13 Roll-forward of net asset or liability for reinsurance contracts held showing the asset for remaining coverage and the amounts recoverable for incurred claims

	2025			Total
	Remaining coverage	PV future cash flows	Risk adjustment	
Opening reinsurance contract assets	11 596 613	(121 167 329)	(2 483 791)	(112 054 507)
Opening reinsurance contract liabilities	-	-	-	-
Net balance as at 1 January	11 596 613	(121 167 329)	(2 483 791)	(112 054 507)
Net expenses (income) from reinsurance contracts held				
Allocation of reinsurance premiums	145 775 061	-	-	145 775 061
Claims recovered	-	(16 515 380)	-	(16 515 380)
Changes that relate to past service - adjustments to incurred claims	-	(12 204 068)	(224 309)	(12 428 377)
Net expenses (income) from reinsurance contracts held	145 775 061	(28 719 448)	(224 309)	116 831 304
Total amounts recognised in comprehensive income	145 775 061	(28 719 448)	(224 309)	116 831 304
Effects of translating to presentation currency	222 231	(1 295 220)	(12 979)	1 085 968
Foreign currency translation gain (loss)	(104 130)	9 565	608	(93 957)
Cash flows				
Premiums paid net of ceding commissions	(151 327 677)	-	-	(151 327 677)
Recoveries from reinsurance	-	47 370 575	-	47 370 575
Total cash flows	(151 327 677)	47 370 575	-	(103 957 102)
Net balance as at 31 December	6 162 098	(103 801 857)	(2 720 471)	(100 360 230)
Closing reinsurance contract assets	6 162 098	(103 801 857)	(2 720 471)	(100 360 230)
Closing reinsurance contract liabilities	-	-	-	-
Net balance as at 31 December	6 162 098	(103 801 857)	(2 720 471)	(100 360 230)

	2024			Total
	Remaining coverage	PV future cash flows	Risk adjustment	
Opening reinsurance contract assets	(3 239 238)	(95 887 139)	(3 926 180)	(103 052 557)
Opening reinsurance contract liabilities	-	-	-	-
Net balance as at 1 January	(3 239 238)	(95 887 139)	(3 926 180)	(103 052 557)
Net expenses (income) from reinsurance contracts held				
Allocation of reinsurance premiums	87 549 350	-	-	87 549 350
Claims recovered	-	(68 243 352)	(1 043 986)	(69 287 338)
Changes that relate to past service - adjustments to incurred claims	-	71 177 508	4 894 490	76 071 998
Net expenses (income) from reinsurance contracts held	87 549 350	2 934 156	3 850 504	94 334 010
Total amounts recognised in comprehensive income	87 549 350	2 934 156	3 850 504	94 334 010
Effects of translating to presentation currency	27 278 654	(77 944 982)	(2 420 182)	(53 086 509)
Foreign currency translation gain (loss)	26 226	210 658	12 067	248 951
Cash flows				
Premiums paid net of ceding commissions	(100 018 380)	-	-	(100 018 380)
Recoveries from reinsurance	-	49 519 977	-	49 519 977
Total cash flows	(100 018 380)	49 519 977	-	(50 498 402)
Net balance as at 31 December	11 596 613	(121 167 329)	(2 483 791)	(112 054 507)
Closing reinsurance contract assets	11 596 613	(121 167 329)	(2 483 791)	(112 054 507)
Closing reinsurance contract liabilities	-	-	-	-
Net balance as at 31 December	11 596 613	(121 167 329)	(2 483 791)	(112 054 507)

	31 Dec 2025 ZWG	31 Dec 2024 ZWG
14 Other payables		
Accrued expense	3 104 976	28 065 354
Payroll liabilities	3 457 057	4 051 189
Intercompany expenses	56 195 418	67 818 552
	62 757 451	99 935 095
15 Insurance service expenses		
Claims incurred	95 515 448	138 323 175
Changes that relate to past service – adjustment to LIC	94 869 231	(50 735 193)
Insurance acquisition costs	183 201 825	88 165 498
Other incurred service expenses	37 728 605	18 634 572
	411 315 109	194 388 052
16 Fair value adjustments		
Fair value adjustment on quoted equities	6 295 471	20 131 305
Fair value adjustment on unquoted equities	2 295 664	(286 728)
Fair value gain on investment property	3 091 703	143 297
	11 682 838	19 987 874

Notes to the abridged financial results (continued)

17 Operating expenses

Staff expenses	14 905 323	8 057 371
Administration expenses	8 628 272	3 393 074
Computer expenses	97 135	3 686 337
Group management fees	20 933 404	10 711 109
Regulatory fees	-	3 571 425
External audit fees	3 368 573	1 579 761
Depreciation expense	871 767	1 183 351
Depreciation-right of use asset	48 845	156 984
Directors' remuneration	4 026 671	2 084 005
	52 879 991	34 423 416

18 Income tax (credit)/expense

Current income tax	-	-
Deferred tax	9 229 682	(31 283 175)
	9 229 682	(31 283 175)

19 Net investment income

Dividend received	1 268 223	661 580
Rental income	2 275 091	1 635 887
	3 543 314	2 297 467

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Audited Abridged Financial Results for the year ended 31 December 2025

AUDITED FINANCIAL RESULTS for the year ended 31 December 2025

Statement of financial position As at 31 December 2025

Notes	Audited	
	31 Dec 2025 ZWG	Restated 31 Dec 2024* ZWG
Assets		
Cash and cash equivalents	6 245 742	250 444
Trade and other receivables	4 095 028	3 917 202
Current tax asset	-	479 811
Other financial assets	12 426 286	8 384 808
Investments	13 241 172	9 340 868
Deferred tax asset	331 655	-
Intangible assets	702 128	875 214
Office furniture and equipment	225 882	210 593
Total assets	37 267 893	23 458 940
Liabilities		
Current tax liability	325 932	-
Trade and other payables	18 393 529	12 349 235
Deferred tax liability	-	1 209 432
Total liabilities	18 719 461	13 558 667
Equity		
Share capital	16	16
Share premium	320	320
Equity translation reserve	327 741	327 741
Revaluation reserve	173 414	104 219
Foreign currency translation reserves	2 413 868	2 546 398
Retained earnings	15 633 073	6 921 579
Total equity	18 548 432	9 900 273
Total equity and liabilities	37 267 893	23 458 940

*In the prior year, trade receivables were reported together with the current tax balance, which is now presented separately.

Statement of profit or loss and other comprehensive income For the year ended 31 December 2025

Notes	Audited	
	31 Dec 2025 ZWG	Restated 31 Dec 2024* ZWG
Income		
Fees and commission income	21 454 879	10 595 874
Other income	5 944 782	6 097 737
Total income	27 399 661	16 693 611
Expenses		
Staff costs	(8 519 134)	(4 875 340)
Expected credit loss	(1 882 832)	(478 045)
Other operating expenses	(8 773 403)	(6 829 810)
Total expenses	(19 175 369)	(12 183 195)
Profit before taxation	8 224 292	4 510 416
Income tax credit/ (expense)	487 202	(566 073)
Profit after tax	8 711 494	3 944 343
Other comprehensive income:		
Gain on property and equipment revaluation	93 191	99 659
Income tax relating to component of other comprehensive income	(23 996)	(25 662)
Effects of translation to presentation currency	(132 531)	2 546 398
Other comprehensive (loss)/ income for the year, net of tax	(63 336)	2 620 395
Total comprehensive income for the year	8 648 158	6 564 738
Earnings per share		
From Continuing activities		
Basic	8 648	6 566

*Expected credit losses are now presented separately, whereas they were previously included within operating expenses. Accordingly, comparative information differs from the previously reported figures.

Statement of changes in equity For the year ended 31 December 2025

Audited	Share capital	Share premium	Foreign currency translation reserve	Revaluation reserve	Equity reserve	Retained income	Total
	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG	ZWG
Balance at 1 January 2024	2 448	325 629	-	30 222	-	2 977 236	3 335 535
Profit for the year	-	-	-	-	-	3 944 343	3 944 343
Revaluation Surplus	-	-	-	73 997	-	-	73 997
Transfer to Equity Reserve	(2 432)	(325 309)	-	-	327 741	-	-
Effects of translation to presentation currency	-	-	2 546 398	-	-	-	2 546 398
Balance at 31 December 2024	16	320	2 546 398	104 219	327 741	6 921 579	9 900 273
Profit for the year	-	-	-	-	-	8 711 494	8 711 494
Revaluation reserve	-	-	-	69 195	-	-	69 195
Effects of translation to presentation currency	-	-	(132 530)	-	-	-	(132 530)
Balance at 31 December 2025	16	320	2 413 868	173 414	327 741	15 633 073	18 548 432

Statement of cash flows For the year ended 31 December 2025

Notes	Audited	
	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Cash flows from operating activities		
Profit before tax	8 224 292	4 510 416
Adjustments for:		
Depreciation of equipment	10 165 543	52 136
Profit on disposal	14 (2 642)	-
Amortisation on intangible asset	11 179 267	14 834
Exchange loss/(gains)	56 071	(2 620 057)
Fair value adjustment	(3 920 144)	(2 589 869)
Movements in working capital:		
Increase in trade and other payables	6 044 294	8 519 050
Increase in trade and other receivables	(177 826)	(2 880 253)
Cash generated from operations	10 568 855	5 006 257
Income taxes paid	(291 340)	(479 811)
Interest income	14 (1 740 441)	(756 335)
Dividend income	14 (293 524)	(131 405)
Net cash generated by operating activities	8 243 550	3 638 706
Cash flows from investing activities		
Proceeds from redemption of listed equities	8.1 931 058	91 669
Dividend income	14 293 524	131 405
Purchase of listed investment securities	8.1 (924 324)	(772 322)
Interest received	9 1 112 983	374 184
Re-payment of debenture	9 4 468 560	-
Investment in debentures	9 (7 864 276)	(3 353 805)
Purchase of equipment and custodial software	(85 680)	(949 573)
Net cash used in investing activities	(1 738 079)	(4 478 442)
Net increase/(decrease) in cash and cash equivalents	6 505 471	(839 736)
Cash and cash equivalents at the beginning of the year	250 444	535 857
Exchange gains on cash and cash equivalents	(56 071)	2 620 057
Effects of translation to presentation currency	(124 026)	(2 065 734)
Cash and cash equivalents at the end of the year	6 245 742	250 444

Notes to the audited financial results For the year ended 31 December 2025

1 Corporate information

ZB Transfer Secretaries (Private) Limited ("the Company") is incorporated and domiciled in Zimbabwe. The company is registered under the Companies and Other Business Entities Act [Chapter 24:31] and is licensed by the Securities and Exchange Commission of Zimbabwe to operate as a Transfer Secretary. The registered address of the company is 1st Floor, 21 Natal Road, Avondale, Harare, Zimbabwe. ZB Transfer Secretaries is a subsidiary of ZB Financial Holdings Limited which is listed on the Zimbabwe Stock Exchange.

The financial statements of ZB Transfer Secretaries for the year ended 31 December 2025 were authorized for issue in accordance with a resolution of the Board of Directors on 2 March 2026.

2 Statement of compliance

The financial statements from which these abridged financial results are extracted have been prepared in accordance with IFRS® Accounting Standards as issued by the International Accounting Standards Board (IASB).

The financial statements were prepared in the manner required by the Companies and Other Business Entities Act (Chapter 24:31), the Securities and Exchange Act (Chapter 24:25) and relevant regulations made thereunder.

3 Reporting period and currency

The reporting period is 1 January 2025 to 31 December 2025.

The Company's functional currency is the United States Dollar (USD). These abridged financial statements are presented in Zimbabwe Gold (ZWG), which was adopted as the Company's presentation currency to align with the Securities and Exchange Commission's reporting requirements as well as to align with the parent company, ZBFH's, reporting requirements.

The following exchange rates were used in translating 2025 transactions:

Average January to December 2025 - 26.59
Closing rate as at 31 December 2025 - 25.98

4 Accounting policies

The accounting policies applied in the preparation of the financial statements are consistent with those applied in the previous financial year. There were no changes to the accounting policies during the year under review.

5 Audit opinion

The audited abridged financial results should be read together with the full set of financial statements for the year ended 31 December 2025, which were audited by the Company's external auditors, Ernst & Young Chartered Accountants (Zimbabwe). The auditors issued an unqualified audit opinion. The auditor's full report is available for inspection at the Company's registered office.

The engagement partner for this audit engagement was Mrs. Nobuhle Manatsa (PAAB Practising Certificate Number 0637).

	Audited	
	31 Dec 2025 ZWG	31 Dec 2024 ZWG
6 Cash and cash equivalents		
Bank balance with ZB Bank Limited	6 245 742	250 444
7 Trade and other receivables		
Trade receivables	6 214 856	3 363 466
Related party receivables	389 700	700 804
Prepaid expenses	-	479 628
Allowance for expected credit loss	(2 509 528)	(626 696)
	4 095 028	3 917 202
* In the prior year, trade receivables were reported together with the current tax balance. The current tax asset has now been removed for better presentation.		
8 Investments*	13 241 172	9 340 868
*Investments is made up of Investment securities and investments in gold coins as listed below		
8.1 Investment securities		
Carrying amount at beginning of the year	8 634 104	2 865 749
Purchase of listed equities	924 324	772 322
Fair value adjustments for the year	3 440 356	2 502 021
Disposal of listed equities	(931 058)	(91 669)
Effects of translation to presentation currency	(18 321)	2 585 681
Carrying amount at end of year	12 049 405	8 634 104
8.2 Investment in gold coins		
Carrying amount at beginning of the year	706 764	317 835
Fair value adjustments for the year	479 788	87 848
Effects of translation to presentation currency	5 215	301 081
Carrying amount at end of year	1 191 767	706 764
9 Other financial assets		
The Company holds debentures issued by QUPA Micro Finance (Private) Limited and Frontier Real Estate. QUPA Micro Finance (Private) Limited is a wholly owned subsidiary of ZB Financial Holdings Limited (ZBFH) and is therefore a related party. Frontier Real Estate is not a related party.		

	Audited	
	31 Dec 2025 ZWG	31 Dec 2024 ZWG
Investment in debentures		
Carrying amount at beginning of the year	8 384 808	2 443 739
Additions	7 864 276	3 353 805
Interest Payment	(1 112 983)	(374 184)
Principal Payment	(4 468 560)	-
Interest Income	1 740 441	756 335
Effects of translation to presentation currency	348 380	2 205 113
Carrying amount at end of year	12 426 286	8 384 808

Audited	Office Furniture & equipment	Computer equipment	Total
	ZWG	ZWG	ZWG
10 Office furniture and equipment			
2025			
Cost/valuation			
Balance at 1 January 2025	116 277	274 292	390 569
Additions	-	85 680	85 680
Disposals	-	(7 129)	(7 129)
Surplus on revaluation	43 725	47 319	91 043
Effects of translation to presentation currency	2 221	3 124	5 345
Balance at 31 December 2025	162 223	403 286	565 509
Accumulated depreciation and impairment charges:			
Balance at 1 January 2025	23 634	156 342	179 976
Disposals	-	(5 892)	(5 892)
Charge to statement of profit or loss	67 972	97 571	165 543
Balance at 31 December 2025	91 606	248 021	339 627
Net book value at 31 December 2025	70 617	155 265	225 882
2024			
Cost/valuation			
Balance at 1 January 2024	19 333	171 379	190 712
Additions	12 056	47 469	59 525
Effects of translation to presentation currency	5 453	35 220	40 673
Surplus on revaluation	79 435	20 224	99 659
Balance at 31 December 2024	116 277	274 292	390 569
Accumulated depreciation and impairment charges:			
Balance at 1 January 2024	7 927	119 912	127 839
Charge to statement of profit or loss	15 707	36 430	52 136
Balance at 31 December 2024	23 634	156 342	179 976
Net book value at 31 December 2024	92 643	117 950	210 593

All Equipment was revalued as at 31 December 2025 on the basis of valuations carried out by an independent and professional valuer South Bay Real Estates in terms of accounting policy. In the prior year, movable assets were valued by South Bay Real Estates.

The fair values of the property and equipment are categorized into Level 3 of the fair value hierarchy.

Audited Abridged Financial Results for the year ended 31 December 2025

Notes to the audited financial results (continued)

	Audited	
	31 Dec 2025 ZWG	31 Dec 2024 ZWG
11 Intangible assets		
Software		
Balance at beginning of year	890 048	-
Additions	-	890 048
Balance as at end of the year	890 048	890 048
Accumulated amortisation impairment charges:		
Balance as at end of the year	14 834	-
Amortisation	179 267	14 834
Effects of translation to presentation currency	(6 181)	-
Balance as at end of the year	187 920	14 834
Net book value at 31 December 2025	702 128	875 214
12 Trade and other payables		
Sundry Creditors	1 471 516	2 192
Provision for leave pay	192 877	29 420
Amounts due to related parties	16 729 136	12 317 623
	18 393 529	12 349 235
13 Fees and commission income		
Share register fees	12 227 593	7 342 650
Handling and delivery fees	5 777 503	3 143 336
Bond register fees and commission fees	3 449 783	109 888
	21 454 879	10 595 874
14 Other income		
Fair value gain on listed equity	3 440 356	2 502 021
Fair value gain on gold coins	479 788	87 919
Profit on disposal	2 642	-
Interest Income from Qupa Debentures	1 740 441	756 335
Interest on money market	44 102	-
Exchange (loss)/Gain	(56 071)	2 620 057
Dividend income	293 524	131 405
	5 944 782	6 097 737

Notes to the audited financial results (continued)

	Audited	
	31 Dec 2025 ZWG	31 Dec 2024 ZWG
15 Staff costs		
Salaries and wages	7 815 922	4 599 770
Pension costs	703 212	275 570
	8 519 134	4 875 340
16 Other operating expenses		
Administration expenses	4 238 654	2 162 822
Occupation expenses	1 227 389	562 079
Computer and information technology expenses	1 099 426	2 207 217
Directors' fees	894 503	1 125 290
Travelling expenses	51 071	332 572
Audit fees	808 926	210 955
Communication expenses	23 158	15 465
Depreciation and Amortisation	344 810	52 136
Transport expenses	85 466	161 274
	8 773 403	6 829 810
17 Income tax expense		
Current tax expense	1 122 986	-
Deferred tax (credit)/ expense	(1 610 188)	566 073
	(487 202)	566 073

*Expected credit losses are now presented separately in the statement of profit or loss and other comprehensive income, and as a result, is no longer disclosed in this note.

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