







## HEAD OFFICE

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## CONSOLIDATED AND SEPARATE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

### THE BOARD:

**Chairman:** Jim Ovia, CFR. | **Group Managing Director/CEO:** Ebenezer Onyeagwu  
**Executive Directors:** Temitope Fasoranti | Henry Oroh | Adobi Nwapa | Akindele Ogunranti  
**Non-Executives:** Mr. Gabriel Ukpeh | Engr. Mustafa Bello | Dr. Al-Mujtaba Abubakar MFR.  
Omobola Ibadapo-Obe Ogunfowora (Ph.D) | Peter Olatunde Bamkole (Ph.D) | Mr. Chuks Emma Okoh

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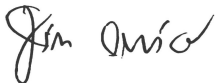
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**Certification pursuant to section 60(2) of Investment and Securities Act No.29 of 2007**

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We the undersigned hereby certify the following with regards to our financial report for the period ended 31 March 2023 that:

- a) We have reviewed the report;
- b) To the best of our knowledge, the report does not contain:
  - i. Any untrue statement of a material fact, or
  - ii. Omission of material fact, which would make the statements misleading in the light of the circumstances under which such statements were made;
- c) To the best of our knowledge, the financial statements and other financial information included in the report fairly present in all material respects the financial condition and results of operation of the bank as of, and the periods presented in the report.
- d) We:
  - i. Are responsible for establishing and maintaining internal controls;
  - ii. Have designed such internal controls to ensure that material information relating to the bank and its consolidated subsidiaries is made known to such officers by others within those entities particularly during the period in which the periodic reports are being prepared;
  - iii. Have evaluated the effectiveness of the bank's internal controls as of date within 90 days prior to the reports;
  - iv. Have presented in the report our conclusions about the effectiveness of our internal controls based on our evaluation as of that date;
- e) We have disclosed to the auditors of the bank and audit committee:
  - i. All significant deficiencies in the design or operation of internal controls which would adversely affect the bank's ability to record, process, summarize and report financial data and have identified for the bank's auditors any material weakness in internal controls, and
  - ii. Any fraud, whether or not material, that involve management or other employees who have significant role in the bank's internal controls;
- f) We have identified in the report whether or not there were significant changes in the internal controls or other factors that could significantly affect internal controls subsequent to the date of our evaluation, including any corrective actions with regards to significant deficiencies and material weaknesses .



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**Jim Ovia, CFR.**  
Chairman  
FRC/2013/CIBN/000000002406



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**Dr. Ebenezer Onyeagwu**  
Group Managing Director/CEO  
FRC/2013/ICAN/00000003788

# ZENITH BANK PLC

Consolidated and Separate Interim Financial Statements for the period ended 31 March 2023

## Statements of profit or loss and other comprehensive income for the period ended 31 March 2023

In millions of Naira	Note(s)	Group			Bank		
		3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022	3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022
<b>Gross earnings</b>		<b>269,994</b>	<b>191,523</b>	<b>945,554</b>	<b>238,756</b>	<b>165,961</b>	<b>833,087</b>
Interest and similar income	13	191,632	126,384	540,166	162,436	103,756	448,174
Interest and similar expense	14	(70,843)	(25,845)	(173,539)	(64,412)	(21,732)	(153,019)
<b>Net interest income</b>		<b>120,789</b>	<b>100,539</b>	<b>366,627</b>	<b>98,024</b>	<b>82,024</b>	<b>295,155</b>
Impairment charge	15	(7,730)	(6,759)	(123,252)	(7,833)	(6,099)	(61,896)
<b>Net interest income after impairment charge</b>		<b>113,059</b>	<b>93,780</b>	<b>243,375</b>	<b>90,191</b>	<b>75,925</b>	<b>233,259</b>
Net fee and commission income	16	34,148	33,486	132,795	27,786	24,245	110,098
Trading gains	18	33,891	32,598	212,678	30,831	31,312	201,645
Other income	17	4,713	(8,854)	35,494	12,353	(1,028)	49,790
Depreciation of property and equipment	32	(6,422)	(6,370)	(26,630)	(5,881)	(5,730)	(24,519)
Amortisation of intangible assets	33	(1,468)	(827)	(3,678)	(1,384)	(708)	(3,045)
Personnel expenses		(23,168)	(21,539)	(86,412)	(18,337)	(16,597)	(68,475)
Operating expenses	19	(68,148)	(54,283)	(222,972)	(63,385)	(50,521)	(204,703)
<b>Profit before tax</b>		<b>86,605</b>	<b>67,991</b>	<b>284,650</b>	<b>72,174</b>	<b>56,898</b>	<b>294,050</b>
Income tax expense	20a	(20,593)	(9,793)	(60,739)	(17,675)	(6,520)	(59,457)
<b>Profit after tax</b>		<b>66,012</b>	<b>58,198</b>	<b>223,911</b>	<b>54,499</b>	<b>50,378</b>	<b>234,593</b>
<b>Other comprehensive income:</b>							
<b>Items that will never be reclassified to profit or loss</b>							
Fair value movements on equity instruments at FVOCI		505	3,667	8,109	505	3,667	8,109
<b>Items that are or may be reclassified to profit or loss:</b>							
Foreign currency translation differences		(5,979)	(9,980)	(28,768)	-	-	-
Fair value movement on debt securities at FVOCI		2,079	(1,150)	(6,602)	-	-	-
<b>Other comprehensive income/(loss) for the period/year</b>		<b>(3,395)</b>	<b>(7,463)</b>	<b>(27,261)</b>	<b>505</b>	<b>3,667</b>	<b>8,109</b>
<b>Total comprehensive income for the period/year</b>		<b>62,617</b>	<b>50,735</b>	<b>196,650</b>	<b>55,004</b>	<b>54,045</b>	<b>242,702</b>

## Statements of profit or loss and other comprehensive income for the period ended 31 March 2023

	Notes	Group			Bank		
		3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022	3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022
<b>Profit attributable to:</b>							
Equity holders of the parent		65,946	58,124	224,050	54,499	50,378	234,593
Non-controlling interest		66	74	(139)	-	-	-
<b>Total comprehensive income attributable to:</b>							
Equity holders of the parent		62,581	50,702	196,981	55,004	54,045	242,702
Non-controlling interest		36	33	(331)	-	-	-
<b>Earnings per share</b>							
Basic and diluted (Naira)	21	2.10	1.85	7.14	1.74	1.60	7.47

# ZENITH BANK PLC

Consolidated and Separate Interim Financial Statements for the period ended 31 March 2023

## Statements of financial position as at 31 March 2023

In millions of Naira	Note(s)	Group			Bank		
		31 March 2023	31 March 2022	31 December 2022	31 March 2023	31 March 2022	31 December 2022
<b>Assets</b>							
Cash and balances with central banks	22	2,520,926	1,919,775	2,201,744	2,443,673	1,806,576	2,102,394
Treasury bills	23	2,355,775	1,895,054	2,246,538	2,252,276	1,775,424	2,206,668
Assets pledged as collateral	24	203,673	339,753	254,663	203,673	307,336	254,565
Due from other banks	25	1,398,193	819,190	1,302,811	1,334,538	598,461	1,132,796
Derivative assets	26	58,985	19,270	49,874	58,557	17,359	48,851
Loans and advances	27	4,029,850	3,552,623	4,013,705	3,760,511	3,303,645	3,735,676
Investment securities	28	1,651,484	1,298,901	1,728,334	743,420	478,193	622,781
Investments in subsidiaries	29	-	-	-	34,625	34,625	34,625
Deferred tax asset	30	16,652	-	18,343	-	-	-
Other assets	31	870,102	254,255	213,523	858,492	242,151	193,792
Property and equipment	32	229,019	201,144	230,843	213,184	180,158	214,572
Intangible assets	33	24,557	24,304	25,251	23,377	22,834	23,958
<b>Total assets</b>		<b>13,359,216</b>	<b>10,324,269</b>	<b>12,285,629</b>	<b>11,926,326</b>	<b>8,766,762</b>	<b>10,570,678</b>
<b>Liabilities</b>							
Customers' deposits	34	9,136,259	7,253,795	8,975,653	7,933,719	5,957,892	7,434,806
Derivative liabilities	39	12,949	12,354	6,325	12,571	8,816	6,040
Current income tax payable	20	80,680	26,779	64,856	76,093	23,401	61,655
Deferred tax liabilities	30	19,799	6,893	16,654	19,148	8,955	15,911
Other liabilities	35	1,283,889	636,462	568,559	1,264,400	585,646	546,347
On-lending Facilities	36	301,304	360,507	311,192	301,304	360,507	311,192
Borrowings	37	1,082,779	651,309	963,450	1,068,940	671,952	999,580
Debt Securities issued	38	-	45,773	-	-	45,773	-
<b>Total liabilities</b>		<b>11,917,659</b>	<b>8,993,872</b>	<b>10,906,689</b>	<b>10,676,175</b>	<b>7,662,942</b>	<b>9,375,531</b>

## Statements of financial position as at 31 March 2023

In millions of Naira	Notes	Group			Bank		
		31 March 2023	31 March 2022	31 December 2022	31 March 2023	31 March 2022	31 December 2022
<b>Capital and reserves</b>							
Share capital	40	15,698	15,698	15,698	15,698	15,698	15,698
Share premium	41	255,047	255,047	255,047	255,047	255,047	255,047
Retained earnings		682,776	657,665	625,005	540,753	508,965	494,429
Other reserves		487,187	400,810	482,377	438,653	324,110	429,973
Attributable to equity holders of the parent		1,440,708	1,329,220	1,378,127	1,250,151	1,103,820	1,195,147
Non-controlling interest		849	1,177	813	-	-	-
<b>Total shareholders' equity</b>		<b>1,441,557</b>	<b>1,330,397</b>	<b>1,378,940</b>	<b>1,250,151</b>	<b>1,103,820</b>	<b>1,195,147</b>
<b>Total liabilities and equity</b>		<b>13,359,216</b>	<b>10,324,269</b>	<b>12,285,629</b>	<b>11,926,326</b>	<b>8,766,762</b>	<b>10,570,678</b>

The unaudited financial statements were approved by the board of directors for issue on 28th April 2023 and signed on its behalf by:



Jim Ovia, CFR.  
Chairman  
FRC/2013/CIBN/00000002406



Dr. Ebenezer Onyeagwu  
Group Managing Director/CEO  
FRC/2013/ICAN/00000003788



Mukhtar Adam, PhD  
Chief Financial Officer  
FRC/2013/MULTI/00000003196

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

# ZENITH BANK PLC

Consolidated and Separate Interim Financial Statements for the period ended 31 March 2023

## Statements of changes in equity for the period ended 31 March 2023

In millions of Naira	Note(s)	Share capital	Share premium	Foreign currency translation reserve	Fair value reserve	Statutory reserve	SMIEIS reserve	Credit risk reserve	Retained earnings	Total	Non-controlling interest	Total equity
<b>Group</b>												
<b>Balance at 1 January 2022</b>		15,698	255,047	53,529	45,473	275,993	3,729	21,846	607,203	1,278,518	1,144	1,279,662
Profit for the period		-	-	-	-	-	-	-	58,124	58,124	74	58,198
Foreign currency translation differences		-	-	(9,939)	-	-	-	-	-	(9,939)	(41)	(9,980)
Fair value movements on equity instruments		-	-	-	3,667	-	-	-	-	3,667	-	3,667
Fair value movements on debt securities		-	-	-	(1,150)	-	-	-	-	(1,150)	-	(1,150)
<b>Total comprehensive income for the period</b>		-	-	(9,939)	2,517	-	-	-	58,124	50,702	33	50,735
Transfer between reserves		-	-	-	-	7,557	-	105	(7,662)	-	-	-
<b>Balance at 31 March 2022</b>		15,698	255,047	43,590	47,990	283,550	3,729	21,951	657,665	1,329,220	1,177	1,330,397
<b>Balance at 1 January 2023</b>		15,698	255,047	24,953	46,980	311,411	3,729	95,304	625,005	1,378,127	813	1,378,940
Profit for the period		-	-	-	-	-	-	-	65,946	65,946	66	66,012
Foreign currency translation differences		-	-	(5,949)	-	-	-	-	-	(5,949)	(30)	(5,979)
Fair value movements on equity instruments		-	-	-	505	-	-	-	-	505	-	505
Fair value movements on debt securities		-	-	-	2,079	-	-	-	-	2,079	-	2,079
<b>Total comprehensive income for the period</b>		-	-	(5,949)	2,584	-	-	-	65,946	62,581	36	62,617
Transfer between reserves	41	-	-	-	-	8,175	-	-	(8,175)	-	-	-
<b>Balance at 31 March 2023</b>		15,698	255,047	19,004	49,564	319,586	3,729	95,304	682,776	1,440,708	849	1,441,557



# ZENITH BANK PLC

Consolidated and Separate Interim Financial Statements for the period ended 31 March 2023

## Statements of changes in equity for the period ended 31 March 2023

In millions of Naira	Note(s)	Share capital	Share premium	Fair value reserve	Statutory reserve	SMIEIS reserve	Credit risk reserve	Retained earnings	Total equity
<b>Bank</b>									
<b>Balance at 1 January 2022</b>		15,698	255,047	45,622	243,414	3,729	20,016	466,249	1,049,775
Profit for the period		-	-	-	-	-	-	50,378	50,378
Fair value movements on equity instruments		-	-	3,667	-	-	-	-	3,667
<b>Total comprehensive income for the period</b>		-	-	3,667	-	-	-	50,378	54,045
Transfer between reserves		-	-	-	7,557	-	105	(7,662)	-
<b>Balance at 31 March 2022</b>		15,698	255,047	49,289	250,971	3,729	20,121	508,965	1,103,820
<b>Balance at 1 January 2023</b>									
<b>Balance at 1 January 2023</b>		15,698	255,047	53,731	278,602	3,729	93,911	494,429	1,195,147
Profit for the period		-	-	-	-	-	-	54,499	54,499
Fair value movements on equity instruments		-	-	505	-	-	-	-	505
<b>Total comprehensive income for the period</b>		-	-	505	-	-	-	54,499	55,004
Transfer between reserves		-	-	-	8,175	-	-	(8,175)	-
Dividends		-	-	-	-	-	-	-	-
<b>Balance at 31 March 2023</b>		15,698	255,047	54,236	286,777	3,729	93,911	540,753	1,250,151

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

# ZENITH BANK PLC

Consolidated and Separate Interim Financial Statements for the period ended 31 March 2023

## Statements of cash flows for the period ended 31 March 2023

In millions of Naira	Note(s)	Group			Bank		
		31 March 2023	31 March 2022	31 December 2022	31 March 2023	31 March 2022	31 December 2022
<b>Cash flows from operating activities</b>							
Profit before tax for the period		86,605	67,991	284,650	72,174	56,898	294,050
<b>Adjustments for:</b>							
Net impairment loss on financial and non-financial instruments		7,730	6,759	123,252	7,833	6,099	61,896
Unrealised fair value change in trading bond, bills and derivatives		(23,669)	22,913	(90,046)	(24,357)	22,330	(88,394)
Depreciation of property and equipment		6,422	6,370	26,630	5,881	5,730	24,519
Amortisation of intangible assets		1,468	827	3,678	1,384	708	3,045
Dividend income		-	-	(2,223)	(8,119)	(8,143)	(17,148)
Foreign exchange revaluation gain		(1,213)	10,475	(25,304)	(852)	10,714	(25,320)
Interest income		(191,632)	(126,384)	(540,166)	(162,436)	(103,756)	(448,174)
Interest expense		70,843	25,845	173,539	64,412	21,732	153,019
Gain on sale of property and equipment		63	(172)	(2,563)	67	(171)	(2,451)
Gain on lease derecognition		-	-	(2,028)	-	-	(2,025)
		(43,383)	14,624	(50,581)	(44,013)	12,141	(46,983)
<b>Changes in operating assets and liabilities:</b>							
Net(increase) in loans and advances		22,941	(218,591)	(543,005)	7,940	(225,438)	(502,442)
Net (increase)/decrease in other assets		(253,124)	(87,905)	(59,586)	(582,588)	(83,444)	(55,735)
Net decrease/(increase) in treasury bills (FVTPL) including bills pledged		665,676	(3,032)	(76,101)	726,488	26,802	(78,553)
Net (increase)/decrease in investment securities including bonds pledged (FVTPL and FVOCI)		(3,028)	(13,689)	(254,630)	(4,054)	(3,832)	138
Net (increase)/decrease in restricted balances (cash reserves)		(492,798)	(290,530)	(418,711)	(511,316)	(284,540)	(419,705)
Net decrease in due from banks with maturity greater than three months and restricted cash		(628,804)	(357,152)	(15,661)	(659,376)	(72,249)	(21,065)
Net Increase customer deposits		197,403	807,549	2,362,290	542,179	825,615	2,153,832
Net increase/(decrease) in Other liabilities		716,812	153,190	48,387	718,249	161,640	84,480
Interest received from operating activities		101,179	79,305	354,722	99,925	72,127	302,324
Interest paid		(120,804)	(47,856)	(143,859)	(103,438)	(43,655)	(128,805)
Tax paid		(1,285)	(2,796)	(24,247)	-	-	(7,728)
<b>Net cash flows generated from operations</b>		<b>160,785</b>	<b>33,117</b>	<b>1,179,018</b>	<b>189,996</b>	<b>385,167</b>	<b>1,279,758</b>
<b>Cash flows from investing activities</b>							
Purchase of property, plant and equipment		(4,933)	(8,784)	(67,245)	(4,835)	(8,395)	(64,357)
Proceeds from Sale of property, plant and equipment		70	1,515	3,207	70	179	2,671
Purchase of intangible assets		(957)	-	(4,130)	(803)	-	(3,461)
Additions to treasury bills		(1,033,335)	(88,306)	(3,060,163)	(782,171)	(71,549)	(2,968,565)
Disposal of treasury bills		1,049,595	361,047	2,833,003	1,037,418	355,661	2,679,567
Interest received from treasury bills and investment securities		20,349	19,525	88,416	19,989	12,955	71,700
Acquisition of Right of Use Asset		-	-	(2,281)	-	-	(2,031)
Additions to other Investment securities		(178,564)	(43,972)	(559,328)	(176,077)	(14,339)	(206,285)
Disposal of other Investment securities		252,997	100,309	403,066	42,121	20,248	65,448
Dividends received		-	-	2,223	8,119	-	17,148
<b>Net cash from investing activities</b>		<b>105,222</b>	<b>341,334</b>	<b>(363,232)</b>	<b>143,831</b>	<b>294,760</b>	<b>(408,165)</b>

## Statements of cash flows for the period ended 31 March 2023

In millions of Naira	Note(s)	Group			Bank		
		31 March 2023	31 March 2022	31 December 2022	31 March 2023	31 March 2022	31 December 2022
<b>Cash flows from financing activities</b>							
Repayment & Repurchase of debt securities issued		-	-	(46,071)	-	-	(46,071)
Cash inflow from long term borrowings		266,882	133,135	1,243,614	266,882	153,778	1,279,743
Repayment of long term borrowings		(150,756)	(208,328)	(1,135,414)	(201,243)	(227,150)	(1,154,340)
Repayment of onlending facility		(9,888)	(9,558)	(59,470)	(9,888)	(9,558)	(59,470)
Repayment of principal for lease liability		(3,090)	-	(4,011)	-	-	(2,927)
Unclaimed dividend received		-	-	1,117	-	-	1,117
Dividends paid to shareholders		-	-	(97,371)	-	-	(97,330)
<b>Net cash used in financing activities</b>		<b>103,148</b>	<b>(84,751)</b>	<b>(97,606)</b>	<b>55,751</b>	<b>(82,930)</b>	<b>(79,278)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>		<b>369,155</b>	<b>289,700</b>	<b>718,284</b>	<b>389,578</b>	<b>596,997</b>	<b>792,315</b>
<b>Analysis of changes in cash and cash equivalents:</b>							
Cash and cash equivalent at the beginning of the year		1,940,758	1,134,519	1,134,519	1,657,186	776,574	776,574
<b>(decrease)/increase in cash and cash equivalents</b>		<b>369,155</b>	<b>289,700</b>	<b>718,284</b>	<b>389,578</b>	<b>596,997</b>	<b>792,315</b>
Effect of exchange rate movement on cash balances		350	(26,302)	87,955	20	(27,166)	88,297
<b>Cash and cash equivalents at the end of the period</b>	45	<b>2,310,263</b>	<b>1,397,917</b>	<b>1,940,758</b>	<b>2,046,784</b>	<b>1,346,405</b>	<b>1,657,186</b>

## Notes to the interim consolidated and separate financial statements

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### 1 The Bank

Zenith Bank Plc (the "Bank") was incorporated in Nigeria under the Companies and Allied Matters Act as a private limited liability company on May 30, 1990. It was granted a banking licence in June 1990, to carry on the business of commercial banking and commenced business on June 16, 1990. The Bank was converted into a Public Limited Liability Company on May 20, 2004. The Bank's shares were listed on October 21, 2004 on the Nigerian Stock Exchange, and in August 2015, the Bank was admitted into the Premium Board of the Nigerian Stock Exchange.

The principal activity of the Bank is the provision of banking and other financial services to corporate and individual customers. Such services include granting of loans and advances, corporate finance and money market activities.

The Bank has six subsidiary companies namely, Zenith Bank (Ghana) Limited, Zenith Pensions Custodian Limited, Zenith Bank (UK) Limited, Zenith Bank (Sierra Leone) Limited, Zenith Bank (Gambia) Limited and Zenith Nominees Limited. The results of the Bank's subsidiaries have been consolidated in these three months period financial statements.

### 2. Condensed statement of accounting policies

#### Interim financial statements

The condensed financial statements of Zenith Bank Plc and its subsidiaries (together "The Group") for the period ended 31 March 2023 are presented and have been prepared based on the provisions of IAS 34 Interim Financial Reporting as issued by the International Accounting Standards Board.

As a result, the Group applied the same accounting methods used for consolidated financial statements for the year ended 31 December 2022, prepared in accordance with the International financial reporting standards and Other National Disclosures (refer to Note "Basis of preparation" presented in the Statement of Accounting Policies (Notes 1 and 2 of 31 December 2022 Financial Statements).

Provision for income tax have been calculated in line with relevant tax laws and circulars in jurisdiction in which the Group operates.

There were no changes to the accounting policies adopted by the Group during the period in the preparation of its quarterly report.

### 3. Seasonality of operations

The impact of seasonality or cyclicity on operations is not regarded as significant to the condensed interim consolidated financial statements. The operations of the Group are expected to be even within the period. However, global and national events and occurrences may affect the Group's operations depending on the extent of relationship these events and occurrences have with the operations.

### 4. Unusual items

There were no unusual transactions or occurrences withing the period.

### 5. Changes in estimates

#### Critical accounting estimates and judgements

The Group makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

### 6. Business combinations

There was no business combination during the period.

### 7. Restructuring and reversals of restructuring provisions

Cummulative loans and advances to customers of N717 billion which are neither past due nor impaired have been renegotiated.

### 8. Correction of prior period errors

No error has been noted in relation to the prior priod results.

### 9. Impairment loss of property, equipment, intangible or other assets, and reversal of such impairment loss

Within the period under review, none of the Group's property and equipment was impaired and there were no reversals of previous impairment charges in the current period.

## Notes to the Interim Consolidated and Separate Financial Statements

### 10. Litigation settlements

There was litigation settlement in the period 31 March 2023 amounting to N2.7million (31 December 2022: N67.91million).

### 11. Securities trading policy

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of the Exchange 2015 (Issuers Rule) Zenith Bank Plc maintains a security trading policy which guides Directors, Audit Committee members, employees and all individuals categorized as insiders as to their dealing in the Bank's securities. The Policy is periodically reviewed by the Board and updated. The Bank has made specific inquiries of all its directors and other insiders and is not aware of any infringement of the policy during the period under review.

### 12. Segment

The Group's operations are primarily organised on the basis of its geographic coverage which are: Nigeria and outside Nigeria (Rest of Africa and Europe).

	Nigeria	Outside Nigeria		Total reportable segments	Eliminations	Consolidated
		Africa	Europe			
<b>In millions of Naira</b>						
<b>31 March 2023</b>						
<b>Revenue:</b>						
Derived from external customers	232,281	19,064	18,649	269,994	-	269,994
Derived from other business segments	8,119	-	-	8,119	(8,119)	-
<b>Total revenue*</b>	<b>240,400</b>	<b>19,064</b>	<b>18,649</b>	<b>278,113</b>	<b>(8,119)</b>	<b>269,994</b>
Interest expense	(64,412)	(3,415)	(4,625)	(72,452)	1,609	(70,843)
Impairment charge for credit losses	(7,833)	(118)	221	(7,730)	-	(7,730)
Operating expenses	(95,171)	(5,968)	(3,677)	(104,816)	-	(104,816)
Profit before tax	72,984	9,563	10,568	93,115	(6,510)	86,605
Tax expense	(18,353)	(230)	(2,010)	(20,593)	-	(20,593)
<b>Profit after tax</b>	<b>54,631</b>	<b>9,333</b>	<b>8,558</b>	<b>72,522</b>	<b>(6,510)</b>	<b>66,012</b>

	Nigeria	Outside Nigeria		Total reportable segments	Eliminations	Consolidation
		Africa	Europe			
<b>In millions of Naira</b>						
<b>31 March 2023</b>						
Capital expenditure**	5,638	180	72	5,890	-	5,890
Identifiable assets	11,958,917	498,527	1,203,976	13,661,420	(302,204)	13,359,216
Identifiable liabilities	10,680,362	436,010	1,068,866	12,185,238	(267,579)	11,917,659

\* Revenues are allocated based on the location of the operations.

\*\* Capital expenditure consists of expenditure on intangible assets and property and equipment during the period.

## Notes to the Interim Consolidated and Separate Financial Statements

## 12. Segment (continued)

	Nigeria	Outside Nigeria Banking		Total reportable segments	Eliminations	Consolidation
		Africa	Europe			
<b>In millions of Naira</b>						
<b>31 March 2022</b>						
<b>Revenue:</b>						
Derived from external customers	168,752	23,712	7,316	199,780	(8,257)	191,523
Derived from other business segments	-	-	-	-	-	-
<b>Total revenue*</b>	<b>168,752</b>	<b>23,712</b>	<b>7,316</b>	<b>199,780</b>	<b>(8,257)</b>	<b>191,523</b>
Interest expense	(21,733)	(3,587)	(641)	(25,961)	116	(25,845)
Impairment charge for credit losses	(6,099)	(494)	(166)	(6,759)	-	(6,759)
Operating expenses	(81,855)	(6,923)	(2,150)	(90,928)	-	(90,928)
Profit before tax	59,065	12,708	4,359	76,132	8,141	67,991
Tax expense	(7,077)	(2,031)	(685)	(9,793)	-	(9,793)
<b>Profit after tax</b>	<b>51,988</b>	<b>10,677</b>	<b>3,674</b>	<b>66,339</b>	<b>8,141</b>	<b>58,198</b>

	Nigeria	Outside Nigeria Banking		Total reportable segments	Eliminations	Consolidation
		Africa	Europe			
<b>In millions of Naira</b>						
<b>31 March 2022</b>						
Capital expenditure**	8,399	270	115	8,784	-	8,784
Identifiable assets	8,798,268	697,097	1,133,241	10,628,606	(304,337)	10,324,269
Identifiable liabilities	7,666,448	579,123	1,020,910	9,266,481	(272,609)	8,993,872

\* Revenues are allocated based on the location of the operations.

\*\* Capital expenditure consists of expenditure on intangible assets and property and equipment during the period.

# ZENITH BANK PLC

Consolidated and Separate Interim Financial Statements for the period ended 31 March 2023

## Notes to the interim consolidated and separate financial statements

In millions of Naira	Group			Bank		
	3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022	3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022
<b>13. Interest and similar income</b>						
Loans and advances to customers	123,873	87,784	370,446	118,412	80,398	346,320
Placement with banks and discount houses	11,890	1	12,270	4,717	209	3,968
Treasury bills	14,869	11,277	43,609	11,155	6,837	32,972
Promisoy notes	302	291	1,332	302	291	1,330
Commercial papers	295	271	2,766	295	271	2,726
Government and other bonds	40,403	26,760	109,743	27,555	15,750	60,858
	<b>191,632</b>	<b>126,384</b>	<b>540,166</b>	<b>162,436</b>	<b>103,756</b>	<b>448,174</b>

Interest and similar income represents interest income on financial assets measured at amortised cost using the effective interest rate method.

### 14. Interest and similar expense

Current accounts	10,449	4,330	37,926	9,184	3,758	34,405
Savings accounts	14,658	4,585	32,150	14,594	4,507	31,885
Time deposits	20,650	8,657	52,634	15,698	5,600	38,269
Borrowed funds	24,419	8,273	48,747	24,419	7,867	46,391
Leases	667	-	2,082	517	-	2,069
	<b>70,843</b>	<b>25,845</b>	<b>173,539</b>	<b>64,412</b>	<b>21,732</b>	<b>153,019</b>

Total interest expense are calculated using the effective interest rate method reported above and does not include interest expense on financial liabilities carried at fair value through profit or loss.

## Notes to the interim consolidated and separate financial statements

In millions of Naira	Group			Bank		
	3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022	3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022
<b>15. Impairment charge on financial and non-financial instruments</b>						
<b>ECL on financial instruments:</b>						
Loans and advances	6,864	6,381	38,343	7,050	5,930	38,429
Investment securities	95	219	62,742	50	18	1,918
Treasury Bills	132	17	(400)	121	12	(356)
Other financial assets	82	-	19,037	70	-	19,033
Due from other banks	27	5	(649)	12	2	17
Asset pledged as collateral	20	5	(180)	20	5	(180)
Total ECL on financial instruments	7,220	6,627	118,893	7,323	5,967	58,861
<b>Impairment (credit)/charge on non-financial instruments:</b>						
Off balance sheet	109	34	998	109	34	(326)
Other non-financial assets	401	98	3,361	401	98	3,361
	<b>7,730</b>	<b>6,759</b>	<b>123,252</b>	<b>7,833</b>	<b>6,099</b>	<b>61,896</b>
<b>16. Net income on fee and commission</b>						
Credit related fees	3,236	2,612	6,609	1,997	1,474	1,406
Account maintenance fee	10,191	9,270	42,722	10,024	8,724	40,860
Income from financial guarantee contracts issued	2,227	2,385	10,536	1,661	1,675	6,829
Fees on electronic products	12,079	14,784	45,739	10,204	11,991	43,275
Foreign currency transaction fees and commission	1,023	2,731	3,389	873	753	3,258
Asset based management fees	2,099	2,061	9,595	-	-	-
Auction fees income	120	47	622	120	47	622
Corporate finance fees	33	50	1,691	20	32	1,691
Foreign withdrawal charges	4,380	2,593	15,551	4,380	2,593	15,535
Commission on letters of credit	1,476	2,576	8,541	1,405	2,526	8,303
Commission on agency and collection services	2,894	2,286	12,221	2,452	2,106	11,699
Total fee and commission income	39,758	41,395	157,216	33,136	31,921	133,478
Fees and Commission Expense	(5,610)	(7,909)	(24,421)	(5,350)	(7,676)	(23,380)
<b>Net income on fees and commission</b>	<b>34,148</b>	<b>33,486</b>	<b>132,795</b>	<b>27,786</b>	<b>24,245</b>	<b>110,098</b>



## Notes to the interim consolidated and separate financial statements

In millions of Naira	Group			Bank		
	3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022	3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022
<b>17. Other operating income</b>						
Dividend Income from equity instruments	-	-	2,223	8,119	8,143	17,148
(Loss)/ gain on disposal of property and equipment	(63)	172	2,563	(67)	171	2,451
Income on cash handling	213	218	476	99	144	445
Loan recovery	3,350	1,231	4,928	3,350	1,228	4,426
Foreign currency revaluation gain/ (loss)	1,213	(10,475)	25,304	852	(10,714)	25,320
	<b>4,713</b>	<b>(8,854)</b>	<b>35,494</b>	<b>12,353</b>	<b>(1,028)</b>	<b>49,790</b>

Dividend income from equity investments represents dividend received on equity instruments held for strategic purposes and for which the Group has elected to present the fair value and loss in other comprehensive income.

**18. Trading gains**

Gain/(loss) on other trading books	4,330	(757)	(1,325)	2,472	(2,034)	(9,238)
Gain on treasury bills FVTPL	27,048	33,003	214,508	26,987	32,994	210,932
(Loss)/gain on bonds FVTPL	1,637	-	(910)	496	-	(454)
Interest income on trading bonds	876	352	405	876	352	405
	<b>33,891</b>	<b>32,598</b>	<b>212,678</b>	<b>30,831</b>	<b>31,312</b>	<b>201,645</b>

## Notes to the interim consolidated and separate financial statements

In millions of Naira	Group			Bank		
	3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022	3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022
<b>19. Operating expenses</b>						
Directors' emoluments	414	431	5,444	197	230	5,154
Auditors' remuneration	212	317	1,065	150	125	600
Deposit insurance premium	6,558	4,972	21,747	6,558	4,972	21,747
Professional fees	1,370	1,620	6,413	1,031	1,207	5,738
Training and development	300	239	2,934	252	198	2,858
Information Technology	2,217	4,354	30,971	1,134	4,033	27,662
Lease expense	820	1,014	593	579	785	583
Advertisement	2,302	1,894	8,787	2,280	1,849	8,622
Outsourcing services	4,915	3,322	14,758	4,910	3,316	14,571
Bank charges	1,838	1,512	11,936	1,543	1,244	11,124
Fuel and maintenance	7,395	3,420	29,648	6,338	3,049	25,905
Insurance	630	564	2,258	546	494	1,991
Licenses, registrations and subscriptions	2,022	1,151	4,712	1,753	944	3,246
Travel and hotel expenses	851	686	2,987	618	399	2,637
Printing and stationery	1,068	649	4,137	796	461	3,133
Security and cash handling	1,281	1,227	4,784	1,145	936	4,467
Donations	765	276	1,697	760	264	1,670
AMCON levy	28,692	21,399	44,010	28,692	21,399	44,010
Telephone, postages and communications	2,123	2,974	9,709	1,978	2,827	9,323
Corporate promotions	1,805	1,187	8,230	1,783	1,143	7,999
Others	570	1,075	6,152	342	646	1,663
	<b>68,148</b>	<b>54,283</b>	<b>222,972</b>	<b>63,385</b>	<b>50,521</b>	<b>204,703</b>

## Notes to the interim consolidated and separate financial statements

In millions of Naira	Group			Bank		
	3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022	3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022

## 20. Taxation

## (a) Major components of the tax expense

## Income tax expense

Corporate tax	12,946	10,053	68,156	12,149	6,794	51,370
Information technology tax	641	533	3,026	641	533	2,940
Tertiary Education tax	1,485	1,698	6,775	1,485	1,698	6,595
Police trust fund levy	3	3	15	3	3	15
NASENI Levy	160	133	735	160	132	735
National Fiscal Stabilization Levy & Financial Sector Recovery	522	246	-	-	-	-
Reversal of prior period over provision	-	-	(6,513)	-	-	(6,513)
Current income tax charge	15,757	12,666	72,194	14,438	9,160	55,142
Current income tax	15,757	12,666	72,194	14,438	9,160	55,142
<b>Deferred tax expense</b>						
Origination of temporary differences	4,836	(2,873)	(11,455)	3,237	(2,640)	4,315
Income tax expense	20,593	9,793	60,739	17,675	6,520	59,457
<b>Total tax expense</b>	<b>20,593</b>	<b>9,793</b>	<b>60,739</b>	<b>17,675</b>	<b>6,520</b>	<b>59,457</b>

	Group			Bank		
	31 March 2023	31 March 2022	31 December 2022	31 March 2023	31 March 2022	31 December 2022
(b) The movement in the current income tax payable balance is as follows:						
At start of the period/year	64,856	16,909	16,909	61,655	14,241	14,241
Tax paid	(1,285)	(2,796)	(24,247)	-	-	(7,728)
Current income tax charge	17,109	12,666	72,194	14,438	9,160	55,142
<b>At end of period/year</b>	<b>80,680</b>	<b>26,779</b>	<b>64,856</b>	<b>76,093</b>	<b>23,401</b>	<b>61,655</b>

## Notes to the interim consolidated and separate financial statements

In millions of Naira	Group			Bank		
	3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022	3 Months 31 March 2023	3 Months 31 March 2022	12 Months 31 December 2022

## 21. Earnings per share (EPS)

## Basic earnings per share

Basic earnings per share (EPS) is calculated by dividing the net profit attributable to shareholders by the weighted average number of ordinary shares in issue during the period. Where a stock split or bonus share issue has occurred, the number of shares in issue in the prior period is adjusted to achieve comparability

Profit attributable to shareholders of the Bank (N'million)	65,946	58,124	224,050	54,499	50,378	234,593
Number of issued shares end of the period (millions)	31,396	31,396	31,396	31,396	31,396	31,396
Weighted average number of ordinary shares in issue (millions)	31,396	31,396	31,396	31,396	31,396	31,396
Basic and diluted earnings per share (Naira)	2.10	1.85	7.14	1.74	1.60	7.47

Basic and diluted earnings per share are the same, as the Bank has no potentially dilutive ordinary shares.

## Notes to the Interim Consolidated and Separate Financial Statements

In millions of Naira	Group			Bank		
	31 March 2023	31 March 2022	31 December 2022	31 March 2023	31 March 2022	31 December 2022
<b>22. Cash and balances with central banks</b>						
Cash	59,531	94,167	85,437	45,797	70,316	66,067
Operating accounts and deposits with central banks	218,989	204,181	366,699	191,654	176,519	341,421
Mandatory reserve deposits with central bank (cash reserve)	2,161,717	1,540,738	1,668,919	2,125,533	1,479,052	1,614,217
Special cash reserve requirement	80,689	80,689	80,689	80,689	80,689	80,689
	<b>2,520,926</b>	<b>1,919,775</b>	<b>2,201,744</b>	<b>2,443,673</b>	<b>1,806,576</b>	<b>2,102,394</b>

Mandatory reserve deposits with central banks represents a percentage of customer deposits (prescribed from time to time by the central bank) which are not available for daily use. For the purposes of the Statement of cashflow, this balance is excluded from cash and cash equivalents.

**23. Treasury bills**

Treasury bills (FVTPL)	1,085,689	839,131	1,243,038	1,085,689	839,131	1,243,038
Treasury bills (Amortized cost)	1,270,580	1,056,755	1,003,908	1,166,747	936,700	963,669
ECL Allowance on treasury bills (Amortized cost)	(494)	(832)	(408)	(160)	(407)	(39)
	<b>2,355,775</b>	<b>1,895,054</b>	<b>2,246,538</b>	<b>2,252,276</b>	<b>1,775,424</b>	<b>2,206,668</b>
Treasury bills less than 3 months maturity	1,329,856	667,516	232,218	1,147,684	667,516	232,218
	<b>1,329,856</b>	<b>667,516</b>	<b>232,218</b>	<b>1,147,684</b>	<b>667,516</b>	<b>232,218</b>

**24. Assets pledged as collateral**

Bonds pledged as collateral	151,836	140,604	119,145	151,836	108,187	119,047
Treasury bills under repurchase agreement	51,875	199,352	135,536	51,875	199,352	135,536
Bonds under repurchase agreement	-	-	-	-	-	-
ECL Allowance on assets pledged and under repurchase agreements	(38)	(203)	(18)	(38)	(203)	(18)
	<b>203,673</b>	<b>339,753</b>	<b>254,663</b>	<b>203,673</b>	<b>307,336</b>	<b>254,565</b>

Financial assets are pledged as collateral as part of sales and repurchases, borrowing transaction and collection agency transactions under terms that are usual for such activities.

## Notes to the Interim Consolidated and Separate Financial Statements

In millions of Naira	Group			Bank		
	31 March 2023	31 March 2022	31 December 2022	31 March 2023	31 March 2022	31 December 2022
<b>25. Due From Other Banks</b>						
Current balances with banks outside Nigeria	908,923	472,073	907,358	1,107,242	551,191	957,902
Placement with banks	489,372	347,846	395,528	227,383	47,330	174,969
ECL allowance	(102)	(729)	(75)	(87)	(60)	(75)
	<b>1,398,193</b>	<b>819,190</b>	<b>1,302,811</b>	<b>1,334,538</b>	<b>598,461</b>	<b>1,132,796</b>
<b>26. Derivative assets</b>						
<b>Instrument types (fair value)</b>						
Forward and Swap Contracts	58,669	17,896	49,548	58,241	16,241	48,525
Futures contracts	316	1,374	326	316	1,118	326
	<b>58,985</b>	<b>19,270</b>	<b>49,874</b>	<b>58,557</b>	<b>17,359</b>	<b>48,851</b>
<b>Derivative assets and liabilities.</b>						
The Group enters into currency forward contracts with counterparties. On initial recognition, the Group estimates the fair value of derivatives transacted with the counterparties using the discounted mark-to-market technique. In many cases, all significant inputs into the valuation techniques are wholly observable e.g with reference to similar transactions in the wholesale dealer market.						
<b>27. Loans and advances</b>						
Overdraft	493,544	528,685	450,649	472,862	505,009	427,453
Term Loans	2,920,694	2,444,711	2,982,808	2,665,495	2,211,573	2,720,843
On Lending Facilities	732,333	731,329	690,509	732,333	731,329	690,509
Gross loans and advances to customers	4,146,571	3,704,725	4,123,966	3,870,690	3,447,911	3,838,805
Less: ECL Allowance	(116,721)	(152,102)	(110,261)	(110,179)	(144,266)	(103,129)
	<b>4,029,850</b>	<b>3,552,623</b>	<b>4,013,705</b>	<b>3,760,511</b>	<b>3,303,645</b>	<b>3,735,676</b>

## Notes to the interim consolidated and separate financial statements

Group In millions of Naira	31 March 2023				31 December 2022			
	12-month ECL	Lifetime ECL not credit- impaired	Lifetime ECL credit- impaired	Total	12-month ECL	Lifetime ECL not credit- impaired	Lifetime ECL credit- impaired	Total
Loans and advances to customers at amortised cost								
Balance at 1 January	29,501	35,370	45,390	110,261	25,672	26,032	94,445	146,149
Transfer to 12-month ECL	956	(463)	(493)	-	1,650	(689)	(961)	-
Transfer to lifetime ECL not credit-impaired	(1,237)	1,765	(528)	-	(314)	1,675	(1,361)	-
Transfer to lifetime ECL credit-impaired	(302)	(3,124)	3,426	-	(613)	327	286	-
Net remeasurement of loss allowances	1,837	2,202	2,826	6,864	4,154	7,671	26,518	38,343
New financial assets originated or purchased	-	-	-	-	-	-	-	-
Foreign exchange and other movements	(34)	(172)	(198)	(404)	(1,049)	354	540	(155)
Write-offs and recoveries	-	-	-	-	-	-	(74,077)	(74,077)
<b>Closing balance</b>	<b>30,721</b>	<b>35,578</b>	<b>50,423</b>	<b>116,721</b>	<b>29,501</b>	<b>35,370</b>	<b>45,390</b>	<b>110,261</b>
<b>Gross amount</b>	<b>3,160,248</b>	<b>905,877</b>	<b>80,446</b>	<b>4,146,571</b>	<b>3,139,107</b>	<b>905,393</b>	<b>79,465</b>	<b>4,123,966</b>
Bank In millions of naira	31 March 2023				31 December 2022			
	12-month ECL	Lifetime ECL not credit- impaired	Lifetime ECL credit- impaired	Total	12-month ECL	Lifetime ECL not credit- impaired	Lifetime ECL credit- impaired	Total
Loans and advances to customers at amortised cost								
Balance at 1 January	25,269	34,341	43,519	103,129	17,578	26,628	94,315	138,521
Transfer to 12-month ECL	916	(429)	(487)	-	1,399	(438)	(961)	-
Transfer to lifetime ECL not credit-impaired	(1,136)	1,715	(579)	-	(310)	1,671	(1,361)	-
Transfer to lifetime ECL credit-impaired	(302)	(3,020)	3,322	-	(613)	(107)	720	-
Net remeasurement of loss allowances	1,727	2,348	2,975	7,050	7,215	6,587	24,627	38,429
New financial assets originated or purchased	-	-	-	-	-	-	-	-
Write-offs and recoveries	-	-	-	-	-	-	(73,821)	(73,821)
Foreign exchange and other movements	-	-	-	-	-	-	-	-
<b>Closing balance</b>	<b>26,474</b>	<b>34,955</b>	<b>48,750</b>	<b>110,179</b>	<b>25,269</b>	<b>34,341</b>	<b>43,519</b>	<b>103,129</b>
<b>Gross amount</b>	<b>2,946,907</b>	<b>848,359</b>	<b>75,424</b>	<b>3,870,690</b>	<b>2,862,479</b>	<b>889,746</b>	<b>76,580</b>	<b>3,838,808</b>

## Notes to the Interim Consolidated and Separate Financial Statements

In millions of Naira	Group			Bank		
	31 March 2023	31 March 2022	31 December 2022	31 March 2023	31 March 2022	31 December 2022
<b>28. Investment Securities</b>						
<b>Debt securities</b>						
At amortised cost	1,082,921	606,066	852,145	636,540	378,429	520,921
At FVTOCI	513,614	593,463	833,849	-	-	-
ECL allowance	(57,436)	(3,985)	(63,986)	(2,633)	(684)	(2,583)
Net debt securities measured at amortised cost and FVTOCI	1,539,099	1,195,544	1,622,008	633,907	377,745	518,338
Debt securities (measured at fair value through profit or loss)	17,997	14,116	12,443	15,125	11,207	10,560
Net debt securities	1,557,096	1,209,660	1,634,451	649,032	388,952	528,898
<b>Equity securities</b>						
At fair value through other comprehensive income	94,388	89,241	93,883	94,388	89,241	93,883
	<b>1,651,484</b>	<b>1,298,901</b>	<b>1,728,334</b>	<b>743,420</b>	<b>478,193</b>	<b>622,781</b>

**29. Investment in subsidiaries**

The following table lists the entities which are controlled by the Group, either directly or indirectly through subsidiaries.

**Group**

Name of company	31 March 2023 Ownership interest %	31 December 2022 Ownership interest %	31 March 2023	31 December 2022
Zenith Bank (Ghana) Limited (see (1) below)	99.42%	99.42%	7,066	7,066
Zenith Bank (UK) Limited	100.00%	100.00%	21,482	21,482
Zenith Bank (Sierra Leone) Limited	99.99%	99.99%	2,059	2,059
Zenith Bank (Gambia) Limited	99.96%	99.96%	1,038	1,038
Zenith Pensions Custodian Limited	99.00%	99.00%	1,980	1,980
Zenith Nominees	99.00%	99.00%	1,000	1,000
			<b>34,625</b>	<b>34,625</b>



## Notes to the Interim Consolidated and Separate Financial Statements

In millions of Naira	Group			Bank		
	31 March 2023	31 March 2022	31 December 2022	31 March 2023	31 March 2022	31 December 2022
<b>30. Deferred tax balances</b>						
Deferred income taxes are calculated on all temporary differences under the liability method using an effective tax rate of 30% (2022: 30%).						
<b>Deferred tax assets</b>						
<b>Movement in deferred tax asset</b>						
At the start of the year/period	18,343	1,837	1,837	-	-	26,339
Deferred tax asset movement	(1,691)	(1,837)	16,506	-	-	(26,339)
<b>At the close of the period/year</b>	<b>16,652</b>	<b>-</b>	<b>18,343</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Deferred tax liabilities</b>						
At the start of the year/period	16,654	11,603	11,603	15,911	11,596	11,596
Charge for the year/period	3,145	(4,710)	5,051	3,237	(2,641)	4,315
<b>At the close of the year/period</b>	<b>19,799</b>	<b>6,893</b>	<b>16,654</b>	<b>19,148</b>	<b>8,955</b>	<b>15,911</b>
<b>31. Other assets</b>						
<b>Non-financial assets</b>						
Prepayments	55,053	23,705	9,803	52,317	21,236	7,363
Other non-financial assets	12,396	8,667	13,615	12,396	8,665	13,501
Gross other non-financial assets	67,449	32,372	23,418	64,713	29,901	20,864
Less impairment	(3,762)	-	(3,361)	(3,762)	-	(3,361)
Net other non-financial assets	63,687	32,372	20,057	60,951	29,901	17,503
<b>Other financial assets</b>						
E-card and settlement receivables	746,520	182,844	127,583	737,140	172,117	125,569
Intercompany receivables	-	-	-	568	487	542
Deposits for investment in AGSMEIS	53,747	40,888	53,747	53,747	40,888	53,747
Other receivables	35,206	8,174	41,109	35,024	7,971	24,579
Deposits for shares	-	-	-	-	720	720
Gross other financial assets	835,473	231,906	222,439	826,479	222,183	205,157
Less: ECL allowance	(29,058)	(10,023)	(28,973)	(28,938)	(9,933)	(28,868)
Net other financial assets	806,415	221,883	193,466	797,541	212,250	176,289
<b>Total other assets (Net)</b>	<b>870,102</b>	<b>254,255</b>	<b>213,523</b>	<b>858,492</b>	<b>242,151</b>	<b>193,792</b>

## Notes to the interim consolidated and separate financial statements

## 32. Property and equipment

## (a) Property and equipment movement

## Group

31 March 2023

	Land	Buildings	Leasehold improvements	Furniture, fittings and equipment	Computer equipment	Aircraft	Motor vehicles	Right-of-use assets Buildings	Work in progress	Total
<b>Cost</b>										
At 1 January 2023	38,847	66,062	26,453	110,885	47,878	25,704	34,395	28,729	43,419	422,372
Additions	32	299	97	1,204	2,135	-	631	-	535	4,933
Reclassifications from WIP	200	213	35	301	-	-	15	-	(764)	-
Disposals/Write off	-	-	-	(107)	-	-	(792)	-	-	(899)
Exchange difference	-	(22)	(8)	17	(500)	-	543	-	(3,116)	(3,086)
<b>At 31 March 2023</b>	<b>39,079</b>	<b>66,552</b>	<b>26,577</b>	<b>112,300</b>	<b>49,513</b>	<b>25,704</b>	<b>34,792</b>	<b>28,729</b>	<b>40,074</b>	<b>423,320</b>
	Land	Buildings	Leasehold improvements	Furniture, fittings and equipment	Computer equipment	Aircraft	Motor vehicles	Right-of-use assets Buildings	Work in progress	Total
<b>Accumulated Depreciation</b>										
At 1 January 2023	-	(11,338)	(21,915)	(88,352)	(38,916)	(357)	(22,720)	(7,932)	-	(191,530)
Charge for the year	-	(309)	(492)	(2,732)	(1,161)	(214)	(1,056)	(458)	-	(6,422)
Reclassifications/transfer from WIP	-	(2)	5	(3)	-	-	-	-	-	-
Disposals	-	-	-	106	-	-	660	-	-	766
Exchange difference	-	-	2,642	117	11	-	115	-	-	2,885
<b>At 31 March 2023</b>	<b>-</b>	<b>(11,649)</b>	<b>(19,760)</b>	<b>(90,864)</b>	<b>(40,066)</b>	<b>(571)</b>	<b>(23,001)</b>	<b>(8,390)</b>	<b>-</b>	<b>(194,301)</b>
<b>Net book amount</b>										
At 31 March 2023	39,079	54,903	6,817	21,436	9,447	25,133	11,791	20,644	40,074	229,019
At 31 December 2022	38,847	54,724	4,538	22,533	8,962	25,347	11,675	20,797	43,419	230,843

## Notes to the interim consolidated and separate financial statements

## 32. Property and equipment (continued)

## Bank

31 March 2023

	Land	Buildings	Leasehold improvements	Furniture, fittings and equipment	Computer equipment	Right of use asset - Aircraft	Motor vehicles	Right-of-use assets - Buildings	Work in progress	Total
<b>Cost</b>										
At 1 January 2023	38,847	58,555	24,261	108,297	46,334	25,704	32,073	20,829	42,408	397,308
Additions	32	299	97	1,197	2,127	-	548	-	535	4,835
Reclassifications from WIP	200	213	35	296	-	-	15	-	(759)	-
Disposals	-	-	-	(107)	-	-	(792)	-	-	(899)
<b>At 31 March 2023</b>	<b>39,079</b>	<b>59,067</b>	<b>24,393</b>	<b>109,683</b>	<b>48,461</b>	<b>25,704</b>	<b>31,844</b>	<b>20,829</b>	<b>42,184</b>	<b>401,244</b>
<b>Accumulated Depreciation</b>										
At 1 January 2023	-	(10,479)	(20,428)	(86,523)	(37,767)	(357)	(21,585)	(5,595)	-	(182,734)
Charge for the period	-	(288)	(462)	(2,439)	(1,141)	(214)	(1,032)	(305)	-	(5,881)
Reclassifications/transfer from WIP	-	(2)	5	(3)	-	-	-	-	-	-
Disposals	-	-	-	106	-	-	660	-	-	766
<b>At 31 March 2023</b>	<b>-</b>	<b>(10,769)</b>	<b>(20,885)</b>	<b>(88,859)</b>	<b>(38,908)</b>	<b>(571)</b>	<b>(21,957)</b>	<b>(5,900)</b>	<b>-</b>	<b>(187,849)</b>
<b>Net book amount</b>										
At 31 March 2023	39,079	48,298	3,508	20,824	9,553	25,133	9,887	14,929	42,184	213,184
At 31 December 2022	38,847	48,076	3,833	21,775	8,567	25,347	10,488	15,234	42,408	214,572

## Notes to the Interim Consolidated and Separate Financial Statements

In millions of Naira	Group			Bank		
	31 March 2023	31 March 2022	31 December 2022	31 March 2023	31 March 2022	31 December 2022
<b>33. Intangible assets</b>						
<b>Computer Software</b>						
<b>Cost</b>						
At start of the period/year	49,275	48,353	48,353	45,115	41,654	41,654
Exchange difference	(200)	254	(324)	-	-	-
Additions	957	-	4,130	803	-	3,461
Write off	-	-	(2,884)	-	-	-
<b>At the end of the period/year</b>	<b>50,032</b>	<b>48,607</b>	<b>49,275</b>	<b>45,918</b>	<b>41,654</b>	<b>45,115</b>
<b>Accumulated amortization</b>						
At start of the period/year	25,251	23,352	23,352	21,157	18,112	18,112
Exchange difference	(395)	124	(122)	-	-	-
Disposal	(849)	-	(2,884)	-	-	-
Charge for the period/year	1,468	827	3,678	1,384	708	3,045
<b>At the end of the period/year</b>	<b>25,475</b>	<b>24,303</b>	<b>24,024</b>	<b>22,541</b>	<b>18,820</b>	<b>21,157</b>
<b>Carrying amount at the end of the period/year</b>	<b>24,557</b>	<b>24,304</b>	<b>25,251</b>	<b>23,377</b>	<b>22,834</b>	<b>23,958</b>

All intangible assets are non-current. All intangible assets of the Group have finite useful life and are amortised over 5 years.

The Group does not have internally generated intangible assets.

## Notes to the Interim Consolidated and Separate Financial Statements

In millions of Naira	Group			Bank		
	31 March 2023	31 March 2022	31 December 2022	31 March 2023	31 March 2022	31 December 2022
<b>34. Customers' deposits</b>						
Demand	4,965,933	4,015,855	4,880,784	4,037,903	3,098,816	3,844,612
Savings	3,465,613	2,701,288	2,717,049	3,284,722	2,467,103	2,673,518
Term	704,713	536,652	1,377,820	611,094	391,973	916,676
	<b>9,136,259</b>	<b>7,253,795</b>	<b>8,975,653</b>	<b>7,933,719</b>	<b>5,957,892</b>	<b>7,434,806</b>
<b>35. Other liabilities</b>						
<b>Other financial liabilities</b>						
Customer deposits for letters of credit	84,611	119,139	113,679	84,617	119,139	113,680
Managers' Cheques	20,457	22,493	19,615	19,767	21,754	19,244
Collections accounts	244,916	100,583	111,953	244,798	100,529	108,689
Unclaimed dividend	29,577	28,647	29,764	29,577	28,647	29,764
Lease liability	14,112	23,441	14,990	9,433	16,239	8,916
AMCON payable	30,600	25,216	1,908	30,600	25,216	1,908
Electronic card and settlement payables	514,276	179,963	107,619	513,368	145,003	106,268
Customers' foreign transactions payables	67,830	25,445	30,979	67,822	25,432	30,975
Account payables	88,321	-	115,431	88,271	-	107,501
Total other financial liabilities	1,094,700	524,927	545,938	1,088,253	481,959	526,945
<b>Non-financial liabilities</b>						
Tax collections	4,698	3,129	5,772	4,429	2,797	5,510
Deferred income on financial guarantee contracts	1,213	1,404	2,507	1,205	1,395	1,926
Other payables	177,856	101,352	7,735	165,114	93,845	6,683
Off Balance Sheet exposures impairment allowance	5,422	5,650	6,614	5,399	5,650	5,290
Total other non-financial liabilities	189,189	111,535	22,628	176,147	103,687	19,409
<b>Total other liabilities</b>	<b>1,283,889</b>	<b>636,462</b>	<b>568,559</b>	<b>1,264,400</b>	<b>585,646</b>	<b>546,347</b>

## Notes to the Interim Consolidated and Separate Financial Statements

In millions of Naira	Group			Bank		
	31 March 2023	31 March 2022	31 December 2022	31 March 2023	31 March 2022	31 December 2022
<b>36. On Lending Facilities</b>						
<b>(a) This comprises:</b>						
Central Bank of Nigeria (CBN) Commercial Agriculture Credit Scheme Loan	31,798	40,991	32,893	31,798	40,991	32,893
Bank of Industry (BOI) Intervention Loan	29,121	31,620	29,772	29,121	31,620	29,772
Central Bank of Nigeria (CBN) / Bank of Industry(BOI) - Power & Aviation intervention Funds	2,121	3,472	2,380	2,121	3,472	2,380
CBN MSMEDF Deposit	749	1,110	1,349	749	1,110	1,349
FGN SSB Intervention Fund	125,145	136,940	126,917	125,145	136,940	126,917
Excess Crude Loan Facility Deposit	71,531	83,233	74,007	71,531	83,233	74,007
Real Sector Support Facility	30,450	39,338	32,336	30,450	39,338	32,336
Non-Oil Export Stimulation Facility	10,389	16,086	11,538	10,389	16,086	11,538
Creative Industry Financing Initiative	-	215	-	-	215	-
Accelerated Agricultural Development Scheme	-	7,502	-	-	7,502	-
	<b>301,304</b>	<b>360,507</b>	<b>311,192</b>	<b>301,304</b>	<b>360,507</b>	<b>311,192</b>
<b>37. Borrowings</b>						
<b>Long term borrowings comprise:</b>						
Due to BUNGESA	36,878	-	51,938	36,878	-	51,938
Due to KEXIM	10,132	1,907	3,859	10,132	1,907	3,859
Due to AFREXIM	67,641	55,399	30,943	67,641	55,399	30,943
Due to COMMERZ	158,892	-	49,064	158,892	-	49,064
Due to ABSA bank	30,201	83,311	105,677	30,201	83,311	105,677
Due to ICBC (Standard Bank London)	69,960	-	63,459	69,960	-	63,459
Due to Mashreq	122,344	20,957	124,209	122,344	20,957	124,209
Due to IFC	-	44,287	116,909	-	44,287	116,909
Due to EMIRATESNB	172,526	-	16,493	172,526	-	16,493
Due to CAIXA	-	-	151,200	-	-	151,200
Due to SUMITOMOBN	-	-	46,578	-	-	46,578
Due to J P Morgan Chase bank	45,353	31,261	-	45,353	31,261	-
Due to Standard Chartered Bank UK	108,737	-	67,869	108,737	-	67,869
Due to banks for clean letters of credit	171,248	414,187	52,276	143,570	434,830	74,550
Due to WILBENTRAD	40,003	-	33,790	40,003	-	33,790
Due to CITILON	35,981	-	36,207	35,981	-	36,207
Due to ADMSTF	12,883	-	12,979	12,883	-	12,979
Due to ZENUK	-	-	-	13,839	-	13,856
	<b>1,082,779</b>	<b>651,309</b>	<b>963,450</b>	<b>1,068,940</b>	<b>671,952</b>	<b>999,580</b>

## Notes to the Interim Consolidated and Separate Financial Statements

In millions of Naira	Group			Bank		
	31 March 2023	31 March 2022	31 December 2022	31 March 2023	31 March 2022	31 December 2022
<b>38. Debt Securities issued</b>						
Due to Euro bond holders		- 45,773	-	-	45,773	-
<b>39. Derivative liabilities</b>						
<b>Instrument types (Fair value):</b>						
Forward and swap contracts	12,659	12,354	6,026	12,281	8,816	5,741
Futures contracts	290	-	299	290	-	299
	<b>12,949</b>	<b>12,354</b>	<b>6,325</b>	<b>12,571</b>	<b>8,816</b>	<b>6,040</b>
<b>40. Share capital</b>						
<b>Authorised</b>						
40,000,000,000 Ordinary shares of 50k each (31 December 2022: 40,000,000,000)	20,000	20,000	20,000	20,000	20,000	20,000
<b>Issued and fully paid</b>						
31,396,493,787 ordinary shares of 50k each (December 2020: 31,396,493,787)	15,698	15,698	15,698	15,698	15,698	15,698
<b>Issued</b>						
Ordinary	15,698	15,698	15,698	15,698	15,698	15,698
<b>41. Share premium, retained earnings and other reserves</b>						
(a) There was no movement in the Share premium account during the current and prior period.						
Share premium	255,047	255,047	255,047	255,047	255,047	255,047

The nature and purpose of the reserves in equity are as follows:

**(b) Share premium:** Premiums from the issue of shares are reported in share premium

**(c) Retained earnings:** Retained earnings represent undistributed profits, net of statutory appropriations attributable to the ordinary shareholders.

**(d) Statutory reserve:** This represents the cumulative amount set aside from general reserves/retained earnings by the Bank and its subsidiaries. This amount is non-distributable. The Bank's appropriation is in line with BOFIA 2020 which stipulates that an appropriation of 30% of profit after tax be made if the statutory reserve is less than the paid-up share capital and 15% of profit after tax if the statutory reserve is greater than the paid-up share capital. In the current period, a total of N8.2 billion (31 December 2022: N35.19billion) representing 15% of Zenith Bank's profit after tax was appropriated.

Other Non-Nigerian subsidiaries also make appropriation which is base on their profit and in line with the requirement of their Central Bank.

**(e) SMIEIS reserve:** This reserve represents the aggregate amount of appropriations from profit after tax to finance equity investments in compliance with the directives issued by the Central Bank of Nigeria (CBN) through its circulars dated July 11, 2006 (amended).

## Notes to the interim consolidated and separate financial statements

The SMIEIS reserve was maintained in compliance with the Central Bank of Nigeria's requirement that all licensed banks set aside a portion of the profit after tax in a fund to be used to finance equity investments in qualifying small and medium scale enterprises. Under the terms of the guideline issued in July 2006, the contributions were 10% of profit after tax and were expected to continue after the first 5 years after which banks' contributions were to reduce to 5% of profit after tax.

The small and medium scale industries equity investment scheme reserves are non-distributable.

**(f) Fair value reserve:** Comprises fair value movements on equity and debt instruments that are carried at fair value through Other Comprehensive Income.

**(g) Foreign currency translation reserve:** Comprises exchange differences resulting from the translation to Naira of the results and financial position of Group companies that have a functional currency other than Naira.

**(h) Credit risk reserve:** This reserve represents the cumulative difference between the loan provision determined per the Prudential Guidelines of the Central Bank of Nigeria and the central Bank of other subsidiaries vis-a-viz the allowance/reserve for the loan losses as determined in line with the principles of IFRS 9.

As at 31 March 2023, the cumulative credit risk reserve of the Group and Bank was N95.30 billion and N93.91 billion respectively (31 December 2022: Group N95.30 billion and Bank 93.91 billion).

### 42. Pension contribution

In accordance with the provisions of the Pensions Reform Act 2014, the Bank and its subsidiaries commenced a contributory pension scheme in January 2005. For entities operating in Nigeria, the contribution by employees and the employing entities are 8% and 10% respectively of the employees' basic salary, housing and transport allowances. Entities operating outside Nigeria contribute in line with the relevant pension laws in their jurisdictions. The contribution by the Group and the Bank during the period were N1.02 billion and N771 million respectively (31 March 2022: N710 million and N567 million).

### 43. Group subsidiaries and related party transactions

#### Parent

The Group is controlled by Zenith Bank Plc (incorporated in Nigeria) which is the parent company and whose shares are widely held.

#### Subsidiaries:

Transactions between Zenith Bank Plc and its subsidiaries, which are eliminated on consolidation are not separately disclosed in the consolidated financial statements. The Group's effective interests and investments in subsidiaries as at 31 March 2023 are shown below.

Entity	Effective Holding %	Nominal share capital held
Zenith Bank (Ghana) Limited	99.42	7,066
Zenith Bank (UK) Limited	100.00	21,482
Zenith Bank (Sierra Leone) Limited	99.99	2,059
Zenith Bank (The Gambia ) Limited	99.96	1,038
Zenith Pension Custodians Limited	99.00	1,980
Zenith Nominees Limited	99.00	1,000
	-	34,625



## Notes to the interim consolidated and separate financial statements

### 43. Group subsidiaries and related party transactions (continued)

#### Key management personnel

Key management personnel is defined as the Group's executive and non-executive directors, including their family members and any entity over which they exercise control. Close members of family are those family members who may be expected to influence, or be influenced by that individual in their dealings with the Group.

#### Key management compensation

	Group 31 March 2023	Group 31 March 2022	Group 31 December 2022
Salaries and other short-term benefits	855	661	1,861
Retirement benefit cost	30	18	3,779
Allowances	63	117	602
<b>At the end of the period/year</b>	<b>948</b>	<b>796</b>	<b>6,242</b>

#### Loans and advances to key management personnel

At start of the year	3,245	2,902	2,902
Granted during the year	4	663	445
Repayment during the year	(32)	(239)	(102)
<b>At end of the period/year</b>	<b>3,217</b>	<b>3,326</b>	<b>3,245</b>

#### Interest earned

Loans to key management personnel include mortgage loans and other personal loans. The loans are repayable from various repayment cycles, ranging from monthly to annually over the tenor and have an average interest rate of 4%. Loans granted to key management personnel are performing.

#### Group

In millions of Naira

31 March 2023

Name of company

	Loans	Deposits	Interest received
Directors	1,588	2,989	69
Quantum Fund Management	-	1	-
Zenith General Insurance Company Limited	-	715	-
Cyberspace Network	-	367	-
Zenith Trustees Ltd	-	5	-
Oviation Limited	-	3,434	-
Sirius Lumina Ltd	-	1	-
	<b>1,588</b>	<b>7,512</b>	<b>69</b>

## Notes to the interim consolidated and separate financial statements

## Group

In millions of Naira

31 December 2022

## Name of company

	Loans	Deposits	Interest received
Directors	1,588	3,298	69
Quantum Fund Management	-	10	-
Zenith General Insurance Company Limited	-	1,026	-
Cyberspace Network	-	763	-
Zenith Trustees Ltd	-	7	-
Oviation Limited	-	3,497	-
Sirius Lumina Ltd	-	1	-
<b>At end of the year</b>	<b>1,588</b>	<b>8,602</b>	<b>69</b>

Loans granted to related parties are secured over real estate and other assets of the respective borrowers.

**44. Acceptances and guarantees****a) Legal proceedings**

The Group is presently involved in several litigation suits in the ordinary course of business. The total amount claimed in the cases against the Group is estimated at N705 billion (31 March 2022: N128 billion). The actions are being contested and the Directors are of the opinion that none of the aforementioned cases is likely to have a material adverse effect on the Group and are not aware of any other pending or threatened claims and litigations.

In arriving at this conclusion, the Group has relied on evidence and recommendations from its internal litigation group and its team of external solicitors.

**b) Capital commitments**

At the reporting date, the Group had capital commitments amounting to N730 million (31 March 2022: N1,930 billion) in respect of authorized and contracted capital projects.

## Notes to the Interim Consolidated and Separate Financial Statements

In millions of Naira	Group			Bank		
	31 March 2023	31 March 2022	31 December 2022	31 March 2023	31 March 2022	31 December 2022

## 44. Acceptances and guarantees (continued)

## c) Confirmed credits and other obligations on behalf of customers

In the normal course of business the group is a party to financial instruments with off-balance sheet risk. These instruments are issued to meet the credit and other financial requirements of customers. The contractual amounts of the off-balance sheet financial instruments are:

## In millions of Naira

Performance bonds and guarantees	446,339	350,497	384,382	375,561	350,497	349,742
Usance (see note ii below)	181,141	83,117	276,481	181,141	83,117	276,481
Letters of credit (see note ii below)	289,837	114,387	363,355	289,837	114,387	279,791
	<b>917,317</b>	<b>548,001</b>	<b>1,024,218</b>	<b>846,539</b>	<b>548,001</b>	<b>906,014</b>
Assets under custody(see note below)	6,898,606	6,135,070	6,265,755	6,898,606	6,135,070	6,265,755

- i. Letters of credit are agreements to lend to customers in the future, subject to certain conditions such commitments are either made for a fixed year, or have no specific maturity dates, but are cancellable by the group (as lender) subject to notice to notice requirements. These letters of credit are provided at market related interest rates and cannot be settled net in cash .
- ii. Usance and letters of credit are agreements to lend to a customer in the future, subject to certain conditions. Such commitments are either made for a fixed period, or have no specific maturity dates, but are cancellable by the Group (as lender) subject to notice requirements. These Letters of credit are provided at market-related interest rates. Usance and letters of credit are secured by different types of collateral similar to those accepted for actual credit facilities.
- iii. The amount of N6,898 billion (31 December 2022: N5,568 billion) represents the total pension assets under custody held by the Bank's subsidiary, Zenith Pensions Custodian Limited under the latter's custodial business. Included in the amount above is N122 billion (31 December 2022: N94.4 billion) which represents the amount of the Group's guarantee for the assets held by the subsidiary as required by the National Pensions Commission of Nigeria. Aside from the Guarantee on the pension asset held by our subsidiary, Zenith Pension Custodian Limited, the Group does not have any contingent liabilities in respect of related parties.

## 45. Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents include cash and non-restricted balances with central banks, treasury bills and other eligible bills, operating account balances with other banks, amount due from other banks and short-term government securities.

Cash and balances with central banks (less mandatory reserve deposits)	278,520	298,348	452,136	237,451	246,835	407,487
Treasury bills (3 months tenor) (see note 23)	1,329,856	667,516	232,218	1,147,684	667,516	232,218
Due from other banks	701,887	432,053	1,256,404	661,649	432,054	1,017,481
	<b>2,310,263</b>	<b>1,397,917</b>	<b>1,940,758</b>	<b>2,046,784</b>	<b>1,346,405</b>	<b>1,657,186</b>