The Directors have pleasure in announcing the reviewed summarised financial results of Letshego Holdings Limited (the “Company”) and its subsidiaries (the “Group”) for the half year ended 31 July 2014.

HIGHLIGHTS

- **Profit before Tax**: 11%
- **Profit after Tax**: 3%
- **Advances**: 31%
- **Dividend per Share**: 8.5t

FINANCIAL PERFORMANCE

Advances to customers increased by 31% from the prior period with the most significant contributions continuing to come from Botswana, Mozambique and Namibia. Off a lower base, there was good growth recorded in Kenya, Lesotho and Rwanda. Overall, all markets remain competitive and the Group has been able to maintain or grow market share. Payroll lending accounts for 95% of total advances with traditional microfinance making up the remainder.

The quality of the advances book was within target levels with an impairment charge of 1.9% for the period as compared to 2.0% in the prior period.

The Group remains well capitalised and has cash resources of over P383 million which are available for future growth. However, strong growth in the markets noted above, during and after the review period, requires new lines of credit to be introduced and a pipeline of new funding is at various stages of negotiation.

Interest income increased by 23% primarily driven by the increase in assets. This was partially offset by a reduction in margins in certain countries, to ensure our pricing remains market related.

Interest expense increased due to higher debt levels in the business. Also foreign exchange losses / gains had a significant impact period on period. However, overall cost of borrowings remained consistent. Initiatives are at an advanced stage to close out the more significant of the open positions that give rise to the foreign exchange volatility in interest expense.

The credit rating from Moody’s Investor Services was reissued during June 2014 at Ba3 and there was no change to the rating tax rate for the Group.

The Group remains well capitalised and has cash resources of over P383 million which are available for future growth. However, strong growth in the markets noted above, during and after the review period, requires new lines of credit to be introduced and a pipeline of new funding is at various stages of negotiation.

The quality of the advances book was within target levels with an impairment charge of 1.9% for the period as compared to 2.0% in the prior period.

Interest income increased by 23% primarily driven by the increase in assets. This was partially offset by a reduction in margins in certain countries, to ensure our pricing remains market related.

Interest expense increased due to higher debt levels in the business. Also foreign exchange losses / gains had a significant impact period on period. However, overall cost of borrowings remained consistent. Initiatives are at an advanced stage to close out the more significant of the open positions that give rise to the foreign exchange volatility in interest expense.

The credit rating from Moody’s Investor Services was reissued during June 2014 at Ba3 and there was no change to the rating tax rate for the Group.

The quality of the advances book was within target levels with an impairment charge of 1.9% for the period as compared to 2.0% in the prior period.

The Board of Directors of Letshego Holdings Limited is pleased to present an extract from the consolidated reviewed but unaudited financial results for the six month period ended 31 July 2014. The highlights for the period include:

**BALANCE SHEET**

- Advances to customers increased by **31%** to P5.0 billion (2013: P3.8 billion)
- Cash available for operations of **P383 million** (2013: 433 million)
- Debt to equity ratio increased to **39%** (2013: 25%)
- Return on assets reduced to **14%** (2013: 18%)

**INCOME STATEMENT**

- Profit before tax increased by **11%** to **P508 million** (2013: P460 million)
- Cost to income ratio unchanged at **28%** (2013: 28%)
- Impairment charge stable at **1.9%** on the average advances book (2013: 2.0%)
- A higher tax charge resulted in profit after tax increasing by **3%**
- Earnings per share increased by **1%**

**DIVIDENDS AND RETURNS**

- Return on equity of **19%** (2013: 24%)
- Interim dividend declared of **8.5 thebe per share** (2013: 4.2 thebe)

**COMMENTARY**

**HIGHLIGHTS**

- **Profit before Tax**: 11%
- **Profit after Tax**: 3%
- **Advances**: 31%
- **Dividend per Share**: 8.5t

**FINANCIAL PERFORMANCE**

Advances to customers increased by 31% from the prior period with the most significant contributions continuing to come from Botswana, Mozambique and Namibia. Off a lower base, there was good growth recorded in Kenya, Lesotho and Rwanda. Overall, all markets remain competitive and the Group has been able to maintain or grow market share. Payroll lending accounts for 95% of total advances with traditional microfinance making up the remainder.

The quality of the advances book was within target levels with an impairment charge of 1.9% for the period as compared to 2.0% in the prior period.

The Group remains well capitalised and has cash resources of over P383 million which are available for future growth. However, strong growth in the markets noted above, during and after the review period, requires new lines of credit to be introduced and a pipeline of new funding is at various stages of negotiation.

Interest income increased by 23% primarily driven by the increase in assets. This was partially offset by a reduction in margins in certain countries, to ensure our pricing remains market related.

Interest expense increased due to higher debt levels in the business. Also foreign exchange losses / gains had a significant impact period on period. However, overall cost of borrowings remained consistent. Initiatives are at an advanced stage to close out the more significant of the open positions that give rise to the foreign exchange volatility in interest expense.

The credit rating from Moody’s Investor Services was reissued during June 2014 at Ba3 and there was no change to the rating tax rate for the Group.

The quality of the advances book was within target levels with an impairment charge of 1.9% for the period as compared to 2.0% in the prior period.

The Board of Directors ofLetshego Holdings Limited is pleased to present an extract from the consolidated reviewed but unaudited financial results for the six month period ended 31 July 2014. The highlights for the period include:

**BALANCE SHEET**

- Advances to customers increased by **31%** to P5.0 billion (2013: P3.8 billion)
- Cash available for operations of **P383 million** (2013: 433 million)
- Debt to equity ratio increased to **39%** (2013: 25%)
- Return on assets reduced to **14%** (2013: 18%)

**INCOME STATEMENT**

- Profit before tax increased by **11%** to **P508 million** (2013: P460 million)
- Cost to income ratio unchanged at **28%** (2013: 28%)
- Impairment charge stable at **1.9%** on the average advances book (2013: 2.0%)
- A higher tax charge resulted in profit after tax increasing by **3%**
- Earnings per share increased by **1%**

**DIVIDENDS AND RETURNS**

- Return on equity of **19%** (2013: 24%)
- Interim dividend declared of **8.5 thebe per share** (2013: 4.2 thebe)

(continued on the next page)
COMMENTARY (continued)

in Mozambique over time.

Other deposit taking activities are planned to start in Rwanda in the current financial period.

In July 2014, the Central Bank of Namibia granted Letshego a provisional licence. We are engaging with the Central Bank to comply with the conditions of this provisional licence.

GROUP STRUCTURE

There were no changes to the group structure during the period. Looking ahead, the Group has entered discussions to sell its 24% shareholding in its associate micro finance business in Tanzania – Tujijenge Tanzania Limited. Also the Group has decided to exit its investment in South Sudan - all options around this are being explored. Neither of these is expected to have a significant financial impact on the Group.

DIVIDEND POLICY

The board has reviewed the current dividend policy and has decided to increase the dividend policy to a pay out ratio of 50% from the current 25% pay out rate. This will be effective from the current financial period and is reflected in the interim dividend declaration.

BOARD COMMITTEE STRUCTURES

A number of changes were made to the composition of board subcommittees prior the period end so as to increase independent non-executive directors’ representation on these committees and to more closely align with King III recommendations.

CHANGE IN FINANCIAL YEAR END

As previously communicated to shareholders, the Group is changing the financial year to 31 December. Therefore, the next financial results will be for the 11 month period ended 31 December 2014.

PROSPECTS

If prevailing economic conditions continue, the Directors anticipate further growth in the advances book during the financial period to 31 December 2014 and continued profitability. The impact of some once off costs and provisions taken in the second half of the last financial year, are not expected to recur.

AUDITORS’ REVIEW

The financial information set out in this announcement has been reviewed but not audited by KPMG, the Letshego Group’s external auditors. Their unqualified review report is available for inspection at the company’s registered office.

DIVIDEND

Notice is hereby given that the Board has declared an interim dividend of 8.5 thebe per share for the six month period ended 31 July 2014.

The board has reviewed the current dividend policy and has decided to declare an interim dividend of 8.5 thebe per share for the six month period ended 31 January 2014. Neither of these is expected to have a significant financial impact on the Group.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 July 2014 (reviewed) At 31 July 2013 (reviewed) Change %

Total assets 5,614,061 4,412,983 27 4,970,165

Total liabilities 1,723,951 998,338 72 1,424,886

Shareholders’ equity 3,891,110 3,414,645 13 3,545,279

LIABILITIES AND EQUITY

Liabilities
Customer deposits 7 2,234 -
Cash collateral 8 38,811 39,446 20
Trade and other payables 9 139,955 70,794 97
Income tax 40,927 23,168 76
Borrowings 10 1,501,124 858,830 76

Total liabilities 1,723,951 998,338 72 1,424,886

Shareholders’ equity
Stated capital 11 973,347 959,554 959,554
Foreign currency translation reserve (24,771) (7,264) (94,826)
Legal reserve 5 10,105 2,906 265
Share based payment reserve 9,660 11,887 17,470
Retained earnings 2,801,570 2,359,142 25,622,666

Total shareholders’ equity 3,891,024 3,412,983 27 3,545,279

Total liabilities and equity 5,614,061 4,412,983 27 4,970,165

CONSOLIDATED STATEMENT OF FINANCIAL RESULTS for the 6 months ended 31 July 2014

6 months ended 31 July 2014 (reviewed) P’000 6 months ended 31 July 2013 (reviewed) P’000 12 months ended 31 January 2014 (audited) P’000

Interest income 12 719,816 584,212 23 1,178,176
Interest expense 13 (80,207) (28,541) 286 (62,466)

Profit before taxation 609,609 555,671 11 1,284,370
Income tax (40,907) (29,168) 45,617

Profit for the period 568,702 526,503 11 838,753

Interests attributable to:
Equity holders of the parent company 3,764,914 3,326,015 13 3,407,560
Non-controlling interests 126,110 98,730 601,151

Total shareholders’ equity 3,881,024 3,412,983 27 3,407,617

Cash and cash equivalents 1 383,033 433,157 310,525

Basic Earnings per Share

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

6 months ended 31 July 2014 (reviewed) P’000 6 months ended 31 July 2013 (reviewed) P’000 12 months ended 31 January 2014 (audited) P’000

Equity holders of the parent company 350,963 342,356 601,151
Non-controlling interests 22,125 21,503 601,151

Profit for the period 373,088 363,859 3 643,630

Loss on sale of subsidiary (net of taxes) (1,060)

Profit before taxation 374,028 364,899 3 644,591

Share of net of tax profit of equity accounted associate 11 950,201
Loss on sale of subsidiary (net of taxes) - (1,060)

Profit for the period 363,268 363,839 3 643,531

Weighted average number of shares in issue during the period (millions) 2,131 2,089 2,129

Attributable to:
Equity holders of the parent company 350,963 342,356 601,151
Non-controlling interests 22,125 21,503 601,151

Attributable to:
Equity holders of the parent company 421,018 381,074 552,636
Non-controlling interests 32,277 26,965 552,636

Total shareholders’ equity 3,881,024 3,412,983 27 3,407,617

Basic Earnings per Share

NOTE: The diluted EPS has been calculated based on shares that may vest in terms of the Group’s long term staff incentive schemes.
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

<table>
<thead>
<tr>
<th>P’000</th>
<th>Stated capital</th>
<th>Retained earnings</th>
<th>Shared based payments reserve</th>
<th>Foreign currency translation reserve</th>
<th>Legal reserve</th>
<th>Non-controlling interest</th>
<th>Total P’000</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance at 1 February 2013</td>
<td>689,243</td>
<td>2,112,485</td>
<td>19,173</td>
<td>(45,982)</td>
<td>-</td>
<td>85,524</td>
<td>2,860,443</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Profit for the period</td>
<td>- 342,356</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>21,503</td>
<td>363,859</td>
</tr>
<tr>
<td>Other comprehensive income, net of income tax</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Foreign currency translation reserve</td>
<td>-</td>
<td>-</td>
<td>38,718</td>
<td>-</td>
<td>-</td>
<td>4,445</td>
<td>44,180</td>
</tr>
<tr>
<td>Transactions with owners, recorded directly in equity</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Non - controlling Interest in MAL acquired</td>
<td>- (8,301)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(4,445)</td>
<td>(10,746)</td>
<td></td>
</tr>
<tr>
<td>Allocation of additional shares to ADP I Holding</td>
<td>252,969</td>
<td>-</td>
<td>10,066</td>
<td>-</td>
<td>-</td>
<td>252,969</td>
<td></td>
</tr>
<tr>
<td>Allocation to share based payment reserve</td>
<td>- (2,688)</td>
<td>-</td>
<td>2,696</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Allocation to legal reserve</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>New shares issued from long term incentive scheme</td>
<td>17,342</td>
<td>-</td>
<td>(17,342)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Dividend paid by subsidiary to minority interests</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(19,314)</td>
<td>(19,314)</td>
<td></td>
</tr>
<tr>
<td>Dividends paid to equity holders</td>
<td>- (66,702)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(66,702)</td>
<td></td>
</tr>
<tr>
<td>Balance at 31 July 2013</td>
<td>959,554</td>
<td>2,359,142</td>
<td>11,887</td>
<td>(7,264)</td>
<td>2,696</td>
<td>86,730</td>
<td>3,414,745</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Profit for the period</td>
<td>- 258,795</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>20,976</td>
<td>279,771</td>
</tr>
<tr>
<td>Other comprehensive income, net of income tax</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Foreign currency translation reserve</td>
<td>-</td>
<td>-</td>
<td>67,233</td>
<td>(12,250)</td>
<td>(99,483)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Transactions with owners, recorded directly in equity</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Disposal of Letshego Financial Services Zambia (Pty) Ltd</td>
<td>- (4,235)</td>
<td>-</td>
<td>(329)</td>
<td>-</td>
<td>-</td>
<td>(4,564)</td>
<td></td>
</tr>
<tr>
<td>Allocation to share based payment reserve</td>
<td>-</td>
<td>-</td>
<td>5,583</td>
<td>-</td>
<td>-</td>
<td>5,583</td>
<td></td>
</tr>
<tr>
<td>Allocation to legal reserve</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>New shares issued from long term incentive scheme</td>
<td>13,793</td>
<td>-</td>
<td>(13,793)</td>
<td>-</td>
<td>-</td>
<td>(2,874)</td>
<td>(2,874)</td>
</tr>
<tr>
<td>Dividend paid by subsidiary to minority interests</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Dividends paid to equity holders</td>
<td>- (91,036)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(91,036)</td>
<td></td>
</tr>
<tr>
<td>Balance at 31 January 2014</td>
<td>973,347</td>
<td>2,801,570</td>
<td>9,660</td>
<td>(27,711)</td>
<td>5,108</td>
<td>126,110</td>
<td>3,891,024</td>
</tr>
</tbody>
</table>

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

<table>
<thead>
<tr>
<th>P’000</th>
<th>6 months ended 31 July 2014</th>
<th>6 months ended 31 July 2013</th>
<th>12 months ended 31 January 2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Note</td>
<td>(Reviewed)</td>
<td>(Reviewed)</td>
<td>(Audited)</td>
</tr>
<tr>
<td>Operating activities</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Profit before taxation</td>
<td>508,408</td>
<td>459,566</td>
<td>850,201</td>
</tr>
<tr>
<td>Add : Amortisation and depreciation</td>
<td>12,007</td>
<td>4,067</td>
<td>8,721</td>
</tr>
<tr>
<td>Add : Impairment of advances</td>
<td>13,549</td>
<td>10,683</td>
<td>11,051</td>
</tr>
<tr>
<td>Movement in working capital and other changes</td>
<td>(479,880)</td>
<td>(490,825)</td>
<td>(1,149,398)</td>
</tr>
<tr>
<td>Cash generated from / (utilised in) operations</td>
<td>54,084</td>
<td>(10,549)</td>
<td>(2,842)</td>
</tr>
<tr>
<td>Taxation paid</td>
<td>(138,186)</td>
<td>(94,296)</td>
<td>(192,999)</td>
</tr>
<tr>
<td>Net cash used in investing activities</td>
<td>(22,122)</td>
<td>(28,338)</td>
<td>(45,083)</td>
</tr>
<tr>
<td>Investing activities</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net cash used in investing activities</td>
<td>(22,122)</td>
<td>(28,338)</td>
<td>(45,083)</td>
</tr>
<tr>
<td>Financing activities</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Dividends paid to equity holders and subsidiary minorities</td>
<td>(72,521)</td>
<td>(86,702)</td>
<td>(197,800)</td>
</tr>
<tr>
<td>Net receipts / (payments) on borrowings / equity raising</td>
<td>251,253</td>
<td>(149,252)</td>
<td>219,578</td>
</tr>
<tr>
<td>Net cash generated from / (utilised in) financing activities</td>
<td>776,722</td>
<td>(249,054)</td>
<td>219,578</td>
</tr>
<tr>
<td>Net movement in cash and cash equivalents</td>
<td>72,508</td>
<td>(374,097)</td>
<td>(469,729)</td>
</tr>
<tr>
<td>Cash and cash equivalents at the beginning of the period</td>
<td>310,525</td>
<td>907,254</td>
<td>807,254</td>
</tr>
<tr>
<td>Cash and cash equivalents at the end of the period</td>
<td>383,033</td>
<td>143,577</td>
<td>310,525</td>
</tr>
</tbody>
</table>

SEGMENTAL REPORTING

<table>
<thead>
<tr>
<th>Regional geographical segments</th>
<th>Southern Africa*</th>
<th>East Africa**</th>
<th>Elimination</th>
<th>Group</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>P’000</td>
<td>P’000</td>
<td>P’000</td>
<td>P’000</td>
</tr>
<tr>
<td>Operating income</td>
<td>669,420</td>
<td>491,985</td>
<td>192,413</td>
<td>188,508</td>
</tr>
<tr>
<td>Share of results of associate</td>
<td>344</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Taxation - consolidated</td>
<td>(135,320)</td>
<td>(96,051)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Profit for the period - consolidated</td>
<td>373,088</td>
<td>363,859</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Gross advances to customers</td>
<td>4,329,998</td>
<td>3,184,770</td>
<td>717,909</td>
<td>661,216</td>
</tr>
<tr>
<td>Impairment provisions</td>
<td>(18,201)</td>
<td>(10,228)</td>
<td>(25,495)</td>
<td>(17,551)</td>
</tr>
<tr>
<td>Borrowings</td>
<td>2,071,319</td>
<td>2,078,093</td>
<td>316,195</td>
<td>271,735</td>
</tr>
<tr>
<td></td>
<td>(1,491,598)</td>
<td>(1,491,598)</td>
<td>(1,501,124)</td>
<td>(858,839)</td>
</tr>
</tbody>
</table>

(continued on the next page)
NOTES TO THE STATEMENT OF FINANCIAL POSITION AND STATEMENT OF COMPREHENSIVE INCOME

1. Cash and cash equivalents
Cash at bank and in hand 368,508 412,760 296,341
Short term deposits 14,525 20,393 14,164
Total cash and cash equivalents 383,033 433,153 310,505

2. Advances to customers
Gross advances to customers 5,047,905 3,845,886 4,455,904
Less: Specific impairment allowance (937) (796) (1,055)
Less: Portfolio impairment allowance (41,059) (26,983) (27,092)
Total advances to customers 4,901,979 3,748,007 4,376,757

3. Other receivables
Prepayments and deposits 25,536 16,020 13,383
Dividend receivable from cell captives 33,296 75,949
Work in progress 17,474 14,860 9,411
Other receivables 11,210 16,406 3,168
Total other receivables 87,476 47,286 10,911

4. Plant and equipment
Carrying amount at 1 Feb 2014 Additions Transfers Depreciation 31 July 2014
Motor vehicles 992 734 - - (419) 1,307
Computer equipment 4,365 16,651 2,927 - (6,346) 17,597
Office furniture and equipment 9,786 4,737 - - (4,442) 10,081
Work in progress 38,845 - (38,071) - - 774
Total 53,988 22,122 (35,144) - (11,207) 29,759

5. Intangibles
Carrying amount at 1 Feb 2014 Additions Transfers Depreciation 31 July 2014
Computer software 6,117 - 35,144 - (8,000) 40,461

6. Goodwill
Goodwill arose on the acquisition of:
- Letshego Financial Services Namibia (Proprietary) Limited 25,760 25,760 25,760
- Letshego Tanzania Limited 2,064 2,064 2,064
- Letshego Kenya Limited 27,426 27,426 27,426
Total 55,250 55,250 55,250

The Group assessed the recoverable amount of goodwill, and determined that it was not impaired in respect of all cash generating units noted above.

7. Customer deposits
Fixed deposit accounts 2,234 -

8. Cash collateral
Cash collateral on loans and advances 38,817 39,446 42,293

Cash collateral represents payments made by customers as security for loans taken. The amounts are refundable upon the successful repayment of loans by customers or are utilised to cover loans in the event of default. This relates only to Letshego Kenya, Rwanda, Uganda, and South Sudan.

9. Trade and other payables
Audit fees 1,600 1,419 2,833
Insurance premium payable 18,314 11,497 15,917
Payroll related provisions 35,904 16,260 34,267
Other provisions 27,020 - 35,020
Trade and other payables 50,106 34,975 31,200
Value added tax / Withholding tax 7,111 6,643 8,180
Total 139,955 70,794 127,217

10. Borrowings
African Alliance Botswana Liquidity Fund 56,161 20,000 56,072
Banci Terra Mozambique 16,081 20,551 19,500
Capital Bank Botswana 40,000 - 40,000
Chase Bank - Kenya 43,697 - 25,339
Investec Asset Management Botswana (Proprietary) Limited 151,048 - -
Medium Term Note - BSE Listed Bond 360,525 - 360,477
Medium Term Note - JSE Listed Bond 589,486 607,225 573,573
Standard Bank Mozambique Limited 77,830 - -
Standard Chartered Bank Botswana Limited 71,395 60,437 91,821
Standard Chartered Bank Uganda Limited 49,001 95,076 61,388
Others 139,955 70,794 127,217

11. Stated capital
Issued: 2,176,475,705 ordinary shares of no par value (2013: 2,167,540,001) 973,347 959,554 959,554

12. Interest income
Advances to customers 716,854 583,313 1,172,553
Deposits with banks 2,962 899 3,623
Total 719,816 584,212 1,176,176

13. Interest expense
Overdraft facilities and term loans 85,907 69,747 112,533
Foreign exchange loss / (gains) 4,297 (41,208) (50,045)
Total 90,204 28,541 62,488

14. Employee costs
Salaries and wages 76,448 56,210 111,683
Staff incentive 12,910 9,181 21,515
Staff pension fund contribution 3,481 3,502 12,877
Directors’ remuneration – for management services (executive) 1,795 2,609 36,816
Total 98,698 100,333 157,767
Long term incentive plan 100,617 81,535 199,665

15. Other operating expenses
Accounting and secretarial fees 172 259 332
Advertising 7,316 6,164 16,021
Audit fees 1,900 1,580 2,431
Bank charges 1,870 1,782 3,632
Computer expenses 3,270 5,105 6,856
FMB E-banking fees 4,876 2,574 4,038
Depreciation and amortisation 12,007 4,067 8,721
Directors’ fees – non executive 1,795 1,728 2,662
Direct costs 33,255 37,305 99,398
Operating lease rentals - property 11,210 9,717 18,076
Other operating expenses 11,131 6,413 54,068
Office expenses 3,501 5,753 6,063
Insurance 3,034 1,713 2,155
Payroll administration costs 431 647 1,428
Professional fees 2,119 3,385 7,514
Telephone and postage 4,356 4,900 8,801
Travel 8,822 6,313 13,616
Total 111,376 99,405 255,772

UNAUDITIZED CONSOLIDATED FINANCIAL RESULTS
for the 6 months ended 31 July 2014