Banking | Insurance | Investments
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Unaudited Condensed Interim Financial Results for the half year ended 30 June 2026

Financial Holdings

Smile Cash

Consolidated Financial Highlights

Net Profit After Tax	Sustainable Profit After Tax	Mortgages and other advances	Insurance Revenue	Total Assets
30 Jun 2026 ZWG0,248bn	30 Jun 2026 ZWG0,175bn	30 Jun 2026 ZWG4,616bn	30 Jun 2026 ZWG0,541bn	30 Jun 2026 ZWG19,531bn
30 Jun 2025 ZWG0.428bn	30 Jun 2025 ZWG0,087bn	31 Dec 2025 ZWG3,090bn	30 Jun 2025 ZWG0,423bn	31 Dec 2025 ZWG16,080bn

Chairman's Statement

Operating Environment:
The operating environment has been commendably stable in the first half of 2026, backed by increasing forex inflows and reserves, the exchange rate depreciated by 4.65% from ZWG25.5806 in January 2026 to ZWG26.7698 by the end of June 2026. Inflation remained in single digits, averaging 2.5% in the first half of the year, closing the period at 3.5%. However, global headwinds, particularly energy price shocks, posed a risk to these stability gains, exacerbating persistent domestic structural bottlenecks. To anchor inflation expectations, the Reserve Bank of Zimbabwe (RBZ) has maintained a tight monetary policy stance, while cautiously easing interest rates from 35% to 30% to encourage private spending and investment.

In the productive sectors, performance has also been exemplary, driven by record areas under cultivation in agriculture and robust mining revenue inflows. Meanwhile, there has been structural and regulatory transformation, including bans on raw mineral exports, the reservation of small-scale mining operations exclusively for local citizens, and a mandatory local sourcing requirement for grain millers and processors, who must now procure at least 40% of their grains and cereals domestically. In manufacturing, capacity utilization has risen to 62.1%, signaling a sustained uptick in industrial activity and local resource beneficiation.

Meanwhile, the Group remains fully aligned with the 2026 Monetary Policy Statement and the broader Vision 2030, with its forward agenda centred on strengthening operational resilience and refining business models to perform effectively under current conditions.

Group Performance:
The Profit After Tax (PAT) stood at ZWG0.248 billion compared to the ZWG 0.428 billion in 2025. However, the Group's sustainable profit after tax (excluding unrealised Exchange Gains and Fair Values) increased from ZWG0.087 billion in 2025 to ZWG0.176 billion for the period ended 30 June 2026 as the Group placed more reliance on revenues earned from its core business.

Capital Requirements:
The Group remains committed to maintaining robust capital adequacy. As at 30 June 2026, all the Group companies were in compliance with the prescribed minimum capital requirements. The Building Society is undergoing liquidation following the Reserve Bank of Zimbabwe (RBZ)'s approval of the cancellation of its Banking license on 19 December 2025. The liquidation process is being administered by the Depositors Protection Commission (DPC) who were appointed in compliance with regulation.

Dividends:
There was no dividend declared for the reporting period ended 30 June 2026.

Sustainability and Environmental, Social, and Governance (ESG) Reporting
The Group's strategy and operations remain grounded in sustainability principles. ZB Financial Holdings integrates environmental, social, and governance (ESG) priorities into its operations through green financing for renewable energy, climate smart agriculture, and eco friendly infrastructure, while expanding financial inclusion via digital platforms. The Group also supports community development, education, and health initiatives, and promotes ethical banking, transparency, and compliance with international standards. It remains committed to meeting Sustainability and ESG requirements, including regulatory ESG reporting.

Directorate:
Ms. M Makosazana was appointed as a Non-Executive Director of ZB Financial Holdings Board with effect from 31 March 2026. We look forward to her invaluable contribution towards the Group's continued success.

Outlook:
The outlook remains positive, with the government expecting the 2025 growth momentum to carry into 2026, albeit at a slightly moderated pace of 5%, down from 6.6% recorded in the prior year. A stable macroeconomic environment, coupled with robust performance in key productive sectors, particularly agriculture and mining, is expected to remain the primary anchor of economic activity.

However, from a global perspective, the outlook remains largely contingent on conditions in the oil market, which have a direct bearing on domestic exchange rates and inflation dynamics. If the ongoing de-escalation in the Middle East is sustained, the resulting stability in energy markets is likely to reinforce the optimistic economic outlook.

Against this backdrop, the Group remains unwavering in its commitment to delivering value-added financial solutions that support national development, while maintaining a sharp focus on sustainable revenue generation and disciplined cost management to drive shareholder value. Complementing this domestic focus, we are actively pursuing a market expansion strategy, including entry into regional and international markets, to diversify our investment portfolio and build a robust hedge against both domestic and global headwinds.

The Group will continue to support Government towards Vision 2030, particularly through capacitating the productive sectors of the economy, as well as interventions in enhancing financial inclusion within the economy.

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 reporting period ended 30 June 2026. Our combined interventions and inputs have ensured that the Group continues to maintain its strong position despite the challenges posed by the operating environment.

A. Makamure
(Chairman)

20 August 2026

Group Chief Executive's Report

Introduction:
Dear Stakeholder, I am pleased to present the financial results of ZB Financial Holdings for the period ended 30 June 2026.

Performance Outturn:
The Group's total income declined from ZWG1.908 billion in 2025, to ZWG1. 657 billion in 2026, mainly as a result of a reduction in exchange gains as the exchange rate remained relatively stable throughout the period. On the positive, the Group's revenue performance in 2026 was underpinned by growth in sustainable revenue (excluding fortuitous performance from exchange gains and fair value adjustments).

The Group's net interest income decreased from ZWG0.477 billion in 2025 to ZWG0.305 billion in 2026 due to subdued lending and financial assets which were restructured at zero coupon value during the period under review. Loan impairment charges, net of recoveries declined from ZWG0.070 billion in 2025 to a credit of ZWG0.076 billion in 2026 due to reversals emanating from matured financial assets which were fully paid during the period under review. Resultantly, Net Income from lending activities marginally declined from ZWG0.406 billion in 2025 to ZWG0.381 billion in 2026. Going forward to year end, the Group is focusing on increasing the loans and advances book through creation of quality assets.

Banking Commissions and Fees went up to close 30 June 2026 at ZWG0.924 billion from ZWG0.905 billion in 2025. The improvement was mainly due to efficiencies of digital platforms which has resulted in increased transactions from new customers.

Insurance Service Result increased to ZWG0.111 billion in 2026 from ZWG0.066 billion in 2025, largely as a result of an increase in Insurance Service Revenue from ZWG0.423 billion in 2025 to ZWG0.541 billion in 2026. This performance was driven by increased new business and share participation recorded by Reinsurance and Life Assurance businesses.

The Group's operating costs declined from ZWG1.372 billion in 2025 to ZWG1.359 billion in 2026, as the Group maintained a prudent cost discipline, with operating expenses remaining well contained through continued cost optimisation initiatives implemented during the period under review. Continued cost savings are expected in the outlook, with increased adoption of process automations.

The Group's Sustainable Profit After Tax (excluding unrealised Exchange Gains and Fair Values) improved to ZWG0.175 billion from ZWG0.087 billion in 2025 as the Group continues to place more reliance on revenues earned from its core business. The Profit After Tax closed at ZWG0.248 billion in 2026 from ZWG0.428 billion in 2025. The decline was mainly because of the reduction in Exchange Gains.

Meanwhile, the Group's total assets increased, from ZWG16.080 billion as at 31 December 2025 to ZWG19.531 billion as at 30 June 2026. The growth was driven by an increase in Mortgages and other advances and Investments in Financial Assets.

Deposits and other related funding account balances closed the period at ZWG8.920 billion as at 30 June 2026, representing a growth from the ZWG6.570 billion balance as at 31 December 2025. The growth was supported by an increase in USD deposits across all sectors.

The Bank maintained a liquidity ratio of 70% as at 30 June 2026 (77%: 31 December 2025) against a prescribed ratio of 30%.

Operations Review

Banking Operations:
ZB Bank Limited (The Bank) reported a profit after tax of ZWG0.088 billion for the period ended 30 June 2026, compared to ZWG0.346 billion recorded during the corresponding period in 2025.

The decline in profitability was primarily attributable to the decrease in exchange gains as the exchange rate remained relatively stable compared to the comparative period. However, the Sustainable Profit After Tax grew to ZWG0.018 billion from a loss position ZWG0.0443 billion.

The Bank's total assets increased to ZWG14.674 billion as at 30 June 2026, from ZWG11.792 billion as at 31 December 2025. The growth in total assets was primarily driven by the expansion of the loan book during the period under review, together with growth in customer deposits, reflecting strengthened deposit mobilisation efforts and continued customer confidence in the Bank.

Insurance Operations:
ZB Reinsurance posted a profit after tax of ZWG0.059 billion in June 2026, up from ZWG0.023 billion in June 2025, reflecting an increase in insurance revenue. Its total assets grew from ZWG0.537 billion as at 31 December 2025 to ZWG0.636 billion as at 30 June 2026. The increase in profitability was mainly due to growth in new business underwritten.

P & C Reinsurance (Botswana Operations) Profit After Tax decreased from USD0.527 million in June 2025 to USD0.28 million in June 2026 while the Total Assets grew from USD7.704 million in December 2025 to USD8. 985million in June 2026. The decrease in profitability was mainly due to increased reserves because of higher new business underwritten as well as exchange losses incurred.

ZB Life Assurance recorded a profit of ZWG0.038 billion during the first half of 2026, in comparison with a loss of ZWG0.006 billion in the first half of 2025. The improvement in profitability was mainly due to new business underwritten during the period under review. Its total assets increased from ZWG1.148 billion as at 31 December 2025 to ZWG1.285 billion as at 30 June 2026.

Investments:
As at 30 June 2026, Mashonaland Holdings Limited (Mash) posted a profit after tax of ZWG0.052 billion, compared to ZWG0.064 billion in 2025, representing a decrease in revenues. Its total assets rose from ZWG2.648 billion as at 31 December 2025 to ZWG2.768 billion as at 30 June 2026.

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 started well, posting a profit of ZWG0.006 billion exceeding targets.

Internal Processes:
Having become the first financial 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) in September 2025, in the first half of 2026 ZB Bank focused on implementing commitments made during the certification process. Implementation was designed to entrench resilience and sustainability in operations, as well as driving impact through the identified High Impact Goals, namely: promoting financial inclusion, fostering investments in sustainable infrastructure, and stimulating the agriculture value chain.

People & Culture:
The Group continued to align its organisational design with the business strategy through the optimisation of staff's use of technology in their current roles and in preparing them for the future roles in a digital world.

The Group's staff complement as at 30 June 2026 stood at 868 (855 as of December 2025). 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 period ended 30 June 2026.

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

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

20 August 2026

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Unaudited Condensed Interim Financial Results for the half year ended 30 June 2026

zb Financial Holdings

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Consolidated statement of financial position
As at 30 June 2026

	Notes	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
ASSETS			
Cash and cash equivalents		5 523 011 619	4 031 757 251
Treasury bills	3	898 779 582	1 335 881 639
Mortgages and other advances	4	4 615 536 649	3 089 902 781
Trade and other receivables		1 683 329 746	1 242 751 847
Reinsurance contract assets	10	89 673 241	90 401 677
Insurance contract assets		39 499 236	22 725 762
Inventories		207 883 693	79 005 915
Asset held for sale		-	45 880 150
Financial assets held at amortised cost		98 375 241	85 500 065
Financial assets held at fair value through profit or loss		686 099 262	611 206 627
Right of use assets	6	35 754 516	32 133 668
Investment properties	5	3 871 236 944	3 685 425 819
Intangible assets	8	188 922 024	191 738 839
Property and equipment	7	1 410 954 825	1 455 167 683
Deferred Tax assets		182 179 563	80 944 426
Total assets		19 531 236 141	16 080 424 149
LIABILITIES			
Deposits and other accounts	9	8 920 103 436	6 570 023 968
Trade and other payables		1 596 996 991	1 006 947 834
Investment contract liabilities		274 927 315	231 005 474
Current tax liabilities		77 595 682	115 406 106
Long term borrowings		63 792 877	54 675 018
Insurance Contract Liabilities	10	259 106 036	225 182 688
Offshore borrowings	11	383 853 762	209 443 807
Lease liabilities	12	64 719 208	47 575 387
Deferred tax liabilities		262 688 782	239 552 405
Total liabilities		11 903 784 089	8 699 812 687
EQUITY			
Share capital		3 878	3 878
Share premium		285 183	285 183
Other components of equity		2 745 172 139	2 754 876 781
Retained income		2 722 219 845	2 585 729 933
Equity Reserve		70 645 182	70 645 182
Attributable to equity holders of parent		5 538 326 227	5 411 540 957
Non-controlling interests		2 089 125 825	1 969 070 505
Total equity		7 627 452 052	7 380 611 462
Total equity and liabilities		19 531 236 141	16 080 424 149

Consolidated statement of profit or loss and other comprehensive income
For the half year ended 30 June 2026

	Notes	Unaudited 30 Jun 2026 ZWG	Unaudited 30 Jun 2025 ZWG
Interest income calculated using the effective interest rate method	13.1	494 525 787	590 076 166
Other interest and related income		290 969	9 004 278
Interest expense calculated using the effective interest rate method	13.2	(189 965 526)	(120 134 414)
Other interest and related expenses		-	(2 383 449)
Net interest income		304 851 230	476 562 581
Loan impairment charges, net recoveries	13.3	76 032 022	(70 118 787)
Net income from lending activities		380 883 252	406 443 794
Insurance revenue	14.1	540 736 737	422 550 926
Insurance service expense	14.2	(362 307 214)	(309 892 802)
Allocation of reinsurance premiums	14.3	(124 492 325)	(82 840 413)
Amounts recoverable from reassurers for incurred claims	14.3	57 535 681	36 468 157
Insurance service result		111 472 879	66 285 868
Insurance finance income / (expenses) from insurance contracts	14.4	(10 063 796)	(8 828 175)
Reinsurance finance expenses from reinsurance contracts	14.4	(820 877)	82 231
Net Insurance financial result		(10 884 673)	(8 745 944)
Fair value of financial liabilities at fair value through profit or loss		(13 362 065)	245 798
Commissions and fees	15	923 970 583	905 077 039
Other operating income	16	211 030 699	641 945 153
Fair value adjustments		53 839 020	(102 995 839)
Total income		1 656 949 695	1 908 255 869
Operating expenses	17	(1 358 648 794)	(1 371 549 689)
Profit from ordinary activities		298 300 901	536 706 180
Share of associate companies' profit net of tax		-	5 027 642
Profit before taxation		298 300 901	541 733 822
Income tax expense	18	(50 164 309)	(113 954 778)
Net profit for the period		248 136 592	427 779 044
Profit attributable to:			
Owners of parent		174 285 612	357 832 341
Non-controlling interests		73 850 980	69 946 703
Profit for the period		248 136 592	427 779 044
Other comprehensive income:			
Items that will be reclassified to profit or loss			
Gains on property and equipment revaluation net of tax		25 840 443	21 634 542
Effects of translation of foreign subsidiary		(4 832 484)	5 526 277
Items that may be subsequently not be reclassified to profit or loss			
Fair value gains / (losses) on financial assets at FVTOCI		(276 087 874)	36 159 458
Foreign currency translation differences		221 402 489	343 243 459
Related tax		73 747 310	(9 311 061)
Equity -accounted investees -share of OCI		-	3 279 227
Other comprehensive income for the period net of tax		40 069 884	400 531 902
Total comprehensive income for the period		288 206 476	828 310 946
Total comprehensive income attributable to:			
Owners of parent		178 998 330	700 091 108
Non-controlling interests		109 208 146	128 219 838
Total comprehensive income for the period		288 206 476	828 310 946
Earnings per share			
Basic and fully diluted earnings per share (ZWG cents)	19	110.64	227.16
Headline earnings per share (ZWG cents)	19	91.55	167.54

Consolidated statement of changes in equity
For the half year ended 30 June 2026

	Share capital ZWG	Share premium ZWG	Foreign sub operation currency translation reserve ZWG	Foreign currency translation reserve ZWG	Equity reserve ZWG	General reserve ZWG	Property and equipment revaluation reserve ZWG	Financial assets at FVTOCI ZWG	Retained income ZWG	Attributable to equity holders of parent ZWG	Non controlling interests ZWG	Total ZWG
	Unaudited											
Balance 1 January 2026	3 878	285 183	(1 613 483)	2 252 937 728	70 645 182	245 676 054	403 931 030	(146 054 548)	2 585 729 933	5 411 540 957	1 969 070 505	7 380 611 462
Changes in equity for 2026												
Profit or loss												
Profit for the period	-	-	-	-	-	-	-	-	174 285 612	174 285 612	73 850 980	248 136 592
Other comprehensive income, net of tax												
Revaluation of property	-	-	-	-	-	-	25 179 770	-	-	25 179 770	660 673	25 840 443
Fair value gain on financial assets at FVTOCI	-	-	-	-	-	-	-	(202 340 564)	-	(202 340 564)	-	(202 340 564)
Effects of translating to presentation currency	-	-	-	172 288 637	-	-	-	-	-	172 288 637	49 113 852	221 402 489
Dividends paid	-	-	-	-	-	-	-	-	(37 795 700)	(37 795 700)	(3 570 186)	(41 365 886)
Other movements												
Transfer to retained income on translating foreign operations	-	-	(4 832 484)	-	-	-	-	-	-	(4 832 484)	-	(4 832 484)
Balance at 30 June 2026	3 878	285 183	(6 445 967)	2 425 226 365	70 645 182	245 676 054	429 110 800	(348 395 112)	2 722 219 845	5 538 326 228	2 089 125 824	7 627 452 052

	Share capital ZWG	Share premium ZWG	Foreign sub operation currency translation reserve ZWG	Foreign currency translation reserve ZWG	Equity reserve ZWG	General reserve ZWG	Property and equipment revaluation reserve ZWG	Financial assets at FVTOCI ZWG	Retained income ZWG	Attributable to equity holders of parent ZWG	Non controlling interests ZWG	Total ZWG
	Unaudited											
Balance 1 January 2025	3 878	285 183	(3 133 068)	2 248 478 088	70 645 182	245 676 054	262 468 713	(200 228 051)	2 226 061 786	4 850 257 765	1 790 333 184	6 640 590 949
Transfer to equity reserve	-	-	-	-	-	(60 281)	-	-	5 480 491	5 420 210	-	5 420 210
Changes in equity for 2025												
Profit or loss												
Profit for the period	-	-	-	-	-	-	-	-	357 832 341	357 832 341	69 946 703	427 779 044
Other comprehensive income, net of tax												
Revaluation of property	-	-	-	-	-	-	20 195 490	-	-	20 195 490	1 439 050	21 634 540
Fair value gain on financial assets at FVTOCI	-	-	-	-	-	-	-	26 848 397	-	26 848 397	-	26 848 397
Associate's share of effects of translating to presentation currency	-	-	-	3 279 227	-	-	-	-	-	3 279 227	-	3 279 227
Effects of translating to presentation currency	-	-	-	231 826 071	-	-	-	-	-	231 826 071	111 417 388	343 243 459
Dividends paid	-	-	-	-	-	-	-	-	(26 907 617)	(26 907 617)	-	(26 907 617)
Other movements												
Opening balance differences	-	-	-	(2 097 302)	-	-	(1 560 508)	-	12 070	(3 645 740)	-	(3 645 740)
Currency translation differences on translating foregn operation	-	-	5 526 277	-	-	-	-	-	-	5 526 277	-	5 526 277
Balance at 30 June 2025	3 878	285 183	2 393 209	2 481 486 084	70 645 182	245 615 773	281 103 695	(173 379 654)	2 562 479 071	5 470 632 421	1 973 136 325	7 443 768 746

Consolidated statement of cash flows
For the half year ended 30 June 2026

	Notes	Unaudited 30 Jun 2026 ZWG	Unaudited 30 Jun 2025 ZWG
Cash (used in) / generated from operating activities		1 279 036 284	1 767 971 239
Interest and related income received	13.1	494 816 756	599 080 444
Dividends received	16	26 139 666	19 317 567
Interest and related expense paid	13.2	(189 965 526)	(122 517 863)
Income tax paid		(96 296 436)	(171 996 457)
Interest paid on lease liability		(4 281 785)	(1 778 869)
Interest expense on offshore borrowings		(21 278 118)	(5 554 643)
Net cash generated from operating activities		1 488 170 842	2 084 521 418
Cash flows from investing activities			
Purchase of investment property	5	(46 246 522)	(19 020 116)
Purchase of intangible assets	8	(11 628 741)	(24 575 691)
Purchase of property and equipment	7	(35 291 507)	(42 094 403)
Proceeds on disposal of property and equipment		77 713	18 003 908
Purchase of investment securities		(94 018 894)	(112 992 274)
Proceeds on disposal of investment securities		75 380 826	95 961 004
Net cash used in investing activities		(111 727 125)	(84 717 572)
Cash flows from financing activities			
Dividends paid		(41 365 886)	(26 907 617)
Lease capital payments		(1 279 364)	(4 195 526)
Proceeds from offshore borrowings	11	243 174 750	180 041 006
Repayments on offshore borrowings	11	(105 044 631)	(251 245 312)
Net cash used in financing activities		95 484 869	(102 307 449)
Net increase in cash and cash equivalents		1 471 928 586	1 897 496 397
Cash and cash equivalents at beginning of period		4 031 757 251	2 902 848 808
Effects of exchange rates fluctuating on cash and cash equivalents		(19 325 782)	461 108 584
Cash and cash equivalents at end of period		5 523 011 619	5 261 453 789
Cash and cash equivalents comprise:			
Cash		1 624 541 392	2 284 952 928
Local bank accounts		1 049 018 934	918 625 238
Foreign bank accounts		2 849 451 293	2 057 875 623
		5 523 011 619	5 261 453 789

Notes to the consolidated financial results
For the half year ended 30 June 2026

1. Summary of material accounting policies

The principal accounting policies adopted in the consolidated financial results, which are set out below, have been consistently followed in all material respects and are in accordance with IFRS Accounting Standards.

Where reference is made to "the Group" or "Company" in the accounting policies, it should be interpreted as referring to the "consolidated" or "separate" respectively, where the context requires, unless otherwise noted.

1.1 Basis of preparation

The principal accounting policies adopted in the consolidated financial results, which are set out below, are consistent with the most recent financial results for the year ended 31 December 2025

1.1.1 Functional currency

The functional currency of the parent company is the United States Dollar (USD), being the currency of the primary economic environment in which it operates. Each entity within the Group determines its own functional currency based on the currency that most faithfully reflects the economic substance of its underlying transactions, events, and conditions. This determination is based on an assessment of the requirements of IAS 21 – The Effects of Changes in Foreign Exchange Rates as follows:

- Currency that primarily influences sales prices for goods and services.
- The currency of the country whose competitive forces and regulations primarily determine the sales prices of its goods and services,
- The currency in which labour, material, and other costs of providing goods or services are primarily denominated and settled.
- The currency in which funds from financing activities are generated; and the currency in which receipts from operating activities are usually retained.

The Group's consolidated financial results are presented in Zimbabwe Gold (ZWG), which is the presentation currency of the Group.

1.1.1.2 Presentation Currency

The Group's financial statements are presented in Zimbabwe Gold (ZWG), and all values are rounded to the nearest ZWG except when otherwise indicated. The Group applied the below procedures to translate the financial performance and financial position from its functional currency to the presentation currency:

(a) Assets and liabilities from statement of financial position were translated at the closing rate as at 30 June 2026.
(b) Income and expenses for each statement of profit or loss and other comprehensive income were translated using the monthly average exchange rates; and
(c) All resulting exchange differences were recognised in other comprehensive income.
(d) The effects of translation to presentation currency were shown separately on the Group's notes to the financial statements and to the reconciliation of cash and cash equivalents.

The Group considered the broad objectives of IAS 21 & IAS 7 to appropriately present and disclose the effects of translation to presentation currency on the statement of Cash Flows.

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Unaudited Condensed Interim Financial Results for the half year ended 30 June 2026

Notes to the consolidated financial results (continued)

1.1.1.3 Foreign Currency Transactions and Balances

In preparing the financial results of the Group, 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 condensed consolidated interim financial results as at, and for the period ended 30 June 2026, have been prepared under the supervision of L Mawire CA (Z), Chief Financial Officer of ZB Financial Holdings Limited. The condensed consolidated interim financial results 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 condensed consolidated interim financial results have been prepared in accordance with the 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 condensed consolidated interim financial results 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 condensed consolidated interim financial results were authorised for issue by the Board of Directors on 20 August 2026.

1.2 Basis of reporting

The same accounting policies and methods of computation were applied to the financial results as at the reporting date of all group entities.

1.3 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.

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.

Non-controlling interests (NCI)

Non-controlling interests are measured at their proportionate share of the fair values of the assets and liabilities recognised.

Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

Where necessary, adjustments are made to the financial statements of subsidiaries and associates to bring the accounting policies used into line with those used by the Group.

Transactions eliminated on consolidation

Intra-Group transactions, balances, and unrealised income and expenses are eliminated on consolidation.

1.4 Key sources of judgement and estimation uncertainty

Significant assumptions and estimations, as at the date of financial reporting, with material implications on the reported financial outturn and balances have been made in the following areas:

- The computation of insurance and reinsurance assets and liabilities (IFRS 17)
- Determination of the fair value of financial assets (IFRS 13)
- Valuation of property (including investment properties) and equipment (IAS 16 and IAS 40)
- Estimation of liabilities under insurance contracts including life funds valuation (IFRS 4)
- Ascertaining of the degree of control or significant influence in investee companies (IAS 27 and IAS 28)
- Determination of carrying amounts of right of use assets and lease liabilities (IFRS 16)

The nature of assumptions made and processes involved in the development of estimates, and relevant models used, where applicable, are discussed in the accounting policy notes in the Group's annual report as at 31 December 2025.

The same above significant assumptions and estimates were applied to the extent where relevant, to the financial results as at the reporting date of ZB Life Assurence, ZB Reinsurance and ZB Bank Limited, incorporated in this reporting package.

2. Segment information

30 June 2026	Unaudited Banking operations ZWG	Insurance operations ZWG	Investments operations ZWG	Other operations incl. consolidation adjustments ZWG	Consolidated ZWG
External revenue					
Interest income calculated using the effective interest rate method	478 855 582	15 724 610	-	(54 405)	494 525 787
Other interest and related income	203 273	87 696	-	-	290 969
Interest expense calculated using the effective interest rate method	(176 632 675)	(63 063)	(13 324 193)	54 405	(189 965 526)
Net interest income	302 426 180	15 749 243	(13 324 193)	-	304 851 230
Fees and commission income	903 309 326	6 382 817	11 787 797	2 490 643	923 970 583
Corporate Banking	135 496 399	-	-	-	135 496 399
Retail Banking	767 812 927	-	-	-	767 812 927
Other commissions	-	6 382 817	11 787 797	2 490 643	20 661 257
Insurance revenue	-	540 736 737	-	-	540 736 737
Insurance insurance service expense	-	(362 307 214)	-	-	(362 307 214)
Fair value adjustments	10 631 812	34 952 877	21 452 316	(13 197 985)	53 839 020
Other revenue	88 092 604	(81 518 059)	106 016 490	98 439 664	211 030 699
Total segment revenue	1 304 459 922	153 996 401	125 932 410	87 732 322	1 672 121 055
Inter-segmental Revenue	(261 960)	684 272	-	(422 312)	-
Total segment operating expenses	(1 192 255 434)	(55 059 203)	(60 031 034)	(51 303 123)	(1 358 648 794)
Material non-cash items included in the above figures:					
Expected credit loses	80 573 549	-	-	(4 541 527)	76 032 022
Depreciation	(113 297 795)	(5 812 834)	(1 581 782)	2 755 094	(117 937 317)
Amortisation of intangible assets	(19 990 561)	(1 166 285)	-	1 009 616	(20 147 230)
Profit from associates net of tax	-	12 919 922	-	(12 919 922)	-
Reportable segment profit before taxation	112 204 488	111 857 120	65 901 376	8 337 917	298 300 901
Income tax expense	(13 060 322)	(21 989 919)	(2 788 122)	(12 325 946)	(50 164 309)
Reportable segment assets as at 30 June 2026	15 647 357 234	1 854 904 590	2 816 977 170	(788 002 853)	19 531 236 141
Reportable segment liabilities as at 30 June 2026	11 242 148 292	792 287 007	404 808 490	(535 459 702)	11 903 784 087
Investment in associates as at 30 June 2026	-	663 415 234	-	(663 415 234)	-
Cash flow from operating activities	233 563 450	(59 200 248)	(28 919 249)	1 351 247 695	1 496 690 648
Cash flow from investing activities	(245 308 755)	(16 392 815)	549 863 379	(399 888 934)	(111 727 125)
Cash flow from financing activities	(83 030 772)	(7 952 807)	85 258 356	(122 488 212)	(116 762 989)

Notes to the consolidated financial results (continued)

30 June 2025	Unaudited Banking operations ZWG	Insurance operations ZWG	Investments operations ZWG	Other operations incl. consolidation adjustments ZWG	Consolidated ZWG
External revenue					
Interest revenue calculated using the effective interest rate method	505 049 448	3 626 180	82 171 879	(771 341)	590 076 166
Other interest and related income	6 394 524	2 603 188	6 566	-	9 004 278
Interest expense calculated using the effective interest rate method	(116 458 128)	(49 083)	(4 398 544)	771 341	(120 134 414)
Other interest and related expenses	(2 383 449)	-	-	-	(2 383 449)
Net interest income	392 602 395	6 180 285	77 779 901	-	476 562 581
Fees and commission income	887 425 172	5 636 822	10 752 047	1 262 998	905 077 039
Corporate Banking	133 113 776	-	-	-	133 113 776
Retail Banking	754 311 396	-	-	-	754 311 396
Other commissions	-	5 636 822	10 752 047	1 262 998	17 651 867
Insurance revenue	-	422 550 926	-	-	422 550 926
Insurance insurance service expense	-	(309 892 802)	-	-	(309 892 802)
Fair value adjustments	(70 937 808)	(6 469 515)	17 130 870	(42 719 386)	(102 995 839)
Other revenue	449 876 723	(36 115 759)	80 151 832	148 032 357	641 945 153
Total segment revenue	1 658 966 482	81 889 957	185 814 650	106 575 969	2 033 247 058
Inter-segmental Revenue	(32 521 711)	(2 111 024)	6 566	34 626 169	-
Total segment operating expenses	(1 154 665 934)	(69 760 467)	(98 095 858)	(49 027 430)	(1 371 549 689)
Material non-cash items					
Expected credit losses	(61 623 643)	-	(8 392 291)	(102 853)	(70 118 787)
Depreciation	(98 693 153)	(1 115 102)	(1 634 055)	(8 904 857)	(110 347 167)
Amortisation of intangible assets	(13 623 387)	-	946	(92 875)	(13 715 316)
Profit from associates net of tax	-	10 053 823	-	(5 026 181)	5 027 642
Reportable segment profit before taxation	504 300 548	22 183 314	87 718 792	(72 468 832)	541 733 822
Income tax expense	(98 907 797)	(6 451 448)	(14 845 702)	6 250 169	(113 954 778)
Reportable segment assets as at 30 June 2025	13 929 366 604	1 562 777 104	2 647 687 126	(468 573 891)	17 671 256 943
Reportable segment liabilities as at 30 June 2025	9 423 623 452	726 873 540	336 048 151	(259 056 946)	10 227 488 197
Investment in associates as at 30 June 2025	8	639 887 887	8	(559 108 619)	80 779 284
Cash flow from operating activities	281 006 247	(59 200 248)	(28 919 249)	1 891 634 668	2 084 521 418
Cash flow from investing activities	(245 308 755)	(16 392 815)	549 863 379	(372 879 381)	(84 717 572)
Cash flow from financing activities	(83 030 772)	(7 952 807)	85 258 356	(96 582 226)	(102 307 449)

3. Treasury bills

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Treasury bills include:		
3.1 Assets classified as measured "at fair value through profit or loss" (FVTPL):		
Short term treasury bills [1]	61 326 502	61 692 106
Medium term treasury bills acquired from the market	837 453 080	-
Impairment charge to statement of profit or loss	-	1 274 189 533
	898 779 582	1 335 881 639
Maturity within 1 year	627 712 091	1 176 533 438
Maturity after 1 year	271 067 491	159 348 201
	898 779 582	1 335 881 639

1. The Group invested in treasury bills issued by the RBZ over an average period of 3 285 days (December 2025: 106 days) which were at an average rate of 0% (December 2025: 27.83%).
2. The Group purchased treasury bills from the secondary market. These treasury bills have an average coupon rate of 0% (December 2025: 2.5%) with an average maturity period of 9 years (December 2025: 1 year).

Treasury bills amounting to USD44.99 million (2025: USD52 million) were used as security for the Bank to access fixed deposits.

3.2 Determination of fair value of treasury bills

TThe 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 2 and 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.

Treasury bills purchased from the secondary market were fair valued using TBs average yield market rate of 9%.

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.

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- Financial Instruments. 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 matured towards the end of 2025 and in the reporting period and they were not yet settled. These treasury bills were re-issued in 2026. The Group considered that the whole portfolio of Treasury Bills to have had a significant increase in credit risk and thus the related Expected Credit Losses were recognized in the financial statements for the period ended 30 June 2026.

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
4. Mortgages and other advances		
4.1 Gross loan book		
Mortgage advances	338 175 976	301 243 578
Other advances:		
Loans, overdraft and other accounts	4 564 896 369	3 116 307 552
Asset finance loans	85 438 757	86 967 820
Total other advances	4 650 335 126	3 504 518 950
Gross advances	4 988 511 102	3 504 518 950
Off balance sheet exposures		
In respect of guarantees	58 657 441	22 396 985
In respect of Loan commitments	334 280 285	597 531 824
Gross credit exposure	5 381 448 828	4 124 447 759
Gross advances	4 988 511 102	3 504 518 950
Less: Allowance for loan impairments	(372 974 453)	(414 616 169)
Net advances	4 615 536 649	3 089 902 781
4.2 Maturity analysis		
Within 1 year	2 170 318 067	1 925 553 129
After 1 year	2 445 218 582	1 164 349 652
	4 615 536 649	3 089 902 781

Notes to the consolidated financial results (continued)

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
4.3 Non-performing debt		
Non-performing loans and advances	940 122 781	852 541 918
Less: Allowance for loan impairment	(293 118 330)	(309 068 121)
Value to be received from security held	647 004 451	543 473 772

	Unaudited 30 Jun 2026 ZWG	As a % of Total	Audited 31 Dec 2025 ZWG	As a % of Total
4.4 Sectorial analysis				
Gross advances:				
Private	1 864 280 468	35%	1 057 045 926	26%
Agriculture	440 045 481	8%	155 819 857	4%
Mining	232 866 932	4%	277 870 160	7%
Manufacturing	347 164 708	6%	271 687 660	7%
Distribution	263 057 942	5%	190 520 238	5%
Construction	183 468 267	3%	55 322 053	1%
Transport	219 387 419	4%	118 483 303	3%
Services	940 923 331	17%	752 527 712	18%
Financial	497 264 629	9%	625 159 372	15%
Communication	51 944	0%	82 669	0%
	4 988 511 102	93%	3 504 518 950	85%
Guarantees:				
Manufacturing	133 849	0%	-	0%
Distribution	16 155 511	0%	-	0%
Construction	34 586 036	1%	-	0%
Transport	7 492 021	0%	7 115 293	0%
Services	290 024	0%	732 500	0%
Agriculture	-	0%	14 549 192	0%
Total guarantees	58 657 441	1%	22 396 985	1%
Loan commitments:				
Agriculture	311 075 394	6%	47 978 946	1%
Mining	-	0%	8 458 091	0%
Manufacturing	-	0%	6 129 031	0%
Distribution	2 676 980	0%	88 763 753	2%
Construction	-	0%	6 501 125	0%
Transport	20 527 911	0%	51 709 251	1%
Services	-	0%	387 991 730	9%
Total Loan commitments	334 280 285	6%	597 531 824	14%
Total credit exposure	5 381 448 828	100%	4 124 447 759	100%
4.5 Mortgages and other advances				
Mortgage advances were spread as follows:				
Type of property:-				
High density	6 282 173	2%	3 796 630	1%
Medium density	48 587 124	14%	59 088 789	20%
Low density	154 858 609	46%	121 747 554	40%
Commercial	128 448 070	38%	116 610 605	39%
	338 175 976	100%	301 243 578	100%

Gross advances include the following asset finance loans where the Bank advances funds to customers to purchase certain equipments for their own use.

4.6 Finance lease receivables

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Gross investment in finance leases:		
Maturity within 1 year	4 847 465	6 098 445
Maturity after 1 year	91 174 702	102 851 088
Gross investment in finance leases	96 022 167	108 949 533
Unearned finance charges	(10 583 410)	(21 981 713)
Net investment in finance leases	85 438 757	86 967 820
Maturity within 1 year	2 974 483	4 328 755
Maturity after 1 year	82 464 274	82 639 065
	85 438 757	86 967 820

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
5. Investment properties		
5.1 Made up as follows:		
Land stock held for capital appreciation and completed properties available for lease:		
Residential	368 810 283	351 108 175
Commercial	3 387 863 682	3 225 253 444
Industrial	114 562 979	109 064 200
Balance at end of year	3 871 236 944	3 685 425 819
5.2 Reconciliation of carrying amount		
Carrying amount at beginning of year	3 685 425 819	3 543 156 990
Additions	46 246 522	54 232 932
Transfer to owner occupied	-	(14 964 883)
Fair value adjustment	27 875 146	93 979 696
Effects of translation to presentation currency	111 689 457	24 765 388
Balance at end of period	3 871 236 944	3 685 425 819
6. Right of use assets		
Carrying amount at the beginning of year	32 133 668	26 941 617
Depreciation charge to profit or loss	(5 355 611)	(46 805 886)
Lease modifications	2 440 434	62 773 320
Effects of translation to presentation currency	6 536 025	(10 775 383)
Carrying amount at end of period	35 754 516	32 133 668

Notes to the consolidated financial results (continued)

7. Property and equipment

30 June 2026 (Unaudited)	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
Cost or valuation							
Balance at 1 January 2026	1 191 398 882	361 392 960	495 881 076	822 181 209	209 976 852	14 256 934	3 095 087 913
Additions	630 001	4 883 976	6 520 910	22 554 145	702 475	-	35 291 507
Disposals	-	-	(201 389)	(14 531)	-	-	(215 920)
Surplus on revaluation	26 109 357	-	-	-	1 361 276	-	27 470 633
Effects of translation to presentation currency	(3 077 819)	11 233 724	15 792 132	25 207 946	5 087 411	433 019	54 676 413
Balance at 30 June 2026	1 215 060 421	377 510 660	517 992 729	869 928 769	217 128 014	14 689 953	3 212 310 546
Accumulated depreciation and impairment							
Balance at 1 January 2026	226 338 584	294 506 165	373 084 259	576 042 603	158 557 476	11 391 143	1 639 920 230
Recognised in statement of profit or loss	13 967 766	6 350 351	20 135 507	64 783 901	12 699 792	-	117 937 317
Disposals	-	-	(14 869)	(7 457)	-	-	(22 326)
Impairment	-	-	23 110	112 892	5 524	-	141 526
Effects of translation to presentation currency	368 467	8 880 875	12 349 062	17 204 023	4 230 570	345 977	43 378 975
Balance at 30 June 2026	240 674 817	309 737 391	405 577 069	658 135 962	175 493 362	11 737 120	1 801 355 721
Carrying value at 30 June 2026	974 385 604	67 773 269	112 415 660	211 792 807	41 634 652	2 952 833	1 410 954 825
Carrying value at 31 December 2025	965 060 297	66 886 795	122 796 817	246 138 605	51 419 376	2 865 791	1 455 167 683

31 December 2025 (Audited)	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
Cost or valuation							
Balance at 1 January 2025	1 116 387 926	341 616 761	438 259 973	689 493 844	174 520 511	13 718 505	2 773 997 520
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	14 964 883	-	-	-	-	-	14 964 883
Surplus on revaluation	76 186 623	-	13 709 915	64 735 347	22 840 995	-	177 472 880
Effects of translation to presentation currency	84 764 506	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	214 318 477	264 741 562	313 670 873	439 861 483	117 858 760	10 872 812	1 361 323 967
Recognised in statement of profit or loss	23 231 396	17 077 172	35 250 593	111 766 297	33 404 407	-	220 729 865
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	965 060 297	66 886 795	122 796 817	246 138 605	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

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
8. Intangible assets		
Computer software		
Carrying amount at beginning of period	191 738 839	198 322 082
Additions at cost	11 628 741	26 119 376
Amortisation	(21 270 007)	(34 140 309)
Impairment	-	(11 038)
Effects of translation to presentation currency	6 824 451	1 448 728
Balance at end of period	188 922 024	191 738 839
9. Deposits and other accounts		
9.1 Summary of deposits by type		
Balances of banks	663 891 040	692 246 355
Current accounts	6 964 220 459	4 922 305 208
Savings and call accounts	40 847 152	73 064 257
Fixed deposits	1 251 144 785	882 408 148
	8 920 103 436	6 570 023 968
9.2 Maturity analysis		
Maturing within 1 year	8 357 322 825	6 021 798 165
Maturing after 1 year	562 780 611	548 225 803
	8 920 103 436	6 570 023 968

	Unaudited 30 Jun 2026 ZWG	% Contribution	Audited 31 Dec 2025 ZWG	% Contribution
9.3 Deposit concentration				
Private individuals	1 178 746 020	13%	983 876 176	15%
Agriculture	121 673 580	1%	95 192 185	1%
Mining	394 026 010	4%	179 861 041	3%
Manufacturing	176 301 205	2%	149 900 236	2%
Distribution	139 120 418	2%	141 853 311	2%
Construction	70 064 921	1%	79 070 024	1%
Transport	111 597 563	1%	20 617 041	0%
Services	4 863 221 273	55%	2 761 087 883	42%
Financial	1 700 748 711	19%	1 790 993 883	27%
Communication	164 603 735	2%	367 572 188	6%
	8 920 103 436	100%	6 570 023 968	100%

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
9.4 Secured and unsecured deposits analysis		
Secured deposits	1 114 698 553	1 081 840 308
Unsecured deposits	7 805 404 883	5 488 183 660
	8 920 103 436	6 570 023 968

10. Insurance and reinsurance contracts

10.1 Consolidated Life and non-Life insurance assets and liabilities

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Insurance contracts issued		
Insurance contract liabilities	259 106 036	225 182 688
Insurance contract Assets	(39 499 236)	(22 725 762)
Net insurance contracts liabilities issued	219 606 800	202 456 926
Reinsurance contracts held		
Reinsurance contracts Liabilities	87 181 493	-
Reinsurance contracts Assets	(176 854 734)	(90 401 677)
Net reinsurance contracts (assets) held	(89 673 241)	(90 401 677)

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Unaudited Condensed Interim Financial Results for the half year ended 30 June 2026

ZB Financial Holdings

Smile Cash

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
11. Offshore borrowings		
Balance at beginning of period	209 443 807	234 531 818
Additions	243 174 750	180 899 752
Interest expense	21 278 118	23 186 793
Capital repayments	(105 044 631)	(206 169 118)
Interest expense paid	(21 278 118)	(23 186 793)
Effects of translation to presentation currency	15 001 716	181 355
Balance at end of period	383 853 762	209 443 807
12. Lease liabilities		
Balance at the beginning of period	47 575 387	33 662 559
Add finance cost posted to profit or loss	4 281 785	1 099 534
Less lease liabilities paid during the year	(5 561 149)	(65 412 126)
Effects of translation to presentation currency	15 982 752	15 452 100
Lease liability modification	2 440 434	62 773 320
Balance at end of period	64 719 208	47 575 387

13. Net interest and related income

	Unaudited 30 Jun 2026 ZWG	Unaudited 30 Jun 2025 ZWG
13.1 Interest income calculated using the effective interest rate method		
Advances	358 611 639	361 027 284
Mortgages	25 545 264	27 050 159
Overdraft accounts	41 879 794	71 208 436
Treasury bills at FVTOCI	2 047 350	78 304 989
Treasury bills at FVTPL	12 499 011	-
Cash and short-term funds	4 842 619	4 262 503
Loans to other banks	49 100 111	48 222 795
	494 525 787	590 076 166
Other interest and related income		
Other interest receivable categories	290 969	9 004 278
Total interest and related income	494 816 756	599 080 444
13.2 Interest expense calculated using the effective interest rate method		
Customer deposits	164 405 623	112 862 837
Finance cost on operating lease liabilities	4 281 785	1 778 869
Offshore borrowings	21 278 118	5 492 708
	189 965 526	120 134 414
Other interest and related expenses		
Other interest payable categories	-	2 383 449
Total interest and related expenses	189 965 526	122 517 863
Net interest and related income	304 851 230	476 562 581
13.3 Loan impairments		
Loans and advances	12 238 978	190 200 605
Loans and other advances	12 238 978	190 200 605
Other financial assets	35 438 794	(138 127 162)
Guarantees	7 203 394	(260 319 392)
Loan commitments	23 001 691	138 127 162
Debentures	(1 850 834)	-
Net recoveries against loans previously written off	76 032 022	(70 118 787)

14. Insurance revenue and expenses

14.1 Insurance service revenue

	Unaudited 2026					Unaudited 2025				
	Life Risk ZWG	Life Savings ZWG	Annuities ZWG	Non Life ZWG	Total ZWG	Life Risk ZWG	Life Savings ZWG	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	4 827 385	4 204 764	(1 429)	-	9 030 720	2 182 074	935 727	35 793	-	3 153 594
Change in the risk adjustment for nonfinancial risk	(9 580)	(93 596)	2 096	-	(101 080)	18 958	204 377	(5 933)	-	217 402
Amount of CSM recognised in profit or loss	1 726 551	2 451 726	234 299	-	4 412 576	2 694 319	1 547 724	499	-	4 242 542
Amounts relating to recovery of insurance acquisition cash flows	2 196 432	2 023 991	1 404	444 859 294	449 081 121	2 394 903	2 232 132	50	-	4 627 085
Insurance revenue from contracts not measured under the PAA	8 740 788	8 586 886	236 370	-	462 423 337	7 290 254	4 919 960	30 409	-	12 240 623
Insurance revenue from contracts measured under the PAA	78 313 400	-	-	-	78 313 400	62 266 771	-	-	348 043 532	410 310 303
Total Insurance revenue	87 054 188	8 586 886	236 370	-	540 736 737	69 557 025	4 919 960	30 409	348 043 532	422 550 926

14.2 Insurance service expenses

	Unaudited 2026					Unaudited 2025				
	Life Risk ZWG	Savings ZWG	Life Annuities ZWG	Non Life ZWG	Total ZWG	Life Risk ZWG	Savings ZWG	Life Annuities ZWG	Non Life ZWG	Total ZWG
Incurred claims	21 646 638	-	-	102 631 723	124 278 361	(11 124 486)	(16 972)	-	(107 433 782)	(118 575 240)
Other directly attributable expenses	19 058 500	4 811 079	18 760	33 015 552	56 903 891	(33 874 868)	(5 765 429)	(33 199)	-	(39 673 496)
Changes that relate to past service - adjustments to the LIC	(2 366 452)	-	-	21 341 405	18 974 953	(433 210)	-	-	14 886 047	14 452 837
Losses and reversal of losses on onerous contracts	(12 306 018)	40 589	(6 043)	-	(12 271 472)	4 205 857	2 365 706	-	-	6 571 563
Amortisation of insurance acquisition cash flows	24 093 272	2 023 991	1 404	148 302 814	174 421 481	(17 351 632)	(2 232 132)	(50)	(153 084 652)	(172 668 466)
Total insurance service expenses	50 125 940	6 875 659	14 121	305 291 494	362 307 214	(58 578 339)	(5 648 827)	(33 249)	(245 632 387)	(309 892 802)

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:

	Unaudited 30 Jun 2026 ZWG	Unaudited 30 Jun 2025 ZWG
Amounts relating to the changes in the assets for remaining coverage		
Expected claims and other expenses recovery	292 001	209 721
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	349 508
Reinsurance Expenses from contracts held measured under PAA-Life	7 569 886	2 281 261
Reinsurance Expenses from contracts held measured under PAA-Non Life	116 400 824	80 209 644
Allocation of Reinsurance Premiums	124 492 325	82 840 413
Amounts Recoverable from reassurers for incurred claims		
Reinsurance Recoveries	1 773 699	(5 809 834)
Changes that related to past service - adjustments to incurred claims	(59 309 380)	(30 658 323)
Amounts Recoverable from reassurers for incurred claims- Non life	(57 535 681)	(36 468 157)
Net expense / (income)from reinsurance contracts held	66 956 644	46 372 256

Notes to the consolidated financial results (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:

	Unaudited 2026			Unaudited 2025		
	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	-	2 720 335	2 720 335	-	2 817 410	2 817 410
Other interest income	6 380 364	-	6 380 364	1 188 405	-	1 188 405
Other dividend income - investments and securities	2 118 459	-	2 118 459	3 234 963	-	3 234 963
Impairment loss on debt instruments at amortised cost	1 931 564	-	1 931 564	-	-	-
Net foreign exchange income / (expense)	-	-	-	-	-	-
Total investment income	10 430 387	2 720 335	13 150 722	4 423 368	2 817 410	7 240 778
Interest revenue calculated using effective interest method	723 750	-	723 750	2 041 681	-	2 041 681
Total amounts recognised in the profit or loss	11 154 137	2 720 335	13 874 472	6 465 049	2 817 410	9 282 459
Insurance finance income / (expenses) from insurance contracts issued						
Interest accreted to insurance contracts using current financial assumptions	4 328 578	-	4 328 578	(8 463 781)	-	(8 463 781)
Interest accreted to insurance contracts using locked-in rate	(14 392 374)	-	(14 392 374)	(364 394)	-	(364 394)
Due to changes in interest rates and other financial assumptions	-	-	-	-	-	-
Change in fair value of underlying assets of contracts measured under VFA	-	-	-	-	-	-
Net foreign exchange income / (expense)	-	-	-	-	-	-
Total insurance finance income / (expenses) from insurance contracts issued	(10 063 796)	-	(10 063 796)	(8 828 175)	-	(8 828 175)
Reinsurance finance income / (expenses) from reinsurance contracts held						
Interest accreted to insurance contracts using current financial assumptions	(834 914)	-	(834 914)	82 231	-	82 231
Interest accreted to reinsurance contracts using locked-in rate	14 037	-	14 037	-	-	-
Due to changes in interest rates and other financial assumptions	-	-	-	-	-	-
Changes in non-performance risk of reinsurer	-	-	-	-	-	-
Net foreign exchange income / (expense)	-	-	-	-	-	-
Reinsurance finance income / (expenses) from reinsurance contracts held	(820 877)	-	(820 877)	82 231	-	82 231

	Unaudited 30 Jun 2026 ZWG	Unaudited 30 Jun 2025 ZWG
15. Commission and fees income		
Commission and fees:		
Digital channels	205 588 767	190 962 042
Insurance underwriting commisions	6 382 817	5 636 822
Management and service fees	164 136 939	(65 300 201)
Other commissions	547 862 060	643 177 974
	923 970 583	905 077 039
16. Other operating income		
Net exchange gains realised	24 916 401	17 340 770
Net exchange gains unrealised	19 713 813	443 767 814
Dividends from investment securities	26 139 666	19 317 567
(Loss) / Profit on disposal of property and equipment	-	(780 026)
Rent received	101 063 889	23 261 951
Other	39 196 930	139 037 077
	211 030 699	641 945 153
17. Operating expenses		
Staff expenses	538 775 573	703 596 124
Communication expenses	24 310 492	29 788 300
National Social Security Authority expenses	7 436 052	7 202 321
Pension fund expenses	37 058 714	38 142 755
Marketing expenses	9 815 283	11 481 300
Computers and information technology expenses	57 784 683	40 383 952
Occupation expenses	78 151 711	79 356 423
Transport expenses	21 582 132	25 058 456
Travelling expenses	12 679 459	9 502 325
Security costs	77 226 242	57 050 669
Depreciation of property and equipment	117 937 317	110 347 167
Amortisation of intangible assets	20 147 230	13 715 316
Depreciation of right of use asset	5 355 611	2 032 615
Impairment of property and equipment	11 100 282	2 533 546
Consultancy fees	3 226 400	9 463 514
Consumables and stationery	9 865 948	11 766 861
Bank Charges	29 360 717	35 330 777
Impairment of intangible assets	1 316 173	-
Administration expenses	271 535 682	158 498 062
Amortisation of valuation discount on the long term borrowings	-	36 622
Directors fees	6 036 787	13 622 070
IMTT expenses	128 392	11 860 488
Loss on disposal of property and equipment	17 817 914	780 026
	1 358 648 794	1 371 549 689
The remuneration of directors and key management personnel of the Group (Included in staff costs), is set out below:		
Directors' remuneration	6 036 787	13 622 070
Short term employee benefits to key management	48 745 946	87 108 633
Post employment benefits	4 575 309	4 981 228
	59 358 042	105 711 931
18. Income tax expense		
Current income tax	58 486 012	142 113 863
Deferred tax expense	(8 321 703)	(28 159 085)
Current year	(8 321 703)	(28 159 085)
	50 164 309	113 954 778

19. Earnings per share

Basic earnings per share (ZWG cents)
The calculation of basic earnings per share for the period ended 30 June 2026 of 110.64 cents (2025: 227.16 cents) is based on the profit after tax attributable to the parent of ZWG0.174 billion (2025: ZWG0.358 billion) and weighted average number of shares of 157 522 902 (2025:157 522 902).

There were no dilutive instruments for the period ended 30 June 2026.

Headline earnings per share (ZWG cents)
The calculation of headline earnings per share for the period ended 30 June 2026 of 91.55 cents (2025: 167.54 cents) is based on the profit after tax attributable to the owners of the parent, adjusted for fair value gains on investment property and gains or losses on the disposal of property, plant and equipment, amounting to ZWG0.144 billion (2025: ZWG0.264 billion), and a weighted average number of shares of 157 522 902 (2025: 157 522 902).

20. Financial instruments and risk management

20.1 Capital risk management
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.

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Unaudited Condensed Interim Financial Results
for the half year ended 30 June 2026

zb Financial Holdings

Smile Cash

Notes to the consolidated financial statements (continued)

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 liabilities

	Unaudited							
	CARRYING AMOUNT				FAIR VALUE			
30 June 2026	Designated at FVTPL ZWG	Designated at AMCO ZWG	Designated at FVTOCI ZWG	Total ZWG	Level 1 ZWG	Level 2 ZWG	Level 3 ZWG	Total ZWG
Financial assets measured at fair value:								
Listed equity securities	466 181 259	-	-	466 181 259	466 181 259	-	-	466 181 259
Government public utility stock	18 440 436	-	-	18 440 436	-	-	18 440 436	18 440 436
Debentures and bonds	-	98 375 241	-	98 375 241	-	98 375 241	-	98 375 241
Unlisted equity investments	201 477 567	-	-	201 477 567	-	-	201 477 567	201 477 567
Treasury bills	61 326 502	-	837 453 080	898 779 582	-	61 326 502	837 453 080	898 779 582
Financial assets not measured at fair value:								
Trade and other receivables	-	1 118 550 405	-	1 118 550 405				
Cash and cash equivalents	-	5 523 011 619	-	5 523 011 619				
Treasury bills	61 326 502	-	837 453 080	898 779 582				
Advances and other accounts	-	4 615 536 649	-	4 615 536 649				
Total	808 752 266	11 355 473 914	1 674 906 160	13 839 132 340	466 181 259	159 701 743	1 057 371 083	1 683 254 085
Financial liabilities								
Deposit and other accounts	-	(8 920 103 436)	-	(8 920 103 436)				
Trade and other payables	-	(1 596 996 989)	-	(1 596 996 989)				
Offshore borrowings	-	(383 853 762)	-	(383 853 762)				
Long term borrowings	-	(63 792 877)	-	(63 792 877)				
Investment contracts liabilities	(274 927 315)	-	-	(274 927 315)	-	-	(274 927 315)	(274 927 315)
Total	(274 927 315)	(10 964 747 064)	-	(11 239 674 379)	-	-	(274 927 315)	(274 927 315)

	Audited							
	CARRYING AMOUNT				FAIR VALUE			
31 December 2025	Classified at FVTPL ZWG	Classified at AMCO ZWG	Designated at FVTOCI ZWG	Total ZWG	Level 1 ZWG	Level 2 ZWG	Level 3 ZWG	Total ZWG
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				
Cash and cash equivalents	-	4 031 757 251	-	4 031 757 251				
Mortgages and other advances	-	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)				
Trade and other payables	-	(922 373 006)	-	(922 373 006)				
Off shore borrowings	-	(209 443 807)	-	(209 443 807)				
Long term borrowings	-	(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)

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 30 June 2026.

2.2.2.2 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:

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Balance at beginning of period	394 623 254	112 282 870
Fair value adjustments	(1 145 439)	13 029 646
Additions	70 769 669	116 329 932
Disposals	(65 380 421)	(161 235 126)
Exchange gains	4 864 446	606 310
Effects of translation to presentation currency	(183 813 506)	(313 609 613)
Balance at end of period	219 918 003	394 623 254

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.

Identification techniques

This risk is identified through the analysis 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 behavioural), daily cash flow summary & forecasting and stress testing to measure liquidity risk.

Liquidity gap analysis as at 30 June 2026

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

	Unaudited					
	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
FINANCIAL ASSETS BY TYPE:						
Cash and cash equivalents	2 599 597 789	2 691 934 303	231 479 527	-	5 523 011 619	5 523 011 619
Trade and other receivables	697 717 969	420 832 437	-	-	1 118 550 405	1 118 550 405
Treasury bills	47 383 429	407 133 322	176 287 564	262 364 909	893 169 224	898 779 582
Mortgages and other advances	986 696 039	722 039 742	509 649 322	2 478 668 215	4 697 053 319	4 615 536 649
Financial assets held at fair value through profit or loss	-	-	-	686 099 262	686 099 262	686 099 262
Financial assets held at amortised cost	-	-	-	100 226 075	100 226 075	98 375 241
Total	4 331 395 226	4 241 939 803	917 416 414	3 527 358 461	13 018 109 903	12 940 352 758
FINANCIAL LIABILITIES BY TYPE:						
Deposits and other accounts	(8 573 118 029)	(960 682 879)	(63 166 929)	(2 864 369)	(9 599 832 206)	(8 920 103 436)
Trade and other payables	(1 596 996 989)	(417 668 176)	-	(23 988 007)	(2 038 653 172)	(1 596 996 989)
Offshore borrowings	-	(40 631 584)	(66 124 749)	(280 404 725)	(387 161 058)	(383 853 762)
Lease liabilities	(1 078 653)	(5 393 267)	(6 471 921)	(56 057 152)	(69 000 993)	(64 719 208)
Loan commitments	-	(3 292 685)	(3 346 225)	(327 721 212)	(334 360 122)	(803 168)
Guarantees	(113 504)	-	-	371 254	257 750	-
Investment contracts liabilities	(274 927 315)	-	-	-	(274 927 315)	(274 927 315)
	(10 446 234 489)	(1 427 668 591)	(139 109 824)	(690 664 211)	(12 703 677 116)	(11 241 403 878)
Period gap	(6 114 839 264)	2 814 271 212	778 306 590	2 836 694 250	314 432 788	1 698 948 880
Cumulative gap	(6 114 839 264)	(3 300 568 051)	(2 522 261 462)	314 432 788	-	-

Notes to the consolidated financial statements (continued)

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.

	Audited					
	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
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)	
Loan commitments	(233 391 807)	(128 542 791)	(181 183 229)	(54 413 997)	(597 531 824)	(3 441 545)
Guarantees	(14 601 153)	-	-	360 311	(14 240 843)	-
Investment contract liabilities	(231 005 474)	-	-	-	(231 005 474)	(231 005 474)
	(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	-	-

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Liquidity ratios		
Total liquid assets	6 421 791 201	5 367 638 890
Total liabilities to the public	8 920 103 436	6 570 023 968
Liquidity ratio	72%	82%
Average for the period	55%	48%
Maximum for the period	60%	57%
Minimum for the period	51%	38%
Minimum statutory liquidity ratio	30%	30%

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

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
ZB Bank Limited	70%	77%

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.

20.2.3.2.1 Interest rate risk

Interest rate gap analysis as at 30 June 2026

	Unaudited				
	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	5 523 011 619	-	-	-	5 523 011 619
Treasury bills	-	-	-	898 779 582	898 779 582
Advances and other accounts	85 363 569	407 133 322	176 287 564	3 946 752 194	4 615 536 649
Financial assets held at fair value through profit or loss	-	-	-	686 099 262	686 099 262
Financial assets held at amortised cost	-	-	-	98 375 241	98 375 241
	5 608 375 188	407 133 322	176 287 564	5 630 006 279	11 821 802 353
FINANCIAL LIABILITIES BY TYPE					
Deposits and other accounts	(8 376 947 523)	(960 682 879)	(63 166 929)	480 693 895	(8 920 103 436)
Offshore borrowings	-	(40 631 584)	(66 124 749)	(277 097 428)	(383 853 762)
	(8 376 947 523)	(1 001 314 463)	(129 291 678)	203 596 467	(9 303 957 198)
Period gap	2 768 572 335	(594 181 141)	46 995 886	5 833 602 746	2 517 845 155
Cumulative gap	2 768 572 335	(3 362 753 476)	(3 315 757 591)	2 517 845 155	-

Interest rate gap analysis as at 31 December 2025

	Audited				
	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	-

Sensitivity analysis

A 10% change in the interest rate sensitivity assets would result in the reported profit/ loss and equity increasing or decreasing by ZWG 1,084 billion (December 2025: ZWG 0,287 billion).

A 10% change in the interest rate sensitive liabilities would result in the reported profit/ loss and equity increasing or decreasing by ZWG 1,687 billion (December 2025: ZWG 0,204 billion).

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ZB Financial Holdings

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20.2.3.3 Foreign exchange risk

Foreign currency position

The carrying amount of the Group's foreign denominated monetary assets and liabilities as at 30 June 2026 were as follows:

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Botswana pula	17 217 804	1 690 699 135
Malawian kwacha	-	540 333 438
British pound	5 305 635	69 607 502
Euro	43 508 955	-
South African rand	129 927 095	2 394 877 866
ZWG	9 042 867 441	34 633 553
Total assets	9 238 826 930	4 730 151 494
Botswana pula	10 627 169	(36 453 895)
British pound	3 493 883	(222 366 553)
Euro	2 502 069	(1 247 134 130)
South African rand	92 521 719	(1 851 669 706)
ZWG	7 201 893 137	-
Total liabilities	7 311 037 977	(3 357 624 284)
Net position	1 927 788 953	1 372 527 210

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 5% increase in exchange rates would result in the reported profit being reduced or increased by ZWG668 million (2025: ZWG96 million) and equity being reduced or increased by ZWG888 million (2025: ZWG129 million).

A 10% increase in exchange rates would result in the reported profit being reduced or increased by ZWG1.3 billion (2025: ZWG0.374 billion) and equity being reduced or increased by ZWG1.78 billion (2025: ZWG0.496 billion).

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.

	Unaudited June 2026				Audited December 2025			
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	STAGE1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG
Total loans and advances	3 943 608 761	134 241 988	910 660 353	4 988 511 102	2 467 881 339	180 732 542	855 905 069	3 504 518 950
Guarantees	58 657 441	-	-	58 657 441	1 235 705	6 495 175	14 666 105	22 396 9854
Loan commitments	334 280 285	-	-	334 280 285	597 531 824	-	-	597 531 824
Treasury bills	-	898 779 582	-	898 779 582	-	1 335 881 639	-	1 335 881 639
Other Financial Assets	-	-	-	-	4 696 214 771	-	-	4 696 214 771
Cash and cash equivalents	-	-	-	-	4 031 757 251	-	-	4 031 757 251
Financial Assets at amortised cost	-	-	-	-	85 500 065	-	-	85 500 065
Trade and other receivables	-	-	-	-	578 957 455	-	-	578 957 455
Total financial assets	4 336 546 487	1 033 021 570	910 660 353	6 280 228 410	11 794 620 890	1 523 109 356	870 571 174	10 156 544 169
Total mortgages and other advances								
Good (AAAto-A-)	3 943 400 269	1 473 735	1 999 703	3 946 873 707	2 467 672 847	1 473 735	1 999 703	2 471 146 285
Special Mention (BB+ to CCC-)	208 492	132 768 253	130 675	133 107 420	208 492	179 258 807	130 675	179 597 974
Non performing (CC TO D)	-	-	908 529 975	908 529 975	-	-	853 774 691	853 774 691
Total mortgages and other advances	3 943 608 761	134 241 988	910 660 353	4 988 511 102	2 467 881 339	180 732 542	855 905 069	3 504 518 950
Corporate Lending								
Good (AAAto-A-)	2 372 146 982	-	-	2 372 146 982	1 659 394 459	-	-	1 659 394 459
Special Mention (BB+ to CCC-)	-	90 679 172	-	90 679 172	-	142 383 970	-	142 383 970
Non performing (CC TO D)	-	-	806 212 326	806 212 326	-	-	366 874 233	366 874 233
Total corporate lending	2 372 146 982	90 679 172	806 212 326	3 269 038 480	1 659 394 459	142 383 970	366 874 233	2 168 652 662
Small business Lending								
Good (AAAto-BBB-)	375 578 861	13 193	22 766	375 614 820	33 617 785	13 193	22 766	33 653 744
Special Mention (BB+toCCC-)	4 619	27 738 385	-	27 743 004	4 619	8 964 502	-	8 969 121
Non performing (CCTOD)	-	-	18 665 983	18 665 983	-	-	251 942 463	251 942 463
Total small business Lending	375 583 480	27 751 578	18 688 749	422 023 807	33 622 404	8 977 695	251 965 229	294 565 328
Consumer Lending								
Good (AAAto-BBB-)	991 976 501	1 460 542	1 976 937	995 413 980	547 683 692	1 460 542	1 976 937	551 121 171
Special Mention (BB+toCCC-)	203 873	12 905 831	130 675	13 240 379	203 873	19 440 307	130 675	19 774 855
Non performing (CCTOD)	-	-	67 707 912	67 707 912	-	-	169 161 356	169 161 356
Total consumer lending	992 180 374	14 366 373	69 815 524	1 076 362 271	547 887 565	20 900 849	171 268 968	740 057 382
Mortgage Lending								
Good(AAAto-BBB-)	320 787 357	-	-	320 787 357	226 976 911	-	-	226 976 911
Special Mention (BB+toCCC-)	-	1 444 865	-	1 444 865	-	8 470 028	-	8 470 028
Non performing (CCTOD)	-	-	15 943 754	15 943 754	-	-	65 796 639	65 796 639
Total Mortgage Lending	320 787 357	1 444 865	15 943 754	338 175 976	226 976 911	8 470 028	65 796 639	301 243 578
Guarantees								
Good (AAAto-BBB-)	58 657 441	-	-	58 657 441	1 235 705	-	-	1 235 705
Special Mention (BB+toCCC-)	-	-	-	-	-	6 495 175	-	6 495 175
Non performing (CCTOD)	-	-	-	-	-	-	14 666 105	14 666 105
Total guarantees	58 657 441	-	-	58 657 441	1 235 705	6 495 175	14 666 105	22 396 985
Loan commitments								
Good(AAAto-BBB-)	-	-	-	-	-	-	-	-
Special Mention(BB+toCCC-)	334 280 285	-	-	334 280 285	597 531 824	-	-	597 531 824
Nonperforming(CCTOD)	-	-	-	-	-	-	-	-
Total loan commitments	334 280 285	-	-	334 280 285	597 531 824	-	-	597 531 824
Other financial assets								
Good (AAA to BBB0)	-	-	-	-	4 696 214 771	-	-	4 696 214 771
Total other financial assets	-	-	-	-	4 696 214 771	-	-	4 696 214 771

An analysis of changes in the ECLs in relation to loans and advances are as follows:

	Unaudited June 2025				Audited December 2025			
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG	STAGE1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	TOTAL ZWG
Total financial assets								
Total loans and advances	3 943 608 761	134 241 988	910 660 353	4 988 511 102	2 467 881 339	180 732 542	855 905 069	3 504 518 950
Guarantees	58 657 441	-	-	58 657 441	22 396 985	-	-	22 396 985
Loan commitments	334 280 285	-	-	334 280 285	597 531 824	-	-	597 531 824
Treasury bills	-	898 779 582	-	898 779 582	-	1 335 881 638	-	1 335 881 638
Total financial assets	4 336 546 487	1 033 021 570	910 660 353	6 280 228 410	3 087 810 148	1 516 614 180	855 905 069	5 460 329 398
Balance at beginning of period	3 087 810 148	1 516 614 181	855 905 069	5 460 329 398	7 367 771 528	335 847 550	138 847 180	7 842 466 258
Effects of translation to presentation currency	369 121 670	99 434 404	51 221 031	519 777 105	(3 612 432 847)	101 504 994	617 902 031	(2 893 025 822)
New Assets	2 425 478 258	15 088 833	228 887 396	2 669 454 487	1 373 728 143	349 924 596	7 795 191	1 731 447 930
Repayments	(1 637 095 128)	(553 592 068)	(178 645 384)	(2 369 332 580)	(1 197 047 676)	(19 379 649)	(4 131 643)	(1 220 558 968)
Stage reassigments								
Stage 1	(309 174 360)	83 604 340	225 570 020	-	(844 209 000)	754 629 526	89 579 474	-
Stage 2	127 016 476	(142 800 801)	15 784 325	-	-	(5 912 836)	5 912 836	-
Stage 3	273 389 423	14 672 681	(288 062 104)	-	-	-	-	-
Balance at the end of period	4 336 546 487	1 033 021 570	910 660 353	6 280 228 410	3 087 810 148	1 516 614 181	855 905 069	5 460 329 398

*All new assets that are created in the current year will be transferred to the respective stage if they deteriorate during the same year.

	Unaudited June 2025				Audited December 2025			
Impairment allowance on total financial assets								
Total Loans and other advances	15 452 787	12 399 483	345 122 183	372 974 453	45 393 429	4 932 165	364 290 575	414 616 169
Treasury bills	-	35 438 794	-	35 438 794	-	-	-	-
Total Loans and other advances	15 452 787	47 838 277	345 122 183	408 413 247	45 393 429	4 932 165	364 290 575	414 616 169
In respect of guarantees	94 674	-	-	94 674	7 082 929	-	-	7 082 929
In respect of Loan commitments	125 782	3 614	803 168	932 564	3 441 545	-	-	3 441 545
Total impairment allowances	15 673 242	47 841 892	345 925 351	409 440 485	55 917 903	4 932 165	364 290 575	425 140 643
Balance at the beginning of period	55 917 903	4 932 165	364 290 575	425 140 643	212 122 771	221 238 842	17 397 602	450 759 215
Effects of translation to presentation currency	79 665 096	253 399 507	6 741 288	339 805 890	(194 015 320)	(390 613 164)	348 546 772	(236 081 712)
New assets	6 512 759	6 260 380	7 938 280	20 711 419	107 334 119	160 269 058	45 132 156	312 735 333
Repayments	(33 101 323)	(254 679 655)	(124 004 677)	(411 785 656)	(25 089 095)	(681 913)	(76 501 185)	(102 272 193)
Stage reassigments								
Stage 1	(95 727 246)	8 657 548	87 069 698	-	(44 434 572)	18 071 239	26 363 333	-
Stage 2	651 968	(6 692 565)	6 040 598	-	-	(3 351 897)	3 351 897	-
Stage 3	1 628 306	522 104	(2 150 410)	-	-	-	-	-
Balance at the end of period	15 547 462	12 399 483	345 925 351	373 872 296	55 917 903	4 932 165	364 290 575	425 140 643

Notes to the consolidated financial statements (continued)

20.2.4 Credit risk (continued)

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
ECL Movement		
Analysis of ECL on loans and advances		
Balance at beginning of period	414 616 168	162 905 078
Increase in ECL for current period	(12 238 978)	276 908 412
Effects of translation to presentation currency	(29 402 737)	(25 197 321)
Balance at end of period	372 974 453	414 616 169
Analysis of ECL on guarantees and loan commitments		
Guarantees		
Balance at beginning of period	7 082 929	44 781 160
ECL for current period	(7 203 393)	(38 014 495)
Effects of translation to presentation currency	215 139	(316 264)
Balance at end of period	94 675	7 082 929
Loan commitments		
Balance at beginning of period	3 441 545	34 450 239
ECL for current period	23 001 691	31 251 997
Effects of translation to presentation currency	(25 640 068)	(62 260 691)
Balance at end of period	803 168	3 441 545
Analysis of other financial assets		
Balance at beginning of period	3 441 545	(208 622 743)
ECL for current period	(35 438 794)	(52 468 423)
Effects of translation to presentation currency	31 997 249	(16 606 708)
Balance at end of period	-	3 441 545

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 was 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
Overal 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	Inadequate	High	Increasing
Liquidity Risk	Moderate	Acceptable	Moderate	Stable
Interest Rate Risk	Moderate	Acceptable	Moderate	Stable
Foreign Exchange Risk	Low	Acceptable	Low	Stable
Strategic Risk	Moderate	Acceptable	Moderate	Increasing
Operational Risk	High	Acceptable	Moderate	Stable
Legal & Compliance Risk	High	Inadequate	High	Increasing
Reputational Risk	High	Acceptable	High	Stable
Overall Risk	High	Acceptable	High	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	2026	2025	2024
ZB Bank Limited	BBB+	BBB+	BBB+
ZB Reinsurance Company	A-	A-	A-

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 in Zimbabwe were required to maintain a minimum capital level of ZWG equivalent of USD30 million, using the spot rate as at 30 June 2026. ZB Bank Limited met this requirement as at 30 June 2026.

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 the period, closing with ratio at 9.35% (2025: 7%). 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 30 June 2026 with a ratio of 16% (2025: 11%).

Financial Holdings

Smile Cash

Notes to the consolidated financial statements (continued)

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

There were no material subsequent events relating to the period ended 30 June 2026.

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 period ended 30 June 2026 have been prepared on going concern basis.

ZB Building Society is undergoing liquidation following the Reserve Bank of Zimbabwe approval of the cancellation of its Banking license on 19 December 2025. The liquidation process is being administered by the Depositors Protection Commission who were appointed in compliance with regulation.

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	• 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	• 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	• 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	• 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 own salaries and conditions of service.
Investment and Innovation Committee	• 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	• 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	• 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.

Corporate Governance (continued)

Committee	Responsibilities
Board Finance Committee	• 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.

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 30 June 2026

	STATUS	ROLE	ZBFH	ZBBL	ZBBS	ZBRE	ZBLA
TOTAL MEETINGS			**2**	**2**	**1**	**2**	**2**
A Makamure (Mrs)	Non-Executive Director	Chairperson	2	X	X	X	X
T Sibanda (Ms)	Non-Executive Director	Director	2	X	X	X	X
S Z G Dimairho	Non-Executive Director	Director	2	X	X	X	X
S T Chimutanda	Non-Executive Director	Director	2	X	X	X	X
*M M Sibanda (Ms)	Non-Executive Director	Director	2	X	X	X	X
Dr S T Fungura	Executive Director	Group Chief Executive Officer	2	X	X	X	X
L Mawire (Mrs)	Executive Director	Chief Financial Officer	2	X	X	X	X
O S Mandimika	Non-Executive Director	Chairman	X	2	X	X	X
F Nyambiri	Non-Executive Director	Director	X	2	X	X	X
P Murena (Mrs)	Non-Executive Director	Director	X	2	X	X	X
Dr P Paradza	Non-Executive Director	Director	X	2	X	X	X
T B Vhiriri (Ms)	Non-Executive Director	Director	X	2	X	X	X
J Katsidzira	Non-Executive Director	Director	X	2	X	X	X
Dr S T Fungura	Non-Executive Director	Director	X	2	X	X	X
E Masinire	Executive Director	Finance Director	X	2	X	X	X
**E Chibvuri	Executive Director	Chief Executive Officer	X	1	X	X	X
***C Kahiya	Executive Director	Acting Chief Executive Officer	X	1	X	X	X
T N H Kapumha	Non-Executive Director	Chairman	X	X	1	X	X
T F A Masiiwa	Non-Executive Director	Director	X	X	1	X	X
Dr S T Fungura	Non-Executive Director	Director	X	X	1	X	X
C C Kahiya	Executive Director	Acting Managing Director	X	X	1	X	X
J Munyanyi (Ms)	Executive Director	Acting Chief Finance Officer	X	X	1	X	X
P Murambinda(MS)	Non-Executive Director	Chairman	X	X	X	2	X
F Chirimuuta	Non-Executive Director	Director	X	X	X	2	X
K D Nyatsine	Executive Director	Managing Director	X	X	X	2	X
Dr S T Fungura	Non-Executive Director	Director	X	X	X	2	X
A Nyakonda	Non-Executive Director	Director	X	X	X	2	X
M Shoniwa (Mrs)	Non-Executive Director	Director	X	X	X	2	X
T Sandura	Non-Executive Director	Chairman	X	X	X	X	2
G Chimbga	Executive Director	Managing Director	X	X	X	X	2
Dr S T Fungura	Executive Director	Acting Chief Insurance Officer	X	X	X	X	2
A K G Mangoro	Non-Executive Director	Director	X	X	X	X	2
R Dzimba (Ms)	Non-Executive Director	Director	X	X	X	X	2
O Pazvakawambwa	Non-Executive Director	Director	X	X	X	X	2
E Masvavike	Non-Executive Director	Director	X	X	X	X	2
S F Manangazira (Mrs)	Non-Executive Director	Director	X	X	X	X	2

*M M Makhosazana was appointed to ZBFH with effect from 31 March 2026
**E Chibvuri resigned from the ZBBL Boards with effect from 01 March 2026
***C C Kahiya was appointed to ZBBL Boards with effect from 16 March 2026

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

Directors Board Commitees Attendance - June 2026

ZB Financial Holdings Limited (ZBFH) Board Commitees Attendance

ZB Financial Holdings Limited (ZBFH) Main Board	Status	Role	Meetings attended
Total meetings			**2**
Agnes Makamure (Mrs)	Non-Executive Director	Chairman	2
T Sibanda (MS)	Non-Executive Director	Director	2
M M Makhosazana *(Appointed with effect from 31 March 2026)*	Non-Executive Director	Director	1
Samuelle ZG Dimairho	Non-Executive Director	Director	2
Shepherd T Chimutanda	Non-Executive Director	Director	2
Dr. Shepherd T Fungura	Executive Director	Chief Executive Officer	2
Letwin Mawire	Executive Director	Chief Financial Officer	2
ZBFH Board Audit Committee			
Total meetings			**2**
Shepherd T Chimutanda	Non-Executive Director	Chairman	2
Thenjiwe Sibanda (Ms)	Non-Executive Director	Director	2
M M Makhosazana *(Appointed with effect from 31 March 2026)*	Non-Executive Director	Director	1
ZBFH Board Investments & Innovation Committee			
Total meetings			**2**
Samuelle ZG Dimairho	Non-Executive Director	Chairman	2
Shepherd T Chimutanda	Non-Executive Director	Director	2
Thenjiwe Sibanda	Non-Executive Director	Director	2
M M Makhosazana *(Appointed with effect from 31 March 2026)*	Non-Executive Director	Director	1
ZBFH Board Governance, Risk & Compliance Committee			
Total meetings			**2**
Thenjiwe Sibanda	Non-Executive Director	Chairman	2
Shepherd T Chimutanda	Non-Executive Director	Director	2
Samuelle ZG Dimairho	Non-Executive Director	Director	2
M M Makhosazana *(Appointed with effect from 31 March 2026)*	Non-Executive Director	Director	1
ZBFH Board People & Cuture Committee			
Total meetings			**2**
Agnes Makamure	Non-Executive Director	Chairman	2
Thenjiwe Sibanda	Non-Executive Director	Director	2
Samuelle ZG Dimairho	Non-Executive Director	Director	2
ZBFH Board Nominations Committee			
Total meetings			**1**
Agnes Makamure	Non-Executive Director	Chairman	1
Samuelle ZG Dimairho	Non-Executive Director	Director	1

ZBFH0319H

Corporate Governance (continued)

ZB Bank Limited (ZBBL) Board Commitees Attendance - June 2026

ZB Bank Limited (ZBBL) Main Board	Status	Role	Meetings attended
Total meetings			**2**
Obert S Mandimika	Non-Executive Director	Chairman	2
Jonathan Katsidzira	Non-Executive Director	Director	2
Dr, Paradza Paradza	Non-Executive Director	Director	2
Precious Murena (Mrs)	Non-Executive Director	Director	2
Thammary B Vhiriri (Ms)	Non-Executive Director	Director	2
Francis Nyambiri	Non-Executive Director	Director	2
Dr . Shepherd T Fungura	Non-Executive Director	Director	2
Elisha Chibvuri *(Resigned with effect from 31 May 2026*)	Executive Director	Chief Executive Officer	2
Clement C Kahiya *(Appointed with effect from 16 March 2026)*	Executive Director	Acting Chief Executive Officer	1
Edmore Masinire	Executive Director	Finance Director	2
ZBBL Board Audit Committee			
Total meetings			**2**
Jonathan Katsidzira	Non-Executive Director	Chairman	2
Dr Paradza Paradza	Non-Executive Director	Director	2
Thammary B Vhiriri (Ms)	Non-Executive Director	Director	2
Francis Nyambiri	Non-Executive Director	Director	2
ZBBL Board Risk & Compliance Committee			
Total meetings			**2**
Thammary B Vhiriri (Ms)	Non-Executive Director	Chairman	2
Dr Paradza Paradza	Non-Executive Director	Director	2
Precious Murena (Mrs)	Non-Executive Director	Director	2
ZBBL Board Loans Review Committee			
Total meetings			**2**
Precious Murena (Mrs)	Non-Executive Director	Chairman	2
Obert S Mandimika	Non-Executive Director	Director	2
Thammary B Vhiriri	Non-Executive Director	Director	2
ZBBL Board Credit Committee			
Total meetings			**2**
Francis Nyambiri	Non-Executive Director	Chairman	2
Dr Paradza Paradza	Non-Executive Director	Director	2
Dr Shepherd T Fungura	Non-Executive Director	Director	2
Jonathan Katsidzira	Non-Executive Director	Director	2
ZBBL Nominations Committee			
Total meetings			**1**
Obert S Mandimika	Non-Executive Director	Chairman	1
Precious Murena(Mrs)	Non-Executive Director	Director	1
Jonathan Katsidzira	Non-Executive Director	Director	1
Dr Shepherd T Fungura	Non-Executive Director	Director	1

ZB Bank acknowledges that the current composition of certain Board Committees does not fully comply with the requirements of Clause 6.23 of Prudential Standard No. 02-2025/BSSFS: Corporate Governance, which restricts directors from serving on multiple Board Committees where such appointments may impair the effectiveness and independence of committee oversight.

The situation arose primarily due to the limited number of non-executive directors currently serving on the Board, which has necessitated the appointment of certain directors to more than one committee to ensure that all Board Committees remain appropriately constituted and capable of discharging their respective mandates.

The Board remains fully committed to achieving full compliance with all applicable corporate governance requirements and has already initiated measures to regularise the current position. To this end, the Bank is in the process of identifying and appointing two additional suitably qualified and experienced independent non-executive directors. The proposed appointments are intended to strengthen the overall governance framework, enhance Board effectiveness and facilitate the reconstitution of Board Committees in a manner that fully complies with the requirements of Prudential Standard No. 02-2025/BSSFS.

The Bank expects the recruitment process and subsequent committee reorganisation to be completed by 31 December 2026, following which full compliance with the relevant corporate governance provisions will have been achieved.

ZB Life Assurance Limited (ZBLA) Board Commitees Attendance - June 2026

ZB Life Assurance Limited (ZBLA) Main Board	Status	Role	Meetings attended
Total meetings			**2**
Tafadzwa B Sandura	Non-Executive Director	Director	2
Rumbidzai Dzimba	Non-Executive Director	Director	2
Sharon F Manangazira	Non-Executive Director	Director	2
Ostern Pazvakawambwa	Non-Executive Director	Director	2
Allen KG Mangoro	Non-Executive Director	Director	2
Enerst Masvavike	Non-Executive Director	Director	2
Gerald Chimbga	Executive Director	Managing Director	2
ZBLA Board Audit Committee			
Total meetings			**2**
Allen KG Mangoro	Non-Executive Director	Chairman	2
Rumbidzai Dzimba	Non-Executive Director	Director	2
Ernest Masvavike	Non-Executive Director	Director	2
ZBLA Board Finance Committee			
Total meetings			**2**
Allen K G Mangoro	Non-Executive Director	Chairman	2
Sharon F Manangazira	Non-Executive Director	Director	2
Ostern Pazvakawambwa	Non-Executive Director	Director	2
ZBLA Board Risk & Compliance Committee			
Total meetings			**2**
Enerst Masvavike	Non-Executive Director	Chairman	2
Sharon F Manangazira	Non-Executive Director	Director	2
Rumbidzayi Dzimba	Non-Executive Director	Director	2
ZBLA Board Nominations Committee			
Total meetings			**0**
Rumbidzai Dzimba	Non-Executive Director	Chairman	-
Ostern Pazvakawambwa	Non-Executive Director	Director	-
Tafadzwa B Sandura	Non-Executive Director	Director	-

ZB Reinsurance Limited (ZBRE) Board Commitees Attendance - June 2026

ZB Reinsurance Limited (ZBRE) Main Board	Status	Role	Meetings attended
Total meetings			**2**
Patricia K Murambinda (Ms)	Non-Executive Director	Chairman	2
Francis Chiriimuuta	Non-Executive Director	Director	2
Andrew Nyakonda	Non-Executive Director	Director	2
Martha M Shoniwa (Mrs)	Non-Executive Director	Director	2
Dr Shepherd T Fungura	Non-Executive Director	Director	2
Kudzanayi D Nyatsine	Executive Director	Managing Director	2
ZBRE Board Audit Committee			
Total meetings			**2**
Martha M Shoniwa(Mrs)	Non-Executive Director	Chairman	2
Francis Chirimuuta	Non-Executive Director	Director	2
Andrew Nyakonda	Non-Executive Director	Director	2
ZBRE Board Finance Committee			
Total meetings			**2**
Andrew Nyakonda	Non-Executive Director	Chairman	2
Martha M Shoniwa	Non-Executive Director	Director	2
Dr Shepherd T Fungura	Non-Executive Director	Director	2
ZBRE Board Risk & Compliance Committee			
Total meetings			**2**
Francis Chirimuuta	Non-Executive Director	Chairman	2
Andrew Nyakonda	Non-Executive Director	Director	2
Dr Shepherd T Fungura	Non-Executive Director	Director	2
ZBRE Board Nominations Committee			
Total meetings			**0**
Patricia Murambinda	Non-Executive Director	Chairman	-
Martha M Shoniwa	Non-Executive Director	Director	-
Dr Shepherd T Fungura	Non-Executive Director	Director	-

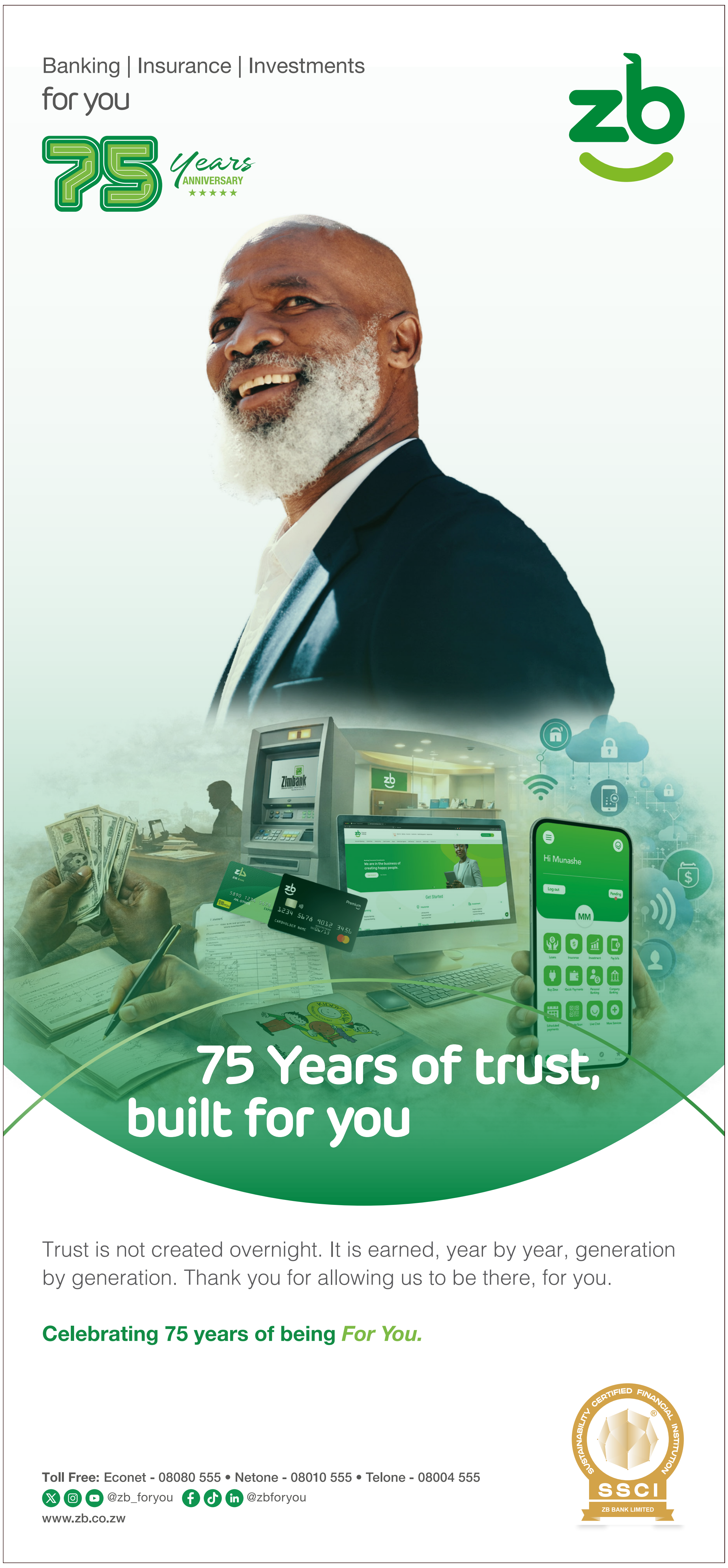
Corporate Governance (continued)

ZB Building Society Limited (ZBBS) Board Commitees Attendance - June 2026

ZB Building Society Limited ((ZBBS) Main Board	Status	Role	Meetings attended
Total meetings			**1**
Tendai NH Kapumha	Non-Executive Director	Chairman	1
Tinashe FA Masiiwa	Non-Executive Director	Director	1
Dr Shepherd T Fungura	Non-Executive Director	Director	1
Clement C Kahiya	Executive Director	Acting Managing Director	1
Joyce Munyanyi	Executive Director	Acting Chief Finance Officer	1
ZBBS Board Audit & Risk Management Committee			
Total meetings			**0**
Tinashe FA Masiiwa	Non-Executive Director	Chairman	0
Dr Shepherd T Fungura	Non-Executive Director	Director	0
ZBBS Board Loans Review Committee			
Total meetings			**0**
Tinashe FA Masiiwa	Non-Executive Director	Chairman	0
Dr Shepherd T Fungura	Non-Executive Director	Director	0

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.



ZB Financial Holdings

Smile Cash

ZB Bank

Unaudited Condensed Interim Financial Results for the half year ended 30 June 2026

Statement of financial position
As at 30 June 2026

	Notes	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Assets			
Cash and short term funds	1	5 554 792 867	3 974 432 283
Treasury Bills	2	886 999 269	1 324 448 578
Advances and other accounts	3	4 521 559 939	3 108 885 371
Inventories	4	4 505 471	3 822 766
Trade and other receivables	5	1 516 089 878	1 401 648 131
Financial assets at fair value through profit or loss	6	221 532 565	216 145 511
Financial assets at amortised cost	7	4 794 473	6 597 644
Investment in Subsidiary company	8	1 103 323 644	1 017 214 136
Right of use asset	9	170 461 585	89 463 685
Intangible assets	10	174 093 840	177 424 463
Property and equipment	11	357 696 935	407 459 457
Deferred tax asset		158 415 409	64 618 374
		14 674 265 875	11 792 250 399
Liabilities			
Deposits from customers	12	9 267 080 372	6 922 305 047
Trade and other payables	13	1 116 212 017	779 919 615
Lease liability	14	197 519 869	104 686 062
Offshore borrowings	15	383 853 761	209 443 806
Current tax liabilities		-	57 647 551
Total liabilities		10 964 666 019	8 074 002 081
Equity			
Share Capital		4 022	4 022
Share premium		174 156	174 156
Equity Reserve		85 094 363	85 094 363
Foreign currency translation reserve		1 135 301 940	1 029 802 650
Property and Equipment revaluation reserves		345 101 626	345 101 626
Investment reserves		(329 316 879)	(126 976 315)
Retained income		2 473 240 628	2 385 047 816
Total equity		3 709 599 856	3 718 248 318
Total equity and liablilities		14 674 265 875	11 792 250 399

Statement of profit or loss and other comprehensive income
For the half year ended 30 June 2026

	Notes	Unaudited 30 Jun 2026 ZWG	Unaudited 30 Jun 2025 ZWG
Interest income calculated using the effective interest rate method	17.1.1	403 404 435	513 858 786
Interest expense calculated using the effective interest rate method	17.2.1	(199 568 548)	(115 941 840)
Other interest and related expenses	17.2.2	-	(597)
Net interest income		203 835 887	397 916 349
Allowance for loan impairment	18	75 091 436	(65 300 201)
Net income from lending activities		278 927 323	336 616 148
Commission and fee income	19	864 675 792	852 185 552
Other income	20	51 318 170	475 937 161
Fair value adjustment	21	51 896 465	(50 811 687)
Total income		1 246 817 750	1 609 927 174
Operating expenses	22	(1 170 287 193)	(1 143 814 568)
Profit before tax		76 530 557	466 112 606
Income tax credit/(expense)	23	11 662 255	(119 911 256)
Net profit after taxation		88 192 812	346 201 350
Other Comprehensive income:			
Items that may be reclassified to profit or loss			
Exchange gain or loss on translating foreign exchange differences		105 499 290	156 285 369
(Loss)/gains on treasury bills classified as available for sale		(276 087 874)	36 159 458
Related tax		73 747 310	(9 311 060)
Other comprehensive (loss) / income for the period, net of tax		(96 841 274)	183 133 767
Total comprehensive (loss) / income for the period		(8 648 462)	529 335 117
Earnings per share (ZW cents)		0.49	1.91

Statement of changes in equity
For the half year ended 30 June 2026

	Unaudited							
	Share capital ZWG	Share premium ZWG	Equity reserve ZWG	Functional currency translation reserve ZWG	Property and equipment revaluation reserve ZWG	Financial assets at FVTOCI reserve ZWG	Retained income ZWG	Total ZWG
Restated balance at 1 January 2026	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
Changes in equity for 2026								
Profit or loss								
Profit for the period	-	-	-	-	-	-	88 192 812	88 192 812
Other comprehensive income, net of tax								
Fair value loss on available for sale financial assets	-	-	-	-	-	(202 340 564)	-	(202 340 564)
Effects of translation to presentation currency	-	-	-	105 499 290	-	-	-	105 499 290
Balance at 30 June 2026	4 022	174 156	85 094 363	1 135 301 940	345 101 626	(329 316 879)	2 473 240 628	3 709 599 856

Statement of changes in equity (continued)
For the half year ended 30 June 2026

	Unaudited							
	Share capital ZWG	Share premium ZWG	Equity reserve ZWG	Functional currency translation reserve ZWG	Property and equipment revaluation reserve ZWG	Financial assets at FVTOCI reserve ZWG	Retained income ZWG	Total ZWG
Balance at 1 January 2025	4 022	174 156	85 094 363	1 070 804 500	286 975 453	(181 149 818)	2 072 540 845	3 334 443 521
Changes in equity for 2025								
Profit or loss								
Profit for the period	-	-	-	-	-	-	346 201 350	346 201 350
Other comprehensive income, net of tax								
Fair value gains on available for sale financial assets	-	-	-	-	-	26 848 397	-	26 848 397
Effects of translation to presentation currency	-	-	-	156 295 369	-	-	-	156 295 369
Distributions								
Dividend to equity holders	-	-	-	-	-	-	(32 521 711)	(32 521 711)
Balance at 30 June 2025	4 022	174 156	85 094 363	1 227 099 869	286 975 453	(154 301 421)	2 386 220 484	3 831 256 926

Statement of cash flows
For the half year ended 30 June 2026

	Notes	Unaudited 30 Jun 2026 ZWG	Unaudited 30 Jun 2025 ZWG
Cash generated from operating activities		1 353 219 232	1 584 120 183
- Interest received	17.1.1	403 404 435	513 858 786
- Interest paid		(152 045 602)	(97 570 657)
- Interest paid lease liability	14	(26 244 828)	(12 817 137)
- Interest paid offshore borrowings	15	(21 278 118)	(5 554 643)
- Income taxes paid		(92 039 694)	(146 698 698)
- Dividend received	20	3 568 254	13 745 807
Net cash generated from operating activities		1 468 583 679	1 849 083 642
Cash flows from investing activities			
Proceeds on disposal of property & equip		3 374	446 409
Purchase of property and equipment	11	(24 655 471)	(23 597 052)
Purchase of intangible assets	10	(11 271 105)	(24 575 691)
Net cash used in investing activities		(35 923 202)	(47 726 334)
Cash flows from financing activities			
Offshore loan received		243 174 750	180 041 006
Lease liability payments		(17 772 719)	(35 197 932)
Dividend paid		-	(32 521 711)
Offshore loan capital repayments		(83 766 511)	(245 690 669)
Net cash used in financing activities		141 635 520	(133 369 306)
Net increase in cash and cash equivalents		1 574 295 997	1 667 988 002
Cash and cash equivalents at beginning of the period		3 974 432 283	2 730 622 885
Effect of exchange rate fluctuations on cash and cash equivalents held		18 406 717	441 266 991
Effects of translation to presentation currency		(12 342 130)	181 978 849
Cash and cash equivalents at 30 June 2026		5 554 792 867	5 021 856 727
Cash and cash equivalents comprise:			
- Cash on hand		1 843 817 968	2 425 139 816
- Local bank accounts		3 421 796 707	2 320 226 933
- Foreign bank accounts		289 178 192	276 489 978
		5 554 792 867	5 021 856 727

Notes to condensed interim financial results
For the half year ended 30 June 2026

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
1. Cash and short term funds		
Balances with the Reserve Bank of Zimbabwe	2 768 381 226	1 820 306 373
Balances with other banks and cash	2 786 411 641	2 154 125 910
Total cash and cash equivalents	5 554 792 867	3 974 432 283
2. Treasury bills		
Classification of Treasury Bills as at 30 June 2026		
At fair value through Profit or Loss	61 326 502	61 692 106
At fair value through other comprehensive income	825 672 767	1 262 756 472
	886 999 269	1 324 448 578
Maturing within 1 year	627 712 091	1 176 533 438
Maturing after 1 year	259 287 178	147 915 140
	886 999 269	1 324 448 578
3. Advances and other accounts		
3.1. Loans, overdrafts and other accounts at amortised cost	4 654 659 832	3 286 201 470
Mortgage loans	338 175 976	301 243 578
Finance leases	85 438 757	86 967 820
Gross advances	5 078 274 565	3 674 412 868
Off balance sheet exposures		
In respect of guarantees	58 657 441	22 396 985
In respect of loan commitments	334 280 285	597 531 824
	392 937 726	619 928 809
Gross credit exposure	5 471 212 291	4 294 341 677
Gross advances	5 078 274 565	3 674 412 868
Less: Allowance for loan impairment	(319 885 923)	(352 897 143)
Less: Staff loan benefit liability	(236 828 703)	(212 630 354)
Net Advances	4 521 559 939	3 108 885 371
3.2 Maturity analysis		
Maturing within 1 year	2 137 580 202	1 889 639 294
Maturing after 1 year	2 383 979 737	1 219 246 077
	4 521 559 939	3 108 885 371
3.3 Loans and advances to customers by business line		
Corporate lending	3 661 976 207	2 994 389 225
Small business lending	412 904 927	285 952 715
Consumer lending	1 058 155 181	712 756 159
Mortgage lending	338 175 976	301 243 578
	5 471 212 291	4 294 341 677

Banking | Insurance | Investments
for you

Unaudited Condensed Interim Financial Results for the half year ended 30 June 2026

zb Financial Holdings

Smile Cash

Notes to condensed interim financial results (continued)

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
3.4 Mortgage loans		
Mortgage advances were spread as follows:		
Type of property:		
High density	6 282 173	3 796 630
Medium density	48 587 124	59 088 789
Low density	154 858 609	121 747 554
Commercial	128 448 070	116 610 605
	338 175 976	301 243 578
3.5 Finance lease receivables		
Gross investment in finance leases:		
Less than 1 year	4 847 465	6 098 445
Between 1 and 5 years	91 174 702	102 851 088
Gross investment in finance leases	96 022 167	108 949 533
Unearned finance charges	(10 583 410)	(21 981 713)
Net investment in finance leases	85 438 757	86 967 820
Less than 1 year	2 974 483	4 328 755
Between 1 and 5 years	82 464 274	82 639 065
	85 438 757	86 967 820

	Unaudited 30 Jun 2026 ZWG	% Contribution	Audited 31 Dec 2025 ZWG	% Contribution
3.6 Sectoral analysis of advances				
Private	1 700 296 389	33.48%	904 114 519	24.61%
Agriculture	440 045 481	8.67%	155 819 857	4.24%
Mining	232 866 932	4.59%	277 870 160	7.56%
Manufacturing	347 017 283	6.83%	271 544 580	7.39%
Distribution	262 566 903	5.17%	189 918 599	5.17%
Construction	183 372 887	3.61%	55 229 484	1.50%
Transport	213 986 149	4.21%	108 877 136	2.96%
Services	722 039 946	14.22%	917 468 837	24.97%
Financial	976 030 651	19.22%	793 487 027	21.59%
Communication	51 944	0.00%	82 669	0.00%
	5 078 274 565	100%	3 674 412 868	100%
3.7 Sectoral analysis of guarantees				
Agriculture	-	0.00%	14 549 192	64.96%
Manufacturing	133 849	0.23%	-	0.00%
Distribution	16 155 511	27.54%	-	0.00%
Construction	34 586 036	58.96%	-	0.00%
Transport	7 492 021	12.77%	7 115 293	31.77%
Services	290 024	0.49%	732 500	3.27%
	58 657 441	100%	22 396 985	100%
3.8 Sectoral analysis of loan commitments				
Agriculture	-	0.00%	47 978 946	8.03%
Mining	-	0.00%	8 458 091	1.42%
Manufacturing	-	0.00%	6 129 031	1.03%
Distribution	2 676 980	0.80%	22 009 620	3.68%
Construction	-	0.00%	6 501 125	1.09%
Transport	-	0.00%	51 709 251	8.65%
Services	331 603 305	99.20%	423 645 730	70.90%
Financial	-	0.00%	31 100 030	5.20%
	334 280 285	100%	597 531 824	100%

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
3.9 Non-performing debt		
Non-performing loans and advances	907 297 179	852 541 893
Less: Allowance for loan impairment	(293 118 330)	(309 068 121)
Value to be received from security held	614 178 849	543 473 772
3.10 Loan impairment movement		
Balance at 1 January 2026	352 897 143	108 152 895
Effects of translation to presentation currency	(10 009 491)	763 803
Charge to profit or loss	(23 001 691)	243 980 445
Balance at 30 June 2026	319 885 961	352 897 143

3.11 Internal rating grade

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

ECL STAGE CLASSIFICATION

	Unaudited				Audited			
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	2026 TOTAL ZWG	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	2025 TOTAL ZWG
3.11.1 Total loans and advances								
Total loans and advances								
Good (AAA to A-	4 038 213 859	-	-	4 038 213 859	2 642 616 892	-	-	2 642 616 892
Special mention (BBB+ to B-)	-	132 763 527	-	132 763 527	-	179 254 084	-	179 254 084
Non performing (CC to D)	-	-	940 122 779	940 122 779	-	-	852 541 892	852 541 892
Total	4 038 213 859	132 763 527	940 122 779	5 078 274 565	2 642 616 892	179 254 084	852 541 892	3 674 412 868
Corporate lending								
Good (AAA to A-	2 372 164 982	-	-	2 372 164 982	1 865 202 212	-	-	1 865 202 212
Special mention (BBB+ to B-)	-	90 679 172	-	90 679 172	-	142 383 970	-	142 383 970
Non performing (CC to D)	-	-	806 212 326	806 212 326	-	-	366 874 233	366 874 233
Total	2 372 164 982	90 679 172	806 212 426	3 269 038 480	1 865 202 212	142 383 970	366 874 233	2 374 460 415
Small business lending								
Good (AAA to A-	366 611 005	-	-	366 611 005	25 156 196	-	-	25 156 196
Special mention (BBB+ to B-)	-	27 734 358	-	27 734 358	-	8 960 475	-	8 960 475
Non performing (CC to D)	-	-	18 559 564	18 559 564	-	-	251 836 044	251 836 044
Total	366 611 005	27 734 358	18 559 564	412 904 927	25 156 196	8 960 475	251 836 044	285 952 715
Consumer lending								
Good (AAA to A-	978 668 515	-	-	978 668 515	525 281 573	-	-	525 281 573
Special mention (BBB+ to B-)	-	12 905 134	-	12 905 134	-	19 439 610	-	19 439 610
Non performing (CC to D)	-	-	66 581 532	66 581 532	-	-	168 034 977	168 034 977
Total	978 668 515	12 905 134	66 581 533	1 058 155 181	525 281 573	19 439 610	168 034 977	712 756 160
Mortgage lending								
Good (AAA to A-)	320 787 357	-	-	320 787 357	226 976 911	-	-	226 976 911
Special mention (BBB+ to CCC-)	-	1 444 865	-	1 444 865	-	8 470 028	-	8 470 028
Non performing (CC to D)	-	-	15 943 754	15 943 754	-	-	65 796 639	65 796 639
Total	320 787 357	1 444 865	15 943 754	338 175 976	226 976 911	8 470 028	65 796 639	301 243 578
3.11.2 Financial guarantees, loan commitments and letters of credit								
Financial guarantees								
Good (AAA to A-)	58 657 441	-	-	58 657 441	1 235 705	-	-	1 235 705
Special mention (BBB+ to CCC-)	-	-	-	-	-	6 495 175	-	6 495 175
Non performing (CC to D)	-	-	-	-	-	-	14 666 105	14 666 105
Total	58 657 441	-	-	58 657 441	1 235 705	6 495 175	14 666 105	22 396 985
Loan commitments								
Good (AAA to A-)	331 346 702	-	-	331 346 702	597 531 824	-	-	597 531 824
Special mention (BBB+ to CCC-)	-	256 603	-	256 603	-	-	-	-
Non performing (CC to D)	-	-	2 676 980	2 676 980	-	-	-	-
Total	331 346 702	256 603	2 676 980	334 280 285	597 531 824	-	-	597 531 824

Notes to condensed interim financial results (continued)

3.12 Impairment allowance for loans and advances

ECL STAGE CLASSIFICATION

	Unaudited				Audited			
	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	2026 TOTAL ZWG	STAGE 1 ZWG	STAGE 2 ZWG	STAGE 3 ZWG	2025 TOTAL ZWG
3.12.1 Total loans and advances								
Total loans and advances								
Good (AAA to A-	14 441 315	-	-	14 441 315	38 970 061	-	-	38 970 061
Special mention (BBB+ to B-)	-	12 326 316	-	12 326 316	-	4 858 961	-	4 858 961
Non performing (CC to D)	-	-	293 118 330	293 118 330	-	-	309 068 121	309 068 121
Total	14 441 315	12 326 316	293 118 330	319 885 961	38 970 061	4 858 961	309 068 121	352 897 143
Corporate lending								
Good (AAA to A-	11 795 760	-	-	11 795 760	14 551 406	-	-	14 551 406
Special mention (BBB+ to B-)	-	8 647 088	-	8 647 088	-	1 398 782	-	1 398 782
Non performing (CC to D)	-	-	262 971 398	262 971 398	-	-	79 920 322	79 920 322
Total	11 795 760	8 647 088	262 971 398	283 414 246	14 551 406	1 398 782	79 920 322	95 870 510
Small business lending								
Good (AAA to A-	1 709 090	-	-	1 709 090	1 489 955	-	-	1 489 955
Special mention (BBB+ to B-)	-	2 714 091	-	2 714 091	-	546 304	-	546 304
Non performing (CC to D)	-	-	7 205 660	7 205 660	-	-	119 662 738	119 662 738
Total	1 709 090	2 714 091	7 205 660	11 628 841	1 489 955	546 304	119 662 738	121 698 997
Consumer lending								
Good (AAA to A-	718 386	-	-	718 386	13 796 827	-	-	13 796 827
Special mention (BBB+ to B-	-	782 654	-	782 654	-	1 657 961	-	1 657 961
Non performing (CC to D)	-	-	15 574 753	15 574 753	-	-	85 337 163	85 337 163
Total	718 386	782 654	15 574 754	17 075 793	13 796 827	1 657 961	85 337 163	100 791 951
Mortgage lending								
Good (AAA to A-	218 117	-	-	218 117	9 131 873	-	-	9 131 873
Special mention (BBB+ to CCC-)	-	182 446	-	182 446	-	1 255 914	-	1 255 914
Non performing (CC to D)	-	-	7 366 518	7 366 518	-	-	24 147 898	24 147 898
Total	218 117	182 446	7 366 518	7 767 081	9 131 873	1 255 914	24 147 898	34 535 685
3.12.2 Financial guarantees, loan commitments and letters of credit								
Financial guarantees								
Good (AAA to A-)	94 674	-	-	94 674	120 763	-	-	120 763
Special mention (BBB+ to CCC-)	-	-	-	-	-	898 755	-	898 755
Non performing (CC to D)	-	-	-	-	-	-	6 063 410	6 063 410
Total	94 674	-	-	94 674	120 763	898 755	6 063 410	7 082 928
Loan commitments								
Good (AAA to A-)	125 782	-	-	125 782	3 441 545	-	-	3 441 545
Special mention (BBB+ to CCC-)	-	3 614	-	3 614	-	-	-	-
Non performing (CC to D)	-	-	803 168	803 168	-	-	-	-
Total	125 782	3 614	803 168	932 564	3 441 545	-	-	3 441 545

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
4. Inventories		
Point of sale machines	46 904	45 521
Stationery	4 128 129	3 756 629
PPE materials	17 405	21 016
ATM spares	313 033	-
	4 505 471	3 822 766
5. Trade and other receivables		
Accrued interest	16 693 176	9 116 923
Advance payments and sundry assets	1 098 603 410	954 440 046
Amounts clearing from other banks	400 793 292	438 091 162
	1 516 089 878	1 401 648 131
6. Financial assets at fair value through profit or loss		
6.1 Carrying amounts		
Unlisted equities	177 300 251	172 263 606
Listed Equities	44 232 314	43 881 905
	221 532 565	216 145 511
6.2 Movement of financial assets at fair value through profit or loss		
Balance at 1 January 2026	216 145 511	205 795 601
Fair value adjustments		
- on listed equity investments	(982 396)	4 338 016
- on unlisted equity investments	-	3 805 969
	215 163 115	213 939 586
Exchange gains		
- On unlisted equity investments	(195 439)	752 490
	214 967 676	214 692 076
Effects of translation to presentation currency	6 564 889	1 453 435
Balance at 30 June 2026	221 532 565	216 145 511
7. Financial assets at amortised cost		
7.1 Carrying amounts		
Cash balances	4 794 473	6 597 644
	4 794 473	6 597 644
7.2 Movement of financial assets held at amortised cost		
Carrying amounts		
Balance at 1 January 2026	6 597 644	17 948 687
Movements during the period:		
- On cash balances	(1 929 419)	(11 477 804)
	4 668 225	6 470 883
Effects of translation to presentation currency	126 248	126 761
Balance at 30 June 2026	4 794 473	6 597 644
8. Investment in subsidiary companies		
Investment in Barcelona Investments Limited		
Opening Net Asset Value	1 017 214 136	921 252 670
Fair value gain to profit or loss	55 214 117	89 455 190
Effects of translation to presentation currency	30 895 391	6 506 276
Balance at 30 June 2026	1 103 323 644	1 017 214 136
9. Right of use assets		
Cost		
Balance at 1 January 2026	455 968 853	403 734 003
Arising from Lease reassessment	105 454 452	(21 809 125)
Effects of translation to presentation currency	11 686 633	74 043 975
Balance at 30 June 2026	573 109 938	455 968 853
Accumulated depreciation		
Balance at 1 January 2026	366 505 168	221 162 889
Charge to statement of profit or loss	26 195 616	72 587 699
Effects of translation to presentation currency	9 947 569	72 754 580
	402 648 353	366 505 168
Balance at 30 June 2026	170 461 585	89 463 685

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Unaudited Condensed Interim Financial Results for the half year ended 30 June 2026

zb Financial Holdings

Smile Cash

Notes to condensed interim financial results (continued)

10. Intangible assets

	Unaudited Computer software ZWG	Unaudited Capital work in progress ZWG	Unaudited Total ZWG
2026			
Cost or valuation			
Balance at 1 January 2026	477 872 281	25 764 106	503 636 387
Additions	11 271 105	-	11 271 105
Transfers between categories	2 781 724	(2 781 724)	-
Effects of translation to presentation currency	11 715 706	782 521	12 498 227
Balance at 30 June 2026	503 640 816	23 764 903	527 405 719
Accumulated depreciation and impairment			
Balance at 1 January 2026	326 211 924	-	326 211 924
Charge to income statement	19 990 561	-	19 990 561
Effects of translation to presentation currency	7 109 394	-	7 109 394
Balance at 30 June 2026	353 311 879	-	353 311 879
Net book value at 30 June 2026	150 328 937	23 764 903	174 093 840

	Audited Computer software ZWG	Audited Capital work in progress ZWG	Audited Total ZWG
2025			
Cost or valuation			
Balance at 1 January 2025	224 777 101	158 253 534	383 030 635
Additions at cost	9 379 740	16 382 000	25 761 740
Transfer between categories	149 989 074	(149 989 074)	-
Effects of translation to presentation currency	93 726 366	1 117 646	94 844 012
Balance at 31 December 2025	477 872 281	25 764 106	503 636 387
Accumulated depreciation and impairment			
Balance at 1 January 2025	200 570 251	-	200 570 251
Charge to income statement	32 086 272	-	32 086 272
Effects of translation to presentation currency	93 555 401	-	93 555 401
Balance at 31 December 2025	326 211 924	-	326 211 924
Net book value at 31 December 2025	151 660 357	25 764 106	177 424 463

11. Property, plant and equipment

	Unaudited						
	Freehold properties ZWG	Leasehold improvements ZWG	Equipment, furniture & fittings ZWG	Computer equipment ZWG	Motor vehicles ZWG	Capital work in progress ZWG	Total ZWG
2026							
Cost or valuation							
Balance at 1 January 2026	26 266 832	478 728 000	534 828 083	917 286 007	195 274 107	19 622 157	2 172 005 186
Additions	-	4 883 964	3 491 716	16 279 791	-	-	24 655 471
Disposals	-	-	(144 154)	(14 530)	-	-	(158 684)
Effects of translation to presentation currency	766 963	10 870 619	12 117 433	23 073 286	4 808 205	433 020	52 069 526
Balance at 30 June 2026	27 033 795	494 482 583	550 293 078	956 624 554	200 082 312	20 055 177	2 248 571 499
Accumulated depreciation and impairment							
Balance at 1 January 2026	13 146 578	412 871 464	460 373 316	694 057 172	167 250 831	16 756 368	1 764 455 729
Charge to income statement	-	6 193 987	13 031 636	58 434 379	9 079 311	-	86 739 313
Disposals	-	-	(9 654)	(7 324)	-	-	(16 978)
Effects of translation to presentation currency	368 467	8 870 388	9 855 088	16 299 512	3 957 067	345 978	39 696 500
Balance at 30 June 2026	13 515 045	427 935 839	483 250 386	768 783 739	180 287 209	17 102 346	1 890 874 564
Net book value at 30 June 2026	13 518 750	66 546 744	67 042 692	187 840 815	19 795 103	2 952 831	357 696 935

	Audited						
	Freehold properties ZWG	Leasehold improvements ZWG	Equipment, furniture & fittings ZWG	Computer equipment ZWG	Motor vehicles ZWG	Capital work in progress ZWG	Total ZWG
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
Gain 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 presentation 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	4 434 119 091	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 presentation 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	13 106 578	412 871 464	460 373 315	694 057 173	167 250 831	16 756 368	1 764 455 729
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

12. Deposits from customers

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Current accounts	6 995 805 313	4 946 826 915
Savings and call accounts	96 810 463	93 621 743
Term deposits	1 510 573 555	1 189 610 034
Bank deposits	663 891 041	692 246 355
	9 267 080 372	6 922 305 047
Maturity Analysis of deposits from customers		
Maturing within 1 year	9 264 216 003	6 863 280 455
Maturing after 1 year	2 864 369	59 024 592
	9 267 080 372	6 922 305 047
Secured and unsecured deposits analysis		
Secured deposits	1 114 698 554	1 081 840 309
Unsecured deposits	8 152 381 818	5 840 464 738
	9 267 080 372	6 922 305 047

	Unaudited 30 Jun 2026 ZWG	% Contribution	Audited 31 Dec 2025 ZWG	% Contribution
Sectoral analysis of deposits				
Private	1 178 746 020	12.72%	983 876 176	14.21%
Agriculture	121 673 580	1.31%	95 192 185	1.38%
Mining	394 026 010	4.25%	179 861 041	2.60%
Manufacturing	176 301 205	1.90%	149 900 236	2.17%
Distribution	139 120 418	1.50%	141 853 311	2.05%
Construction	70 064 921	0.76%	79 070 024	1.14%
Transport	111 597 563	1.20%	20 617 041	0.30%
Services	5 210 198 208	56.22%	3 113 368 962	44.98%
Financial	1 700 748 711	18.25%	1 790 993 883	25.87%
Communications	164 603 736	1.78%	367 572 188	5.31%
	9 267 080 372	100%	6 922 305 047	100.00%

Notes to condensed interim financial results (continued)

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
13. Trade and other payables		
Items in transit	342 992 967	420 762 171
Interest accrued on deposits and other accounts	46 002 638	28 367 007
Accrued expenses	82 543 901	33 234 714
Sundry creditors	495 621 089	255 336 494
Deferred income	55 267 928	31 516 354
Amounts clearing to other banks	92 756 255	178 389
Loan impairment provision for guarantees and loan commitments	1 027 239	10 524 486
	1 116 212 017	779 919 615
14. Lease liabilities		
Balance at 1 January 2026	104 686 062	195 521 436
Add accrued interest posted to profit and loss	26 244 828	29 628 162
Less lease commitments paid during the period	(44 017 547)	(99 249 836)
Add lease liability reassessment	105 454 459	(21 809 125)
Effects of translation to presentation currency	5 152 067	595 425
Balance at 30 June 2026	197 519 869	104 686 062
15. Offshore borrowings		
Balance at 1 January 2026	209 443 806	234 531 818
New loans	243 174 750	180 899 752
Interest accrued	21 278 118	23 186 793
Repayments	(105 044 630)	(229 355 911)
Effects of translation to presentation currency	15 001 717	181 354
Balance at 30 June 2026	383 853 761	209 443 806
16 Capital Adequacy		
Ordinary share capital	725	725
Share premium	31 374	31 374
Total Reserves	2 886 222 551	3 135 699 283
IFRS Capital	2 886 254 650	3 135 731 382
Add/(less) Regulatory adjustments		
Interest in reserve on non-performing loans	(60 577 316)	(60 577 316)
Loans to group entities and directors	(165 291 487)	(130 858 186)
Revaluation reserve	(389 391 913)	(389 391 913)
Tier 1 capital	2 270 993 935	2 554 903 966
Revaluation reserve	389 391 913	389 391 913
General provision	36 800 626	24 323 174
Tier 2 Capital	426 192 539	413 715 087
Total Capital Base	2 697 186 474	2 968 619 053
Credit risk weighted assets	6 522 359 665	4 754 086 986
Operational risk equivalent assets	5 369 081 999	4 851 617 129
Market risk equivalent assets	1 929 896 981	1 873 737 306
Total Risk weighted Assets	13 821 338 645	11 479 441 422
Tier 1 capital ratio	16.43%	22.26%
Tier 2 capital ratio	3.08%	3.60%
Capital adequacy ratio	19.51%	25.86%

	Unaudited 30 Jun 2026 ZWG	Unaudited 30 Jun 2025 ZWG
17 Net interest		
17.1.1 Interest income calculated using the effective interest rate method		
Advances	221 797 939	314 870 274
Overdrafts	41 879 794	71 208 193
Establishment fees	76 080 230	14 071 768
Placements with other banks	49 100 111	35 403 562
Treasury bills at FVTOCI	2 047 350	77 648 978
Treasury bills at FVTPL	12 499 011	656 011
	403 404 435	513 858 786
17.2.1 Interest expense calculated using the effective interest rate method		
Customer deposits	108 887 781	57 380 262
Placements from other banks	33 082 667	34 472 422
Offshore borrowings	21 278 118	5 492 708
Lease liabilities	26 244 828	12 674 223
Productive sector facility	10 075 154	5 922 225
	199 568 548	115 941 840
17.2.2 Other interest and related expenses		
Other interest payable categories	-	597
Total interest expense	-	597
Total interest and related expenses	199 568 548	115 942 437
Net interest and related income	203 835 887	397 916 349
18 Analysis of loan impairment charges/(recoveries) to statement of profit or loss:		
Impairment reversal / (charge) on loans and overdrafts	23 001 691	(260 319 392)
Impairment reversal on other financial assets	35 438 794	138 127 162
Impairment reversal on interbank placements	6 834 049	-
Impairment reversal on guarantees	7 203 392	31 991 553
Impairment reversal on undrawn facilities	2 613 510	24 900 476
	75 091 436	(65 300 201)
19 Commission and fee income comprises:		
Commission and fee income comprises:		
Digital channels	205 588 767	190 962 042
Service fees	164 136 939	162 080 983
Other commissions	494 950 086	499 142 527
	864 675 792	852 185 552
20 Other income		
Exchange income - realised	25 372 590	17 340 770
Exchange income -unrealised	18 406 717	441 266 991
Dividends from other investments	3 568 254	13 745 807
Profit/(loss) on sale of property, plant and equipment	(138 332)	(757 392)
Sundry income	4 108 941	4 340 985
	51 318 170	475 937 161
21 Fair value adjustments arising from FVTPL investments		
Listed equity investments	(982 396)	5 062 347
Investment in subsidiary company	55 214 117	(52 945 864)
Treasury bills at fair value through profit or loss (FVTPL)	(2 335 256)	(2 928 170)
	51 896 465	(50 811 687)

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Notes to condensed interim financial results (continued)

	Unaudited 30 Jun 2026 ZWG	Unaudited 30 Jun 2025 ZWG
22 Operating expenses		
Staff expenses	404 614 111	433 902 309
Communication expenses	23 230 443	29 255 437
Computer and information technology	111 528 480	94 628 760
Occupation expenses	52 560 352	63 081 708
Transport expenses	11 695 381	21 205 488
Travelling expenses	4 460 710	4 010 972
Administration expenses	562 197 716	497 729 894
	1 170 287 193	1 143 814 568
Included in operating expenses are the following		
Depreciation charge on property and equipment	86 739 313	166 800 838
Amortisation of intangible assets	19 990 561	32 086 272
Depreciation charge on right of use asset	26 195 616	72 587 699
Auditors'remuneration	9 137 168	7 201 422
23 Income tax expense / (credit)		
Current income tax	6 424 846	96 980 180
Deferred taxation	(18 087 101)	22 931 076
Income tax (credit) / expense	(11 662 255)	119 911 256

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
24 Contingent liabilities		
24.1 The nominal values of such commitments are listed below:		
In respect of guarantees	58 657 441	22 396 985
In respect of undrawn commitments	334 280 285	597 531 824
	392 937 726	619 928 809
24.2 Impairment movement on Guarantees		
Balance at 1 January 2026	7 082 928	44 781 158
Reversal to statement of profit or loss in respect of guarantees(Note 18)	(7 203 392)	(38 014 495)
Effect of translation to presentation currency	215 138	316 265
Balance at 30 June 2026	94 674	7 082 928
24.3 Impairment movement on undrawn commitments		
Balance at 1 January 2026	3 441 545	34 450 240
Reversal to statement of profit or loss in respect of guarantees(Note 18)	(2 613 510)	(31 251 997)
Effect of translation to presentation currency	104 529	243 302
Balance at 30 June 2026	932 564	3 441 545

25. RISK MANAGEMENT

25.1 Financial assets and financial liabilities classification and fair values

	Unaudited							
	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
30 June 2026								
Equity Securities	221 532 565	-	-	221 532 565	44 232 314	-	177 300 251	221 532 565
Treasury Bills	61 326 502	-	825 672 767	886 999 269	-	61 326 502	825 672 767	886 999 269
Investment in Subsidiary company	1 103 323 644	-	-	1 103 323 644	-	-	1 103 323 644	1 103 323 644
	1 386 182 711	-	825 672 767	2 211 855 478	44 232 314	61 326 502	2 106 296 662	2 211 855 478
Cash and short term funds	-	5 554 792 867	-	5 554 792 867				
Treasury Bills	-	-	-	-				
Advances and other accounts	-	4 521 559 939	-	4 521 559 939				
Trade other receivables	-	1 334 630 729	-	1 334 630 729				
Financial assets at amortised cost	-	4 794 473	-	4 794 473				
	-	11 415 778 008	-	11 415 778 008				
Deposits from customers	-	(9 267 080 371)	-	(9 267 080 371)				
Offshore borrowings	-	(383 853 761)	-	(383 853 761)				
Trade and other payables	-	(1 059 916 859)	-	(1 059 916 859)				
	-	(10 710 580 983)	-	(10 710 580 983)				

	Audited							
	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				
Treasury Bills	-	-	-	-				
Advances and other accounts	-	3 108 885 371	-	3 108 885 371				
Trade other receivables	-	1 262 817 859	-	1 262 817 859				
Financial assets at amortised cost	-	6 597 644	-	6 597 644				
	-	8 352 733 157	-	8 352 733 157				
Deposits from customers	-	(6 922 305 047)	-	(6 922 305 047)				
Offshore borrowings	-	(209 443 806)	-	(209 443 806)				
Trade and other payables	-	(737 878 776)	-	(737 878 776)				
	-	(7 869 627 629)	-	(7 869 627 629)				

25.2 Liquidity risk

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

	Unaudited					
Liquidity gap analysis	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
As at 30 June 2026						
Financial asset by type						
Cash and cash equivalents	2 599 597 789	2 691 934 303	26 795 348	-	5 318 327 440	5 554 792 867
Treasury bills	47 383 429	407 133 322	176 287 564	262 364 909	893 169 224	886 999 269
Advances and other accounts	916 786 149	722 039 742	509 649 321	2 478 668 215	4 627 143 428	4 521 559 939
Trade and other receivables	1 175 002 967	22 222 482	137 405 281	-	1 334 630 729	1 516 089 878
Financial assets at fair value through profit or loss	-	-	-	221 532 565	221 532 565	221 532 565
	4 738 770 334	3 843 329 849	850 137 514	2 962 565 689	12 394 803 386	12 700 974 518
Financial liability by type						
Deposits and other accounts	8 376 947 523	960 682 879	63 166 929	2 864 369	9 403 661 700	9 267 080 372
Offshore borrowing	-	40 631 584	66 124 749	280 404 725	387 161 058	383 853 761
Trade and other payables	628 553 116	417 668 176	-	23 988 007	1 070 209 299	1 116 212 017
Lease Liability	-	-	-	223 764 696	223 764 696	197 519 869
Loan commitments	-	3 292 685	3 346 225	327 641 375	334 280 285	334 280 285
Guarantees	113 504	7 375 080	50 797 602	371 255	58 657 441	58 657 441
	9 005 614 143	1 429 650 404	183 435 505	859 034 427	11 477 734 479	11 357 603 745
Period gap	(4 266 843 809)	2 413 679 445	666 702 009	2 103 531 262	917 068 907	1 343 370 773
Cumulative gap	(4 266 843 809)	(1 853 164 364)	(1 186 462 355)	917 068 907	-	-

Notes to condensed interim financial results (continued)

25.2 Liquidity risk (continued)

	Audited					
Liquidity gap analysis	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
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	154 956 068	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	-	1 262 817 859	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	30 716 669	100 452 889	211 369 782	209 443 806
Trade and other payables	498 504 588	236 324 416	2 457 426	14 266 045	751 552 474	779 919 615
Lease liability	-	-	-	134 314 224	134 314 223	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	6 780 963	360 311	22 396 985	22 396 985
	6 860 013 390	1 035 067 700	408 114 875	363 453 612	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	-	-

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Liquidity ratios		
Cash and short term funds	5 554 792 867	3 974 432 283
Treasury Bills	886 999 269	1 324 448 578
Total liquid assets	6 441 792 136	5 298 880 861
Total liabilities to the public	9 267 080 371	6 922 305 047
At 30 June	70%	77%
Average for the period	57%	55%
Maximum for the period	51%	60%
Minimum for the period	65%	50%
Minimum statutory liquidity ratio	30%	30%

25.3 Interest rate risk

	Unaudited				
Interest rate gap analysis	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Carrying amount ZWG
As at 30 June 2026					
Assets					
Cash and cash equivalents	242 023 181	384 622 500	26 769 800	-	653 415 481
Treasury bills	47 383 429	407 133 322	173 195 340	259 287 178	886 999 269
Advances and other accounts	916 651 660	719 421 832	501 506 710	2 383 979 737	4 521 559 939
	1 206 058 270	1 511 177 654	701 471 850	2 643 266 915	6 061 974 689
Liabilities					
Deposits from customers	8 245 928 315	956 250 491	62 037 197	2 864 369	9 267 080 372
Offshore borrowings	-	40 284 492	65 559 883	278 009 386	383 853 761
Lease liability	-	-	-	197 519 869	197 519 869
	8 245 928 315	996 534 983	127 597 080	478 393 624	9 848 454 002
Period gap	(7 039 870 045)	514 642 671	573 874 770	2 164 873 291	(3 786 479 313)
Cumulative gap	(7 039 870 045)	(6 525 227 374)	(5 951 352 604)	(3 786 479 313)	-

	Audited				
Interest rate gap analysis	Up to 1 month ZWG	2 to 6 months ZWG	7 to 12 months ZWG	Above 12 months ZWG	Carrying amount ZWG
As at 31 December 2025					
Financial asset by type					
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
Financial liability by type					
Deposits and other accounts	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	-	-	-	104 686 062	104 686 062
	6 098 065 435	659 664 733	215 456 519	263 248 228	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)	(2 433 801 153)	-

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Financial Holdings

Life Assurance Limited

Unaudited Condensed Interim Financial Results
for the half year ended 30 June 2026

STATEMENT OF FINANCIAL POSITION
As at 30 June 2026

	Notes	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
EQUITY AND LIABILITIES			
Share capital	1	515	515
Share premium	1	72 161	72 161
Investment reserve	2	1 838 178	1 838 178
Revaluation reserve	3	12 471 631	12 471 631
Equity translation reserve	4	73 651 854	55 075 208
Equity Reserve	4.1	54 988 817	54 988 817
Retained earnings		458 377 261	422 641 497
Total equity		601 400 417	547 088 007
Liabilities			
Trade and other payables	9	112 610 341	114 820 886
Current Tax Payable	8	3 773 197	353 026
Investment Contract Liabilities	10.1	274 927 315	231 005 470
Provisions	9.1	6 219 926	6 219 924
Insurance Contract Liabilities	5	259 106 035	225 179 474
Lease Liability	6	5 687 566	6 429 446
Deferred tax liability	7	21 371 038	16 575 623
Total liabilities		683 695 418	600 583 849
TOTAL EQUITY AND LIABILITIES		1 285 095 835	1 147 671 856
ASSETS			
Cash and cash equivalents	17	99 684 508	101 597 278
Financial assets			
At Fair Value through P& L	10.2	232 243 807	191 192 122
At Amortised cost	10.3	92 427 097	80 103 247
Trade and other receivables	16	71 824 712	21 692 674
Reinsurance Contract Assets	5	4 313 895	4 186 746
Investment accounted for using the equity method	13	668 191 432	635 721 310
Investment properties	12	91 823 354	87 206 948
Property, Plant & Equipment	15	5 158 845	5 740 318
Right of use asset	6	5 522 360	6 618 964
Intangible assets	14	13 905 825	13 612 249
TOTAL ASSETS		1 285 095 835	1 147 671 856

STATEMENT OF PROFIT /(LOSS) AND OTHER COMPREHENSIVE INCOME
For the half year ended 30 June 2026

	Notes	Unaudited 30 Jun 2026 ZWG	Unaudited 30 Jun 2025 ZWG
INCOME			
Insurance Revenue	18	95 877 443	74 507 394
Insurance Service Expense	19	(57 015 720)	(64 260 415)
Insurance service result before reinsurance contracts held		38 861 723	10 246 979
Net expenses from reinsurance contracts held	20	(6 317 802)	3 179 065
Insurance Service Result		32 543 921	13 426 044
Interest revenue calculated using effective interest method	21	5 400 182	2 041 681
Investment income	21	13 150 722	7 240 778
Net gains/(losses) on financial assets at fair value through profit or loss	10.4	20 007 406	(732 110)
Fair value gain/(loss) on gold coins	11	(540 553)	855 816
Fair value gain on investment properties	12	1 896 877	-
Changes in fair value of financial liabilities at fair value through profit or loss	10.1	(13 362 065)	245 798
Profit/(loss) on disposal of listed equity investments		(1 444 868)	(132 710)
Total insurance and investments result		57 651 622	22 945 297
Insurance finance income/(expense) for Insurance contracts issued	21	(10 063 796)	(8 828 175)
Insurance finance income/(expense) for Reinsurance contracts held	21	(820 877)	82 231
Net Insurance financial result		(10 884 673)	(8 745 944)
Other income	22	7 752 482	9 760 705
Other operating expenses		(18 590 028)	(39 051 459)
Interest expense on lease liability		(784 503)	-
Allowances for Credit losses		(561 749)	(595 600)
Operating profit/(Loss) before taxation		34 583 151	(15 687 001)
Share of profit of Equity accounted investments	13	12 612 025	9 313 103
Profit /(Loss) before taxation		47 195 176	(6 373 898)
Income tax expense	24	(8 878 795)	(63 077)
Profit after tax		38 316 381	(6 436 975)
Other comprehensive income for the period			
Items that may not be reclassified to profit or loss			
Effects of translating to presentation currency		18 576 646	22 110 252
Other comprehensive income for the period (net of tax)*		18 576 646	22 110 252
Total Other comprehensive income		18 576 646	22 110 252
Total comprehensive income for the period		56 893 027	15 673 277

* 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 half year ended 30 June 2026

	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 2025		515	72 161	10 998 322	1 838 178	378 319 823	54 988 817	52 641 368	498 859 184
Loss for the period		-	-	-	-	(6 436 975)	-	-	(6 436 975)
Other Comprehensive Income for the period		-	-	-	-	-	-	22 110 252	22 110 252
Effects of translating to presentation currency		-	-	-	-	-	-	22 110 252	22 110 252
Balance at 30 June 2025		515	72 161	10 998 322	1 838 178	371 882 848	54 988 817	74 751 620	514 532 461

STATEMENT OF CHANGES IN EQUITY (continued)
For the half year ended 30 June 2026

	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 at 1 January 2026		515	72 161	12 471 631	1 838 178	422 641 497	54 988 817	55 075 208	547 088 007
Profit for the period		-	-	-	-	38 316 381	-	-	38 316 381
Other Comprehensive Income for the period		-	-	-	-	-	-	18 576 646	18 576 646
Effects of translating to presentation currency		-	-	-	-	-	-	18 576 646	18 576 646
Dividend paid		-	-	-	-	(2 580 617)	-	-	(2 580 617)
Balance at 30 June 2026		515	72 161	12 471 631	1 838 178	458 377 261	54 988 817	73 651 854	601 400 417

STATEMENT OF CASH FLOWS
For the half year ended 30 June 2026

	Notes	Unaudited 30 Jun 2026 ZWG	Unaudited 30 Jun 2025 ZWG
Cash generated from/(utilized in) operating activities	25	2 070 886	(19 027 392)
Net changes in working capital	26	159 778 024	82 301 538
Taxation paid	8	(1 454 617)	(2 859 172)
Interest on lease liability paid	6	(784 503)	(2 151 008)
Cash generated from operating activities		159 609 790	58 263 966
Cash generated from/(utilized In) investing activities			
Purchase of property and equipment	15	(2 152 616)	(517 034)
Purchase of intangible assets	14	(357 636)	-
Proceeds on disposal of equipment		-	44 403
Net acquisition of financial assets at amortised cost		-	99 519
Purchase of financial assets at amortised cost	10.4	(46 079 561)	-
Proceeds on disposal of financial assets at amortised cost	10.4	41 846 639	-
Purchase of equity investments	10.4	(16 951 119)	(345 102)
Dividends received from Equity accounted Investment	13	1 911 977	1 723 347
Dividends received	21	2 138 046	1 511 616
Interest received		1 274 849	1 277 319
Proceeds on disposal of listed equity investments		455 337	493 011
Cash (utilized in) / generated from investing activities		(17 914 084)	4 287 079
Cash flows from financing activities			
Dividend paid		(2 580 617)	-
Payment of principal portion of Lease liabilities	6	(1 608 503)	(6 309 700)
Cash used in financing activities		(4 189 120)	(6 309 700)
Increase in cash and cash equivalents		137 506 586	56 241 345
Cash and cash equivalents at the beginning of the period	17	101 597 278	6 469 349
Effects of exchange rate changes on cash and cash equivalents		10 017	205 860
Effects of translating to presentation currency		(139 429 373)	(3 421 252)
Cash and cash equivalents at the end of period	17	99 684 508	59 495 302

NOTES TO CONDENSED INTERIM FINANCIAL RESULTS
For the year ended 30 June 2026

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
1 Share Capital		
(100 000 000 Ordinary shares of ZWG$0.00002221525801 each)	2 222	2 222
Issued Share Capital (23 190 750 Ordinary shares of ZWG$0.00002221525801 each) At 31 December	515	515
Share Premium (23 190 750 Ordinary shares at a premium of ZWG$ 0.003111703764 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.

2 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 13). The Investment in Mashonaland Holdings Limited constitutes 28.75% (2024, 28.75%) of the Company's Investment portfolio.

3 Revaluation Reserve

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

4 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.

4.1 Equity Reserve

In 2024, management decided to maintain issued share capital, share premium and investment reserve at its original par value to satisfy parent group requirements 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 years and IAS 21 in the current year due to change in functional and presentation currency has been transferred to a separate component of equity called equity reserve. The reserve is non-attributable.

5 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:

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Insurance contracts issued		
Insurance contract liabilities issued	259 106 035	225 179 474
Life Risk	39 831 620	36 070 647
Life Savings	207 071 159	178 081 175
Annuites	12 203 256	11 027 652
Reinsurance contracts held		
Reinsurance contracts Assets	(4 313 895)	(4 186 746)

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ZB Financial Holdings

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6 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.

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Right of Use Asset		
Cost		
Balance at 1 January	29 382 737	34 642 722
Lease Modification	1 167 630	-
Lease reassessment	-	(5 504 647)
Effects of translating to presentation currency	892 429	244 662
Balance at 30 June	31 442 796	29 382 737
Depreciation and impairment losses		
Balance as at 1 January	22 763 773	20 612 250
Depreciation	92 091	2 053 278
Effects of translating to presentation currency	3 064 572	98 245
Balance at 30 June	25 920 436	22 763 773
Net book value as at 30 June	5 522 360	6 618 964
The Company as a lessee		
Lease Liability		
Balance as at 1 January	6 429 446	15 134 647
Lease Modification	1 167 630	-
Lease reassessment	-	(5 504 647)
Finance charge	784 503	970 249
Effects of translating to presentation currency	(301 007)	184 923
Lease payments	(2 393 006)	(4 355 726)
Balance as at 30 June	5 687 566	6 429 446
Lease Payments		
Principal amount	1 608 503	3 385 477
Lease payments Interest	784 503	970 249
Total	2 393 006	4 355 725

7 Deferred Tax Liability

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Balance as at 1 January	16 575 623	25 701 288
Charge to profit or loss	4 137 472	(9 526 767)
Effects of translating to presentation currency	657 943	401 102
Balance as at 31 December	21 371 038	16 575 623

8 Current Tax Liability

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Opening Balance	353 026	1 852 264
Tax provisions for the year	4 741 336	5 599 394
Payments	(1 454 617)	(7 450 599)
Effects of translating to presentation currency	133 452	351 967
Closing Balance	3 773 197	353 026

9 Trade and Other Payables

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Accrued expenses & Other Liabilities	30 516 212	40 781 023
Related parties	80 223 659	71 650 132
Unallocated Receipts	1 870 470	2 389 731
	112 610 341	114 820 886

9.1 Provisions

	Professional fees ZWG	Leave pay ZWG	Total ZWG
2026 Unaudited			
Balance at 1 Jan 2026	5 960 260	259 664	6 219 924
Provisions for the period	1 214 299	201 275	1 415 574
Exchange differences	8 062	5 669	13 731
Provisions utilized	(1 464 085)	(374 996)	(1 839 081)
Effects of translating to presentation currency	(1 204 002)	1 613 782	409 780
Balance at 30 June 2026	4 514 534	1 705 392	6 219 926

	Professional fees ZWG	Leave pay ZWG	Total ZWG
2025 Audited			
Balance at 1 Jan 2025	4 031 472	1 947 715	5 979 187
Provisions for the period	4 857 196	402 550	5 259 746
Exchange differences	16 124	11 332	27 456
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

10 Financial assets and liabilities

10.1 Investment contract liabilities

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Financial Liabilities designated through Profit & loss	274 927 315	231 005 470
Movement in liabilities fair valued through profit or loss	43 921 845	55 591 819
Balance at beginning of period	231 005 470	175 413 651
New contributions received	42 013 858	85 398 792
Withdrawals	(21 175 486)	(30 413 424)
Changes in Fair value of financial liabilities	13 362 065	8 771 595
Investment Income	7 996 932	7 765 344
Management Fees	(6 382 817)	(14 996 339)
Exchange differences	(237 423)	354 224
Provision for tax	-	(1 216 149)
Effects of translating to presentation currency	8 344 716	(72 224)
Balance at end of period	274 927 315	231 005 470

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
10.2 Fair value through profit and loss: -		
Equity securities –Quoted	73 382 603	48 969 954
Equity securities – Unquoted	135 886 681	132 504 200
Gold Coins	5 110 432	5 504 002
Bonds	17 864 091	4 213 966
Total	232 243 807	191 192 122
10.3 At amortised cost		
Bonds and Treasury Bills	92 425 912	80 102 134
Paid up Permanent shares [1]	1 185	1 113
Total	92 427 097	80 103 247

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

10.4 Reconciliation of financial assets carrying amounts

	Fair Value through Profit or loss			Amortised Cost		
	Equities -listed ZWG	Equities -unlisted ZWG	Bonds ZWG	Bonds and Treasury Bills ZWG	PUPS ZWG	Total ZWG
2026 Unaudited						
Opening balance	48 969 955	132 504 201	4 213 965	80 102 135	1 113	265 791 369
Additions	3 566 219	-	13 384 900	46 079 561	-	63 030 680
Disposals	(1 900 205)	-	-	(41 846 639)	-	(43 746 844)
Interest Income	-	-	-	5 400 182	1	5 400 183
Fair value gains	20 494 009	(618 899)	132 296	-	-	20 007 406
Effects of translating to presentation currency	2 252 627	4 001 379	132 929	2 690 674	71	9 077 680
Closing balance	73 382 605	135 886 681	17 864 090	92 425 913	1 185	319 560 474

	Fair Value through Profit or loss			Amortised Cost		
	Equities -listed ZWG	Equities -unlisted ZWG	Bonds ZWG	Bonds and Treasury Bills ZWG	PUPS ZWG	Total ZWG
2025 Audited						
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	-	43 108 900
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	4 064 437	324 336	-	-	14 657 504
Effects of translating to presentation currency	3 563 290	807 708	19 854	1 179 273	0	5 570 125
Expected Credit Losses	-	-	-	(5 723)	-	(5 723)
Closing balance	48 969 955	132 504 201	4 213 965	80 102 135	1 113	265 791 369

11. Reconciliation of gold coin carrying amounts

	Gold Fund Unaudited 30 Jun 2026 ZWG	Gold Fund Audited 31 Dec 2025 ZWG
Opening balance	5 504 002	3 265 199
Fair value gains	(540 553)	2 268 020
Effects of translating to presentation currency	146 984	(29 217)
Closing balance	5 110 433	5 504 002

12 Investment Properties

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Reconciliation of carrying amount		
Opening balance	87 206 948	82 870 006
Fair value adjustment	1 896 877	3 840 193
Effects of translating to presentation currency	2 719 530	496 749
Closing Balance	91 823 354	87 206 948

13 Equity accounted investments

Investment in Associate

	Associate Unaudited 30 Jun 2026 ZWG	Associate Audited 31 Dec 2025 ZWG
Opening balance	631 354 078	602 878 709
Share of profit / (loss) for the period	12 919 922	28 426 629
Dividend received	(1 911 977)	(3 625 925)
Share of OCI - Effects of translating to Presentation Currency	21 019 833	3 674 665
Closing balance	663 381 856	631 354 078

Investment in Subsidiary

	Subsidiary Unaudited 30 Jun 2026 ZWG	Subsidiary Audited 31 Dec 2025 ZWG
Opening balance	4 367 232	4 688 539
Share of profit / (loss) for the period	(307 897)	(1 449 381)
Share of other comprehensive income	-	1 086 414
Share of OCI - Effects of translating to Presentation Currency	750 241	41 660
Closing balance	4 809 576	4 367 232

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

	Associate Unaudited ZWG	Subsidiary Unaudited ZWG	Total Unaudited ZWG
2026			
Balance at 1 January 2026	631 354 078	4 367 232	635 721 310
Share of profit / (loss) for the period	12 919 922	(307 897)	12 612 025
Dividend received	(1 911 977)	-	(1 911 977)
Share of OCI -Effects of translating to Presentation Currency	21 019 833	750 241	21 770 074
Balance at 30 June 2026	663 381 856	4 809 576	668 191 432

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zb Financial Holdings

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NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

13 Equity accounted investments (continued)

	Associate Audited ZWG	Subsidiary Audited ZWG	Total Audited ZWG
2025			
Balance at 1 January 2025	602 878 709	4 688 539	607 567 248
Share of profit/ (loss) for the year	28 426 629	(1 449 381)	26 977 248
Dividend received	(3 625 925)	-	(3 625 925)
Share of other comprehensive income	-	1 086 414	1 086 414
Share of OCI -Effects of translating to Presentation Currency	3 674 665	41 660	3 716 325
Balance at 31 December 2025	631 354 078	4 367 232	635 721 310

14 Intangible assets

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Cost		
Balance at 1 January	20 031 802	19 542 307
Additions	357 636	357 636
Effects of translating to presentation currency	1 295 621	131 859
Balance at 30 June 2026	21 685 059	20 031 802
Depreciation and impairment losses		
Balance as at 1 January	6 419 553	4 555 821
Amortisation	43 508	1 874 770
Effects of translating to presentation currency	1 316 173	(11 038)
Balance at 30 June 2026	7 779 234	6 419 553
Net book value as at 30 June	13 905 825	13 612 249

15 Property, plant & equipment

	Motor Vehicles ZWG	Equipment Furniture & fittings ZWG	Computers ZWG	Total ZWG
2026				
Cost or valuation				
At 1 January 2026	846 088	2 144 667	2 749 563	5 740 318
Additions	702 475	485 039	965 102	2 152 616
Effects of translating to Presentation Currency	(676 777)	(29 144)	(251 430)	(957 351)
At 30 June 2026	871 786	2 600 562	3 463 235	6 935 583
Accumulated depreciation and impairment				
Charge for the period	147 935	614 882	872 545	1 635 362
Effects of translating to Presentation Currency	5 524	22 960	112 892	141 376
Balance at 30 June 2026	153 459	637 842	985 437	1 776 738
Carrying amount				
Balance at 30 June 2026	718 327	1 962 720	2 477 798	5 158 845
Balance at 31 December 2025	846 088	2 144 667	2 749 563	5 740 318

	Motor Vehicles ZWG	Equipment Furniture & fittings ZWG	Computers ZWG	Total ZWG
2025				
Cost or valuation				
At 1 January 2025	193 979	2 029 439	2 930 339	5 153 757
Additions	702 475	485 039	965 102	2 152 616
Disposals	-	(9 745)	(61 671)	(71 416)
Elimination of Depreciation On Revaluation	(172 899)	(1 386 830)	(1 313 290)	(2 873 019)
Revaluation	136 812	1 030 465	306 032	1 473 309
Effects of translating to Presentation Currency	(14 279)	(3 701)	(76 949)	(94 929)
At 31 December 2025	846 088	2 144 667	2 749 563	5 740 318
Accumulated depreciation and impairment				
Elimination of Disposals Depreciation	172 899	1 392 712	1 414 184	2 979 795
Elimination of Depreciation On Revaluation	(172 899)	(1 386 830)	(1 390 710)	(2 950 439)
Effects of translating to Presentation Currency	-	(5 882)	(23 474)	(29 356)
Balance at 31 December 2025	-	-	-	-
Carrying amount				
Balance at 31 December 2025	846 088	2 144 667	2 749 563	5 740 318

16 Trade and other receivables

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Prepayments	1 401 911	124 078
Related party balances	2 249 827	2 763 964
Rent debtors	769 690	769 690
Sundry debtors	67 889 556	16 139 572
Advances for sales agents	5 428 740	5 428 740
Allowance for credit losses	(5 915 012)	(3 533 370)
Total	71 824 712	21 692 674

17 Cash and cash equivalents

	Unaudited 30 Jun 2026 ZWG	Audited 31 Dec 2025 ZWG
Balance with banks and cash	19 410 386	2 703 107
Money Market deposits*	80 274 122	98 894 171
	99 684 508	101 597 278

18 Insurance Service Revenue

The below analysis depicts the total insurance revenue recognised during the period:

	2026 Life Risk ZWG	2026 Life Savings ZWG	2026 Annuities ZWG	2026 Total ZWG	2025 Life Risk ZWG	2025 Life Savings ZWG	2025 Annuities ZWG	2025 Total ZWG
Contracts not measured under the PAA								
Amounts relating to the changes in the LRC								
Expected insurance service expenses incurred in the period	4 827 385	4 204 764	(1 429)	9 030 720	2 182 074	935 727	35 793	3 153 594
Change in the risk adjustment for non financial risk	(9 580)	(93 596)	2 096	(101 080)	18 958	204 377	(5 933)	217 402
Amount of CSM recognised in profit or loss	1 726 551	2 451 726	234 299	4 412 576	2 694 319	1 547 724	499	4 242 542
Amounts relating to recovery of insurance acquisition cash flows	2 196 432	2 023 991	1 404	4 221 827	2 394 903	2 232 132	50	4 627 085
Insurance revenue from contracts not measured under the PAA	8 740 788	8 586 885	236 370	17 564 043	7 290 254	4 919 960	30 409	12 240 623
Insurance revenue from contracts measured under the PAA	78 313 400	-	-	78 313 400	62 266 771	-	-	62 266 771
Total Insurance revenue	87 054 188	8 586 885	236 370	95 877 443	69 557 025	4 919 960	30 409	74 507 394

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

19 Insurance Service Expenses

	2026 Life Risk ZWG	2026 Life Savings ZWG	2026 Annuities ZWG	2026 Total ZWG	2025 Life Risk ZWG	2025 Life Savings ZWG	2025 Annuities ZWG	2025 Total ZWG
Incurred claims	(21 646 638)	-	-	(21 646 638)	(11 124 486)	(16 972)	-	(11 141 458)
Other directly attributable expenses	(19 058 500)	(4 811 079)	(18 760)	(23 888 339)	(33 874 868)	(5 765 429)	(33 199)	(39 673 496)
Changes that relate to past service - adjustments to the LIC	2 366 452	-	-	2 366 452	(433 210)	-	-	(433 210)
Losses and reversal of losses on onerous contracts	12 306 018	(40 589)	6 043	12 271 472	4 205 857	2 365 706	-	6 571 563
Amortisation of insurance acquisition cash flows	(24 093 272)	(2 023 991)	(1 404)	(26 118 667)	(17 351 632)	(2 232 132)	(50)	(19 583 814)
Total insurance service expenses	(50 125 940)	(6 875 659)	(14 121)	(57 015 720)	(58 578 339)	(5 648 827)	(33 249)	(64 260 415)

20 Net Income or Expenses from Reinsurance Contracts Held

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

	Unaudited 30 Jun 2026 ZWG	Unaudited 30 Jun 2025 ZWG
Amounts relating to the changes in the assets for remaining coverage		
Expected claims and other expenses recovery	(292 001)	209 721
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)	349 508
Reinsurance Expenses from contracts held measured under PAA	(7 569 886)	2 281 261
Total Reinsurance Income/(Expenses)	(8 091 501)	2 630 769
Reinsurance Recoveries	1 773 699	(5 809 834)
Net Income/(expense) from reinsurance contracts held	(6 317 802)	(3 179 065)

21 Total Investment Income and Insurance Finance Result

	2026 Insurance related ZWG	2026 Non-insurance ZWG	2026 Total ZWG	2025 Insurance related ZWG	2025 Non-insurance ZWG	2025 Total ZWG
Investment income						
Amounts recognised in profit or loss						
Rental income from investment property	-	2 720 335	2 720 335	-	2 817 410	2 817 410
Other interest income	6 380 364	-	6 380 364	1 188 405	-	1 188 405
Other dividend income - investments and securities excluding Mash	2 138 046	-	2 138 046	3 234 963	-	3 234 963
Other dividend income - Mash	1 911 977	-	1 911 977	-	-	-
Total investment income	10 430 387	2 720 335	13 150 722	4 423 368	2 817 410	7 240 778
Interest revenue calculated using effective interest method	5 400 182	-	5 400 182	2 041 681	-	2 041 681
Total amounts recognised in the profit or loss	15 830 569	2 720 335	18 550 904	6 465 049	2 817 410	9 282 459
Insurance finance income / (expenses) from insurance contracts issued						
Interest accreted to insurance contracts using current financial assumptions	4 328 578	-	4 328 578	(8 463 781)	-	(8 463 781)
Interest accreted to insurance contracts using locked-in rate	(14 392 374)	-	(14 392 374)	(364 394)	-	(364 394)
Total insurance finance income / (expenses) from insurance contracts issued	(10 063 796)	-	(10 063 796)	(8 828 175)	-	(8 828 175)
Reinsurance finance income / (expenses) from reinsurance contracts held						
Interest accreted to insurance contracts using current financial assumptions	(834 914)	-	(834 914)	82 231	-	82 231
Interest accreted to reinsurance contracts using locked-in rate	14 037	-	14 037	-	-	-
Reinsurance finance income / (expenses) from reinsurance contracts held	(820 877)	-	(820 877)	82 231	-	82 231

	Unaudited 30 Jun 2026 ZWG	Unaudited 30 Jun 2025 ZWG
22 Other Income		
Asset Management Services Revenue	6 382 817	5 636 822
Exchange gains	4 260 603	2 852 042
Sundry income	(2 890 938)	1 271 841
	7 752 482	9 760 705
23 Operating Expenses		
Insurance Service expenses		
Claims and Benefits	45 219 165	11 141 458
Changes that relate to past service - adjustments to the LIC	(8 452 853)	433 210
Losses and reversal of losses on onerous contracts	(37 588 963)	(6 571 564)
Amortisation of insurance acquisition cash flows	40 080 142	19 583 814
Staff expenses	14 108 644	22 414 274
Administration expenses	3 649 586	17 259 222
	57 015 721	64 260 414
Other Non-Attributable Expenses		
Staff expenses	9 405 763	22 414 274
Administration expenses	2 732 936	7 874 726
Depreciation and Amortisation	2 606 043	3 077 629
Auditors' remuneration	2 268 012	2 108 301
Directors' Fees	2 139 023	3 347 987
Lease liability finance charge	784 503	824 142
	19 936 280	39 647 059
24 Income Tax Charge		
Current taxation	4 741 323	8 198 176
Deferred taxation	4 137 472	(8 135 099)
	8 878 795	63 077
25 Cash Generated from Operations		
Profit before tax	47 195 176	(6 373 898)
Add/ (deduct) Non-cash movements and adjustments to profit before tax :		
Lease Liability Finance charge	784 503	2 151 008
Depreciation of Plant and equipment	1 712 781	1 433 155
Depreciation of Right of Use Asset	92 091	932 118
Amortisation of Intangible Asset	43 508	-
Fair value (gain)/loss on At FVTPL investments	(20 007 406)	732 110
Exchange (gains)/losses on Financial Assets	540 553	-
Fair value (gain)/ loss on investment property	(1 896 877)	-
(Profit)/loss on disposal of equity investments	1 444 868	132 710
Impairment loss of property and equipment (devaluation)	-	-
(Profit)/loss on disposal of equipment	-	-
Expected Credit Losses	3 040 604	595 600
Interest income	(6 380 364)	(1 188 405)
Interest revenue calculated using effective interest method	(5 487 877)	(2 041 681)
Dividend income classified as investing cash flows	(2 138 045)	(3 234 963)
Monetary adjustments	-	-
Exchange (gains)/losses	(4 260 603)	(2 852 043)
Share of (profit)/ loss of equity accounted investments	(12 612 026)	(9 313 103)
Cash generated from (utilized in) operations	2 070 886	(19 027 392)
26 Changes in Working Capital		
Increase in trade and other payables	118 548 909	28 696 580
(Increase) in trade and other Receivables	(49 887 613)	(1 421 565)
Increase in insurance Contract Liabilities	51 381 629	24 172 794
(Increase) in reinsurance Contract Assets	(4 186 746)	-
Increase in Investment Contract Liabilities	43 921 845	30 853 729
	159 778 024	82 301 538

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zb Financial Holdings

Smile Cash

zb Reinsurance

Unaudited Condensed Interim Financial Results
for the half year ended 30 June 2026

COMPANY STATEMENT OF FINANCIAL POSITION
As at 30 June 2026

	Notes	Unaudited 30 Jun 2025 ZWG	Audited 31 Dec 2025 ZWG
Assets			
Investments at fair value	5	111 102 823	95 246 920
Investment properties	6	79 584 302	76 019 528
Investment in subsidiary	7	134 082 013	117 282 247
Property and Equipment	8	22 891 530	22 947 666
Other Assets		5 919 980	3 238 385
Financial Assets at amortised cost	9	24 757 247	17 228 761
Current tax receivable		8 019 091	5 153 787
Reinsurance contract assets	12	127 964 748	100 360 230
Cash and cash equivalents	10	121 951 930	99 327 020
Total assets		636 273 664	536 804 544
Equity and liabilities			
Liabilities			
Deferred tax liability		28 997 985	18 417 428
Insurance contract liabilities	11	70 104 546	53 290 532
Other payables	13	73 773 522	62 757 451
Total liabilities		172 876 053	134 465 411
Equity			
Share capital		14	14
Share premium		26 978	26 978
Revaluation reserve		2 700 656	2 700 656
Equity reserve		6 013 002	6 013 002
Equity translation reserve		126 401 093	112 530 508
Retained earnings		328 255 868	281 067 975
Total equity		463 397 611	402 339 133
Total equity and liabilities		636 273 664	536 804 544

COMPANY STATEMENT OF COMPREHENSIVE INCOME
For the half year ended 30 June 2026

	Notes	Unaudited 30 Jun 2026 ZWG	Unaudited 30 June 2025 ZWG
Insurance revenue	11	328 473 583	272 057 852
Insurance service expenses	14	(225 667 319)	(191 774 631)
Net expenses from reinsurance contracts held	12	(40 850 388)	(44 186 384)
Insurance service result		61 955 876	36 096 837
Fair value gain	15	13 589 146	(6 893 809)
Interest income calculated using effective interest method		3 605 998	2 999 374
Net investment income	18	3 354 710	1 752 759
Net other income		908 484	1 872 178
Fair value movement in investment in subsidiary	7	12 761 065	14 056 310
Operating expenses	16	(26 481 006)	(25 420 952)
Expected credit losses		(193 066)	(102 855)
Interest Expense on lease liability		-	(49 084)
Profit before taxation		69 501 208	24 310 758
Taxation	17	(10 601 625)	(1 597 066)
Profit for the period		58 899 583	22 713 692
Other comprehensive income:			
Other comprehensive income that will not be reclassified to profit or loss in subsequent periods (net of tax):			
Effects of translation to presentation currency		13 870 585	12 816 279
Total comprehensive income		72 770 168	35 529 971

STATEMENT OF CHANGES IN EQUITY
For the half year ended 30 June 2026

	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 2025	14	26 978	6 013 002	113 322 141	2 577 604	158 383 401	280 323 140
Profit for the period	-	-	-	-	-	22 713 692	22 713 692
Other comprehensive income	-	-	-	-	-	-	-
Effects of translating to presentation currency	-	-	-	12 816 279	-	-	12 816 279
Balance as at 30 June 2025	14	26 978	6 013 002	126 138 420	2 577 604	181 097 093	315 853 111

	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 2026	14	26 978	6 013 002	112 530 508	2 700 656	281 067 975	402 339 133
Profit for the period	-	-	-	-	-	58 899 583	58 899 583
Dividend paid	-	-	-	-	-	(11 711 690)	(11 711 690)
Other comprehensive income							
Effects of translating to presentation currency	-	-	-	13 870 585	-	-	13 870 585
Balance as at 30 June 2026	14	26 978	6 013 002	126 401 093	2 700 656	328 255 868	463 397 611

STATEMENT OF CASH FLOWS
For the half year ended 30 June 2026

	30 Jun 2026 ZWG	30 Jun 2025 ZWG
Cash flows from operating activities		
Profit for the period	58 899 583	22 713 692
Adjustments for non cash items	(20 676 253)	(21 493 816)
Cash flows from operating activities before working capital adjustments	38 223 330	1 219 876
Working capital adjustments	(2 456 028)	(28 436 175)
Cash generated from/(utilised in) operations	35 767 302	(27 216 299)
Income taxes paid	(3 420 612)	-
Interest received	3 605 998	1 679 650
Interest paid on lease liability	-	(49 084)
Net cash generated from /(utilised in) operating activities	35 952 688	(25 585 733)
Net cash flows used in investing activities	(4 298 596)	(27 291 906)
Net cash generated from financing activities	(11 711 690)	(551 573)
Net increase/(decrease) in cash and cash equivalents	19 942 402	(53 429 212)
Cash and cash equivalents at the beginning of the period	99 327 020	92 064 452
Effects of change in presentation currency	2 821 869	8 886 334
Effects of exchange rate changes on cash and cash equivalents	(139 360)	(213 087)
Cash and cash equivalents at the end of the period	121 951 930	47 308 487

NOTES TO THE CONDENSED INTERIM FINANCIAL RESULTS
For the half year ended 30 June 2026

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 Endevour Cresent, Mt Pleasant, Harare.

The abridged financial statements of ZB Reinsurance Limited for the half year ended 30 June 2026 were authorised for issue in accordance with a resolution of the Board of Directors on 18 August 2026.

2. Statement of Compliance

These condensed interim financial statements for the period ended 30 June 2025 have been prepared in accordance with IAS 34 Interim Financial Reporting. They do not include all the information and disclosures required in the annual financial statements. The financial statements have been prepared in the manner required by the Companies and Other Business Entities Act (Chapter 24:31) and the Insurance Act (Chapter 24:07).

3. Reporting period and currency.

The reporting period is 1 January 2026 to 30 June 2026.

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 Group and 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 2026 transactions:
Average January to June 2026 - 25.81
Closing rate as at 30 June 2026 - 26.77

4 Accounting policies

The accounting policies applied in the preparation of the abridged half 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.

		30 Jun 2026 ZWG	31 Dec 2025 ZWG
5	**Investments at fair value**		
	Opening balances	95 246 920	47 351 231
	Fair value adjustments	12 963 281	8 591 134
	Additions	2 478 485	40 170 867
	Maturities	(2 478 744)	(281 251)
	FCTR	2 892 881	(585 061)
		111 102 823	95 246 920
6	**Investment properties**		
	Opening balances	76 019 528	87 276 326
	Additions/improvements	625 099	-
	Transfer to Property and Equipment	-	(15 317 971)
	Fair value adjustments	625 865	3 091 703
	FCTR	2 313 809	969 470
		79 584 302	76 019 528
7	**Investment in subsidiary***		
	Opening balances	117 282 247	80 531 435
	Fair value adjustment	12 761 065	37 035 761
	FCTR	4 038 700	(284 949)
		134 082 013	117 282 247

*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 (Private) Limited, a wholly owned subsidiary engaged in short-term reinsurance activities. The sale is expected to be completed in the current year, subject to the finalisation of regulatory approvals.

		30 Jun 2026 ZWG	31 Dec 2025 ZWG
8	**Property & equipment**		
	At I January	22 947 666	4 836 238
	Additions	234 165	6 909 465
	Transfer from investment property	-	15 317 971
	Disposals	(18 142)	(1 571 927)
	Revaluation movement	-	165 944
	FCTR	669 869	(388 449)
	Depreciation on disposal	-	244 879
	Depreciation	(942 029)	(2 566 455)
	Closing Balance	22 891 530	22 947 666
9	**Financial assets at ammortised cost**		
	As at 1 January	17 228 761	52 931 936
	Additions	23 225 551	68 881 968
	Maturities	(17 561 998)	(110 268 347)
	Interest accrued	1 437 279	4 336 815
	Expected credit losses	(360 780)	118 559
	FCTR	788 435	1 227 830
		24 757 247	17 228 761
10	**Cash & Cash Equivalents**		
	Cash at banks and on hand	52 348 267	64 137 264
	Money market balances	69 603 663	35 189 756
		121 951 930	99 327 020

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

	2026			
		LIC for contracts under PAA		
	LRC Excluding loss component	PV of future cash flows	Risk adjustment	Total
Opening insurance contract liabilities	(90 889 491)	132 023 074	12 156 949	53 290 532
Opening insurance contract assets	-	-	-	-
Net balance as at 1 January	**(90 889 491)**	**132 023 074**	**12 156 949**	**53 290 532**
Insurance revenue	**(328 473 583)**	**-**	**-**	**(328 473 583)**
Insurance service expenses				
Incurred claims and other directly attributable expenses	-	91 530 790	(3 306 017)	88 224 773
Changes that relate to past service adjustments to the LIC	-	19 132 846	(551 724)	18 581 121
Insurance acquisition cash flows armotisation	118 861 425	-	-	118 861 425
Insurance service expenses	**118 861 425**	**110 663 635**	**(3 857 741)**	**225 667 319**
Insurance service result before reinsurance	(209 612 158)	110 663 635	(3 857 741)	(102 806 264)
Finance expenses from insurance contracts issued	-	-	-	-
Total amounts recognised in comprehensive income	**(209 612 158)**	**110 663 635**	**(3 857 741)**	**(102 806 264)**
Effects of translating to presentation currency	(2 787 214)	4 727 063	225 713	2 165 562
Foreign currency translation gain (loss)	500 815	(2 707)	(528)	497 580
Cash flows				
Premiums received	327 349 351	-	-	327 349 351
Claims and other directly attributable expenses paid	-	(91 530 790)	-	(91 530 790)
Insurance acquisition cash flows	(118 861 425)	-	-	(118 861 425)
Total cash flows	**208 487 926**	**(91 530 790)**	**-**	**116 957 136**
Net balance as at 30 June	**(94 300 118)**	**155 880 272**	**8 524 393**	**70 104 547**
Closing insurance contract liabilities	(94 300 118)	155 880 272	8 524 393	70 104 546
Closing insurance contract assets	-	-	-	-
Net balance as at 30 June	**(94 300 118)**	**155 880 272**	**8 524 393**	**70 104 546**

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zb Financial Holdings

Smile Cash

NOTES TO THE CONDENSED INTERIM FINANCIAL RESULTS (Continued)

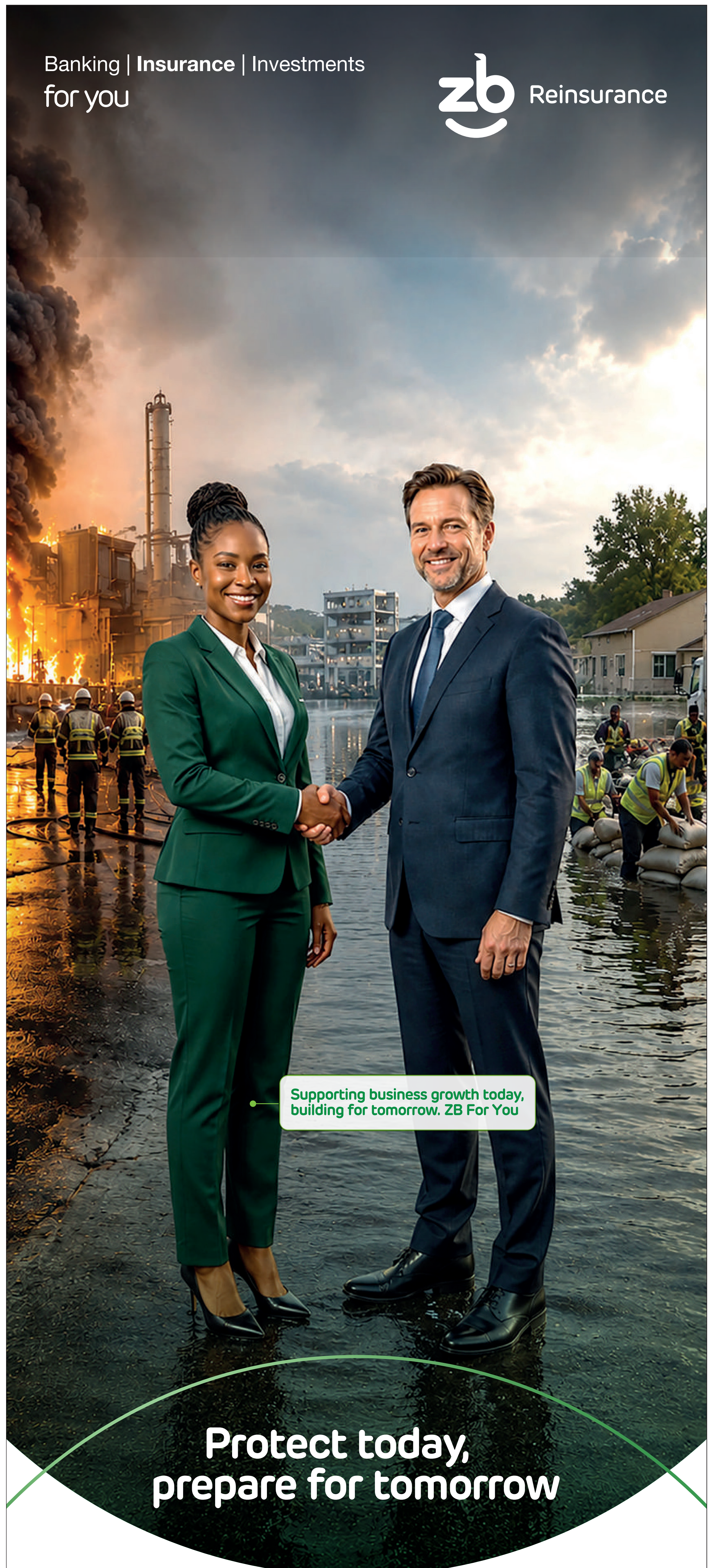
	2025			
		LIC for contracts under PAA		
	LRC Excluding loss component	PV of future cash flows	Risk adjustment	Total
Opening insurance contract liabilities	(47 805 068)	132 714 544	9 641 981	94 551 457
Opening insurance contract assets	-	-	-	-
Net balance as at 1 January	**(47 805 068)**	**132 714 544**	**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	1 256 553	96 772 001
Changes that relate to past service adjustments to the LIC	-	92 364 626	1 248 052	93 612 678
Insurance acquisition cash flows armotisation	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)
Finance expenses from insurance contracts issued	-	-	-	-
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	979 815	11 163	1 657 039
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**

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

	2026			
	Incurred claim recoveries for contracts under the PAA			
	Remaining coverage	PV of future cash flows	Risk adjustment	Total
Opening reinsurance contract assets	6 162 098	(103 801 857)	(2 720 471)	(100 360 230)
Opening reinsurance contract liabilities	-	-	-	-
Net balance as at 1 January	**6 162 098**	**(103 801 857)**	**(2 720 471)**	**(100 360 230)**
Net expenses (income) from reinsurance contracts held				
Allocation of reinsurance premiums	95 251 768	-	-	95 251 768
Claims recovered	-	4 381 779	918	4 382 697
Changes that relate to past service - adjustments to incurred claims	-	(58 784 754)	678	(58 784 076)
Net expenses (income) from reinsurance contracts held	**95 251 768**	**(54 402 975)**	**1 596**	**40 850 388**
Total amounts recognised in comprehensive income	**95 251 768**	**(54 402 975)**	**1 596**	**40 850 388**
Effects of translating to presentation currency	214 649	(4 063 817)	(82 981)	(3 932 150)
Foreign currency translation gain (loss)	(98 952)	7 366	413	(91 173)
Cash flows				
Premiums paid net of ceding commissions	(94 632 740)	-	-	(94 632 740)
Recoveries from reinsurance	-	30 201 156	-	30 201 156
Total cash flows	**(94 632 740)**	**30 201 156**	**-**	**(64 431 584)**
Net balance as at 30 June	**6 896 823**	**(132 060 128)**	**(2 801 443)**	**(127 964 748)**
Closing reinsurance contract assets	6 896 823	(132 060 128)	(2 801 443)	(127 964 748)
Closing reinsurance contract liabilities	-	-	-	-
Net balance as at 30 June	**6 896 823**	**(132 060 128)**	**(2 801 443)**	**(127 964 748)**

	2025			
	Incurred claim recoveries for contracts under the PAA			
	Remaining coverage	PV of future cash flows	Risk adjustment	Total
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)	(128 991)	(16 644 371)
Changes that relate to past service - adjustments to incurred claims	-	(12 204 068)	(95 318)	(12 299 386)
Net expenses (income) from reinsurance contracts held	**145 775 061**	**(28 719 449)**	**(224 309)**	**116 831 303**
Total amounts recognised in comprehensive income	**145 775 061**	**(28 719 449)**	**(224 309)**	**116 831 303**
Effects of translating to presentation currency	222 231	(1 295 220)	(12 979)	(1 085 968)
Foreign currency translation gain (loss)	(104 129)	9 566	608	(93 955)
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)**

	30 June 2026 ZWG	31 Dec 2025 ZWG
13 Other payables		
Accrued Expense	3 795 140	3 104 976
Payroll Liabilities	5 752 953	3 457 057
Intercompany expenses	64 225 429	56 195 418
Retrocession payables	-	-
	73 773 522	62 757 451
14 Insurance service expenses		
Claims incurred	91 530 790	97 807 606
Changes that Relate to Past Service – Adjustment to LIC	15 275 105	(17 566 953)
Insurance Acquisition costs	99 558 140	90 270 162
Other incurred service expenses	19 303 284	21 263 816
	225 667 319	191 774 631
15 Fair value adjustments		
Fair value adjustment on quoted equities	11 376 342	(7 195 246)
Fair value adjustment on unquoted equities	1 586 939	301 437
Fair value gain on investment property	625 865	-
	13 589 146	(6 893 809)
16 Operating expenses		
Staff expenses	18 304 701	21 226 971
Administration expenses	10 727 429	8 520 239
Computer expenses	2 291 812	-
Group management fees	6 424 518	10 820 951
Regulatory fees	3 988 807	2 151 915
External audit fees	1 447 721	1 165 317
Depreciation expense	942 029	1 267 177
Directors' remuneration	1 657 272	1 532 199
IFRS 17 Reclassification	(19 303 284)	(21 263 816)
	26 481 006	25 420 952
17 Income tax expense		
Current income tax	580 453	-
Deferred tax	10 021 172	1 597 066
	10 601 625	1 597 066
18 Net investment income		
Dividend received	2 157 304	658 940
Rental income	1 197 406	1 093 819
	3 354 710	1 752 759



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