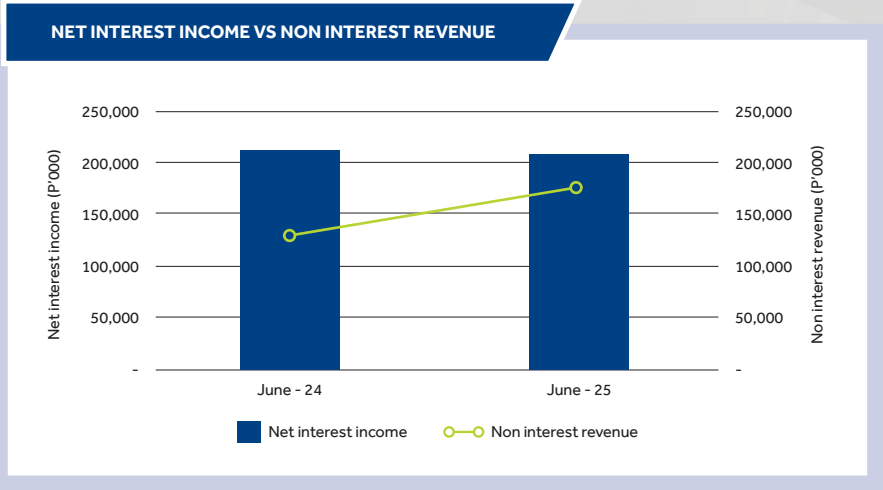
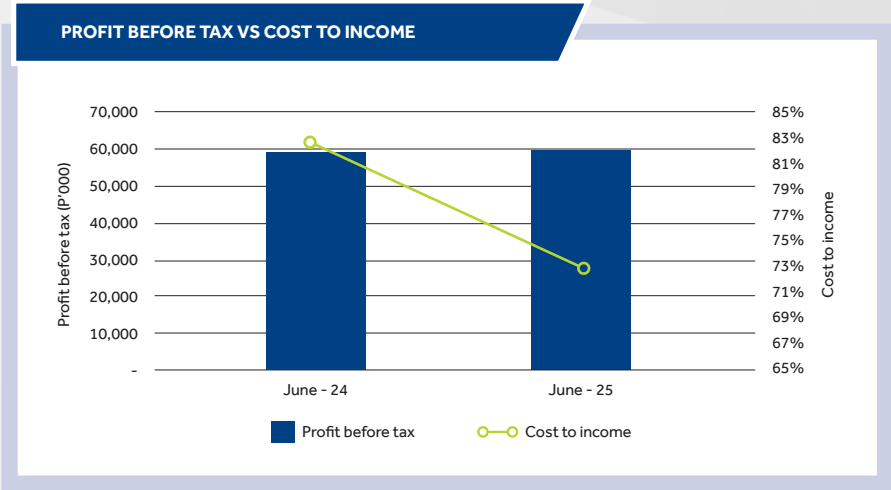
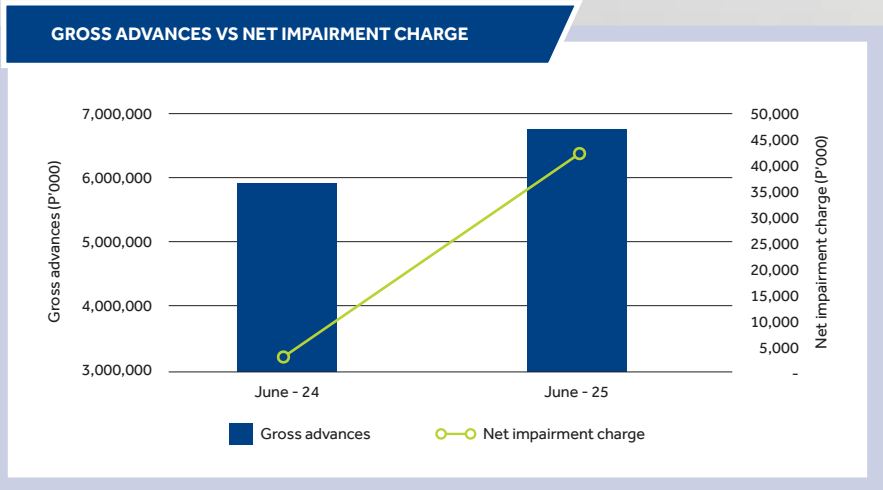
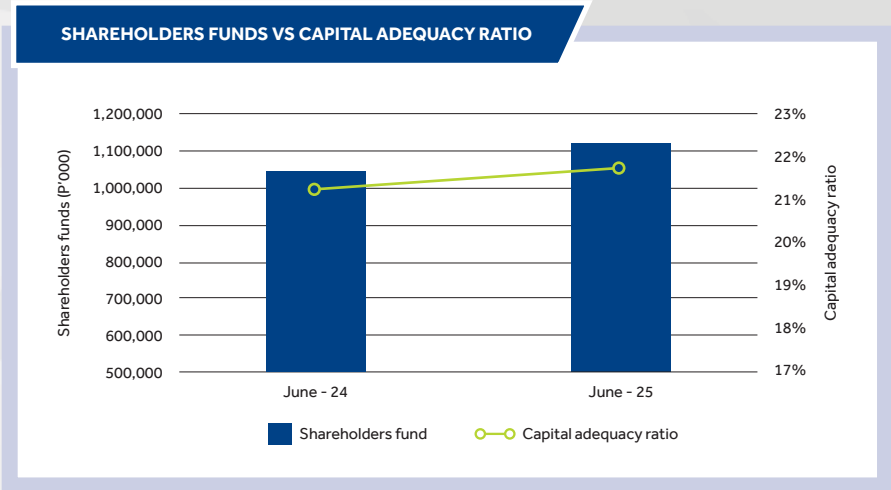
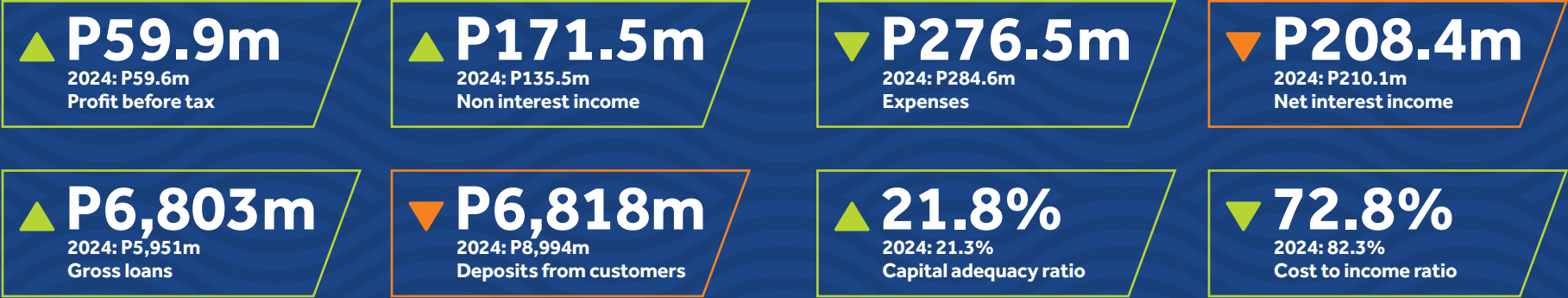


Access Bank Botswana

UNAUDITED SUMMARISED
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2025



Key Financial Highlights



ECONOMY AND ENVIRONMENT

According to the IMF's report- World Economic Outlook (WEO) of April 2025, global growth is projected to fall from an estimated 3.3 percent in 2024 to 2.8 percent in 2025, before recovering to 3 percent in 2026. Global headline inflation is expected to decline at a pace that is slightly slower than was expected in January 2025, reaching 4.3 percent in 2025 and 3.6 percent in 2026, with notable upward revisions for advanced economies and slight downward revisions for emerging market and developing economies in 2025.

Botswana's economy is projected to decline by 0.4 percent in 2025, marking a second consecutive year of economic decline, according to the latest World Economic Outlook by the International Monetary Fund (IMF).

According to the Bank of Botswana April 2025 Monetary Policy Report, diamond prices are expected to continue trending downward in the short term due to weak global demand largely driven by economic challenges in key markets, such as China and the US. Moreover, the increased supply of lab grown diamonds and the growing popularity of gold as a safe haven commodity has contributed to the decline in diamond prices.

SUMMARY OF FINANCIAL PERFORMANCE

The bank maintained its recent consistency, noting another improvement in performance for half year 2025, still maintaining a solid return on deliberate investments while continuing to fortify its foundation for future growth in the current economic climate. A notable increase in top-line revenue was driven by a 27% surge in non-interest income, mostly driven by a rise in volumes and the increased utilization of digital channels. Investments in technology and human capital have enhanced operational stability while continuing to expand the bank's product offerings, which has proven critical in improving customer value proposition. This performance and the underlying target attainment is a testament to the bank's effective stewardship and strategic direction. The results of the continued steps in building a class leading institution are truly beginning to come to fruition.

INCOME STATEMENT

- Net Interest Income:** A slight reduction of 1% mostly through strong portfolio and liquidity management, despite an elevated cost of funding in the market the impact of this has been well maintained. Further an improvement on income came about from a 27% increase in non-interest revenue, this led to a 10% growth in total revenue (excluding the impact of expected credit loss). The bank's strategy continues to focus on growing its lending portfolio across corporate, commercial and business segments to support the growth of Botswana's economy, at the same time ensuring the continuous shifting of the deposit mix to support sustainable growth.
- Non-Interest Revenue:** A strong 27% increase year-on-year was noted to half year 2025. This growth was largely driven by improved volumes in the digital banking space. Trading income also grew by 41%, bolstered by increased transaction volumes, backed by the banks growing stable product offerings, vastly aiding the customer value proposition.
- Impairments:** The bank recorded a net impairment charge of P43 million, mostly brought about by challenges in the broader economic environment. The bank remains committed to supporting the nation in these economically challenging times.
- Operating Expenses:** Operating expenses decreased by 3% in the period as a result of strong cost containment measures and the continued realization of synergies derived belonging to a world class banking group. Despite increased investments in technology and human resources to support growth, the bank managed to keep costs well managed.

BALANCE SHEET

Total assets marginally increased by 0.3% from December 2024, with robust growth noted on the loan book, following the realization of key strategic relationships. Deposits reduced by 6% compared to December 2024, due to continued efforts in ensuring funding efficiency which were necessitated by significant market liquidity constraints. The bank is well-positioned to capitalize on upcoming opportunities, with plans to introduce market-leading enhancements to its deposit offerings.

CAPITAL ADEQUACY

The bank's capital adequacy ratio marginally increased from 21.3% to 21.8% as of June 2025. This level remains well above the regulatory minimum of 12.5%, positioning the bank for continued growth.

STRATEGIC FOCUS

Despite the current macroeconomic challenges, the bank's renowned resilience is still positioned for strategic success, not purely on commercial factors, but critically on aiding customers and stakeholders on their strategic journeys. Key to this will be expansion of enhancing digital banking solutions for both retail and corporate clients. The retail segment remains fixated on customer-centric banking solutions, while the corporate, commercial, and business banking sectors will continue to empower enterprises of all sizes to drive economic growth. As the bank trails its strategic growth journey, management remains committed to enhancing its digital capabilities to ensure optimization of operational efficiencies and quite simply, to make banking easier for our customers.


BOARD CHANGES

In March 2025, Access Bank Botswana appointed Mr. Davis Tele as a new Board Member. Mr. Davis Tele brings extensive experience and the necessary skill sets to support the bank's ambitious growth trajectory.

Access Bank Botswana saw the retirement of two distinguished board members: Ms. Lorato Mosethlhanyane and Mr. Joshua Galeforolwe. Ms. Mosethlhanyane, who served as the Board Chairperson, along with Mr. Galeforolwe, the Chairperson of the Remuneration Committee have made a significant contribution to the growth of the business in Botswana. The bank expresses its heartfelt appreciation to the outgoing board members for their exceptional leadership, strategic guidance, and steadfast commitment to the bank's growth and successful brand transition.

ACKNOWLEDGEMENT

We extend our sincere gratitude to our customers, stakeholders, leadership, and the entire Access Bank staff for their unwavering support without whom none of what we do is possible. Special thanks go out to our customers, regulators, and partners, whose continued collaboration has been instrumental to the bank's success.


Mr. Boiki Matema Wabo Tema
Chairman


Mr. Sheperd Aisam
Managing Director

Access Bank Botswana Limited Unaudited Summarised Consolidated Statements of Profit or Loss and Other Comprehensive income
for the period ended 30 June 2025

	30 June	30 June	
	2025	2024	% Change
	P'000	P'000	
Effective interest and similar income	431,657	445,835	(3%)
Effective interest expense and similar charges	(223,229)	(235,733)	5%
Net interest income	208,428	210,102	(1%)
Changes in expected credit losses and other credit impairment	(43,485)	(1,445)	(2909%)
Net interest income after loan impairment charges	164,943	208,657	(21%)
Net trading income	24,211	17,187	41%
Net fee and commission income	147,296	118,330	24%
Total net revenue	336,450	344,174	(2%)
Personnel expenses	(123,510)	(103,016)	(20%)
General and administrative expenses	(95,259)	(120,084)	21%
Depreciation and amortisation expenses	(21,724)	(25,336)	14%
Other operating expenses	(36,026)	(36,116)	0%
Total operating expenses	(276,519)	(284,552)	3%
Profit before tax	59,931	59,622	1%
Direct tax	(18,678)	(19,672)	5%
Profit for the year	41,253	39,950	3%
Other comprehensive income for the year			
Changes in revaluation of property	-	-	-
Deferred tax effect on the above	-	-	-
Other comprehensive income	-	-	-
Total comprehensive income for the year	41,253	39,950	3%
Earnings per share			
Basic and diluted earnings per share (thebe)	5.69	5.51	
Headline earnings per share			
Basic and diluted headline earnings per share (thebe)	5.69	5.51	

Access Bank Botswana Limited Unaudited Summarised Consolidated Statements of Financial Position
as at 30 June 2025

	30 June	30 June	31 December
	2025	2024	2024
	P'000	P'000	P'000
ASSETS			
Cash and balances with the central bank	136,980	1,017,593	621,903
Balances with other banks	1,085,852	1,177,799	1,203,115
Balances due from related parties	-	383,262	140,491
Investment securities	1,705,113	2,369,096	1,796,122
Derivative financial assets	3,411	-	4,744
Loans and advances to customers	6,547,724	5,722,715	5,711,480
Current tax receivable	26,565	19,630	8,131
Other assets	385,184	240,599	359,466
Property and equipment	150,643	161,092	165,815
Intangible assets	51,287	40,810	49,818
Deferred tax asset	9,949	-	9,407
Total assets	10,102,708	11,132,596	10,070,492
LIABILITIES			
Balances due to related parties	-	-	49,473
Deposits from banks	1,017,129	-	570,813
Deposits from customers	6,817,864	8,993,904	7,258,555
Derivative financial liabilities	2,995	-	547
Other liabilities	321,532	246,491	269,132
Borrowed funds	831,441	839,278	851,478
Deferred tax liability	-	391	-
Total liabilities	8,990,961	10,080,064	8,999,998
EQUITY			
Stated capital	222,479	222,479	222,479
Retained earnings	872,326	813,895	831,073
Revaluation reserve	10,851	10,067	10,851
Other reserves	6,091	6,091	6,091
Total equity	1,111,747	1,052,532	1,070,494
Total equity and liabilities	10,102,708	11,132,596	10,070,492

Access Bank Botswana Limited Unaudited Summarised Consolidated Statement of Changes in Equity
for the period ended 30 June 2025

	Stated capital	Other reserves	Revaluation reserve	Retained earnings	Total Equity
	P'000	P'000	P'000	P'000	P'000
Balance at 1 January 2024	222,479	6,091	10,067	802,945	1,041,582
Profit for the period	-	-	-	100,128	100,128
Other comprehensive income					
Revaluation of land and buildings	-	-	1,005	-	1,005
Deferred tax on revaluation of land and buildings	-	-	(221)	-	(221)
Total other comprehensive income	-	-	784	-	784
Total Comprehensive income	-	-	784	100,128	100,912
Transactions with owners of the group					
Dividend declared	-	-	-	(43,000)	(43,000)
Dividend declared and paid	-	-	-	(29,000)	(29,000)
Total other movements in reserves	-	-	-	(72,000)	(72,000)
At 31 December 2024	222,479	6,091	10,851	831,073	1,070,494
Balance at 1 January 2025	222,479	6,091	10,851	831,073	1,070,494
Profit for the period	-	-	-	41,253	41,253
Other comprehensive income					
Revaluation of land and buildings	-	-	-	-	-
Deferred tax on revaluation of land and buildings	-	-	-	-	-
Total other comprehensive income	-	-	-	-	-
Total Comprehensive income	-	-	-	41,253	41,253
Transactions with owners of the group					
Dividend declared and paid	-	-	-	-	-
Total other movements in reserves	-	-	-	-	-
Balance at 30 June 2025	222,479	6,091	10,851	872,326	1,111,747

Member of the Deposit Insurance Scheme of Botswana.

Access Bank Botswana Limited Unaudited Summarised Consolidated Statement of Cash Flows
for the period ended 30 June 2025

	30 June	30 June
	2025	2024
	P'000	P'000
Cash flows from operating activities		
Profit before tax	59,931	59,622
Adjusted for:		
Depreciation and amortisation	21,724	25,335
Impairment losses/(credit) on financial assets	43,485	1,445
Tax (paid)/refund	(25,311)	(13,153)
Unrealised exchange losses/gains	-	(9,507)
Cash flows from operating activities before changes in operating assets and liabilities	99,829	63,742
Movement in operating assets / liabilities:		
Loans and advances to customers	(849,411)	407,584
Balances due from related parties	-	-
Other assets	327,939	(40,117)
Deposits from customers and banks	5,624	1,245,115
Other liabilities	41,320	(1,281)
Balances due to related parties	-	(5,908)
Cash generated from operations	(374,699)	1,669,135
Cash flows from investing activities		
Disposal / (Purchase) of property and equipment	(4,903)	(5,392)
Purchase of intangible assets	(9,501)	(7,161)
Net additions to debt instruments	119,623	36,043
Net cash (used in)/generated investing activities	105,219	23,490
Cash flows from financing activities		
Dividend paid	(43,000)	(29,000)
Proceeds from borrowed funds	(26,692)	(14,533)
Payment of lease liabilities	(7,696)	(7,354)
Net cash generated from financing activities	(77,388)	(50,887)
Net (decrease) / increase in cash and cash equivalents	(346,868)	1,641,738
Cash and cash equivalents at beginning of the period	1,583,803	2,198,176
Effect of exchange rate fluctuations on cash balances	(14,103)	(84)
Cash and cash equivalents for the period	1,222,832	3,839,830
Cash and cash equivalents comprised of:		
Cash and balances with the Central Bank	136,980	1,017,593
Balances with other banks	1,085,852	1,177,799
Balances due from related parties	-	383,262
Investment securities	-	1,261,176
	1,222,832	3,839,830

General information

Access Bank Botswana Limited ("Access Bank" or "the Bank") provides corporate banking, retail and treasury activities. The company is a limited liability company and is incorporated and domiciled in Botswana (registration number C086/384). A 100% owned subsidiary company of Access Bank, Kaleu (Pty) Ltd was registered as an insurance agency in 2012. The registered address of the Group and company is Plot 62433, Access House, Fairgrounds Office Park, Private Bag 00303, Gaborone. The Group's holding company is Access Bank plc with a shareholding of 70%. Access Bank Botswana Limited was listed on the Botswana Stock Exchange on 13 December 2018.

The consolidated summarised financial statements for the period ended 30 June 2025 have been approved for issue by the members of the Board on 25th September 2025. Neither the members of the Board nor others have the power to amend financial statements after issue.

1. Basis of presentation
1.1. Statement of compliance

Accounting policies

The financial statements comprise the statement of profit or loss and other comprehensive income showing as one statement, the statement of financial position, the statement of changes in equity, the statement of cash flows and the notes.

The Group's financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS). The financial statements have been prepared on the historical cost basis, except for revaluation of property , plant and equipment and certain financial instruments which are measured at fair value. The bank has consistently applied the accounting policies, where necessary, the Bank adjusts comparative figures to conform to changes in presentation in the current year. The principal accounting policies applied are disclosed in the annual financial statements.

New Accounting Standards and Changes in Accounting policies

Effective 1 January 2025 - Amendments to IAS 21, 'The Effects of Changes in Foreign Exchange Rates' - Lack of Exchangeability (Amendments to IAS 21)

An entity is impacted by the amendments when it has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations.

This amendment did not have a have a significant impact on the financial statements of the Group.

Effective 1 January 2026 - Amendment to IFRS 9, "Financial Instruments" and IFRS 7, "Financial Instruments: Disclosures" - Classification and Measurement of Financial Instruments

These amendments:

- clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system;
- clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion;
- add new disclosures for certain instruments with contractual terms that can change cash flows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets); and
- make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).

This amendment did not have a have a significant impact on the financial statements of the Group and is not yet effective.

Effective 1 January 2027 - IFRS 18, 'Presentation and Disclosure in Financial Statements'

The objective of IFRS 18 is to set out requirements for the presentation and disclosure of information in general purpose financial statements (financial statements) to help ensure they provide relevant information that faithfully represents an entity's assets, liabilities, equity, income and expenses.

IFRS 18 replaces IAS 1 'Presentation of Financial Statements' and focuses on updates to the statement of profit or loss with a focus on the structure of the statement of profit or loss; required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.

Many of the other existing principles in IAS 1 are retained, with limited changes. IFRS 18 will not impact the recognition or measurement of items in the financial statements, but it might change what an entity reports as its 'operating profit or loss'.

This amendment did not have a have a significant impact on the financial statements of the Group and is not yet effective.

Use of estimates and judgements

The preparation of consolidated financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the bank's accounting policies. The areas involving a higher degree of judgment or complexity or areas where assumptions and estimates are significant to the financial statements are disclosed, in the annual financial statements.

The critical accounting estimates and areas of judgement relate to the following elements of the summarised financial results:

- / Impairment of financial instruments: key assumptions used in estimating recoverable cash flows
- / Determination of the fair value of financial instruments with significant unobservable inputs
- / Determination of the fair value of land and buildings with significant unobservable inputs

2. Stated Capital

The issued share capital of the bank comprises of 725 000 000 ordinary shares which are 70% owned by Access Bank PLC. There has been no change in the bank's stated capital during the period.