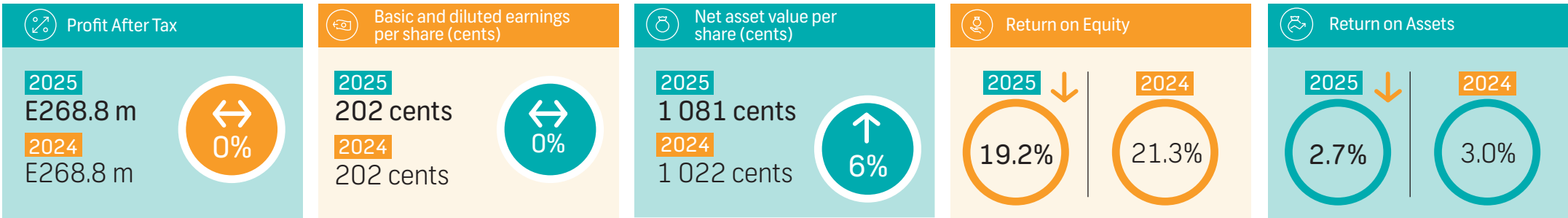




First National Bank of Eswatini Limited

Abridged Annual Financial Statements for the Year Ended 30 June 2025

First National Bank of Eswatini Limited
Incorporated in the Kingdom of Eswatini
Registration Number: 24/1988
Listed on the Eswatini Stock Exchange (ESE)
ISIN Code: SZE000331064
ESE Share Code: FNBE



Abridged Statement of Comprehensive Income for the year ended 30 June 2025	2025 E'000	2024 E'000
Interest and similar income	969 012	843 945
Interest expense and similar charges	(426 788)	(360 809)
Net interest income before impairments	542 224	483 136
Expected credit gains on investment securities	4 779	5 398
Impairment of advances	(28 897)	(9 136)
Net interest income after impairment of advances	518 106	479 398
Non-interest revenue	579 205	528 260
Income from operations	1 097 311	1 007 658
Operating and administration expenses	(709 357)	(598 924)
Income before indirect tax	387 954	408 734
Indirect tax	(41 295)	(44 039)
Profit before income tax	346 659	364 695
Income tax expense	(77 875)	(95 891)
Profit for the year	268 784	268 804
OTHER COMPREHENSIVE INCOME		
Items that may not subsequently be reclassified to profit or loss		
Re-measurements on defined benefit post-employment plans	-	6 462
Actuarial gains for the year	-	8 913
Deferred income tax on gains arising during the year	-	(2 451)
Total Comprehensive Income	268 784	275 266

Abridged Statement of Cash Flows for the year ended 30 June 2025	2025 E'000	2024 E'000
Cash flow from operating activities	363 610	369 283
Income tax paid	(85 997)	(107 078)
Net cash flow from operations before changes in operating assets and liabilities	277 613	262 204
Net cash flow from operating assets and liabilities	352 043	80 141
Net cash flow (outflow)/inflow from operating activities	629 656	342 345
Net cash flow inflow/outflow from investing activities	(206 023)	(180 053)
Net cash flow outflow from financing activities	(204 215)	(180 873)
Net decrease in cash and short-term funds	219 418	(18 581)
Cash and cash equivalent at beginning of the year	1 111 598	1 129 540
Effect of exchange rate changes on cash and cash equivalents	-	639
Cash and cash equivalent at end of the year	1 331 016	1 111 598

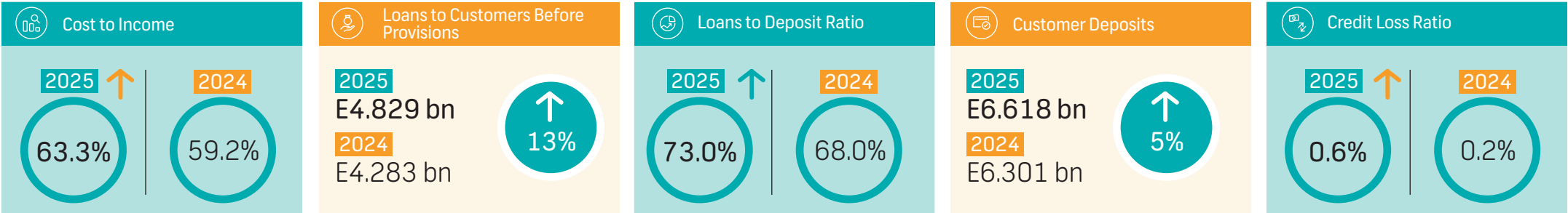
The abridged financial statements have been approved by the Board of Directors on 19 August 2025 and are signed on its behalf by:	
Thokozani H Dlamini Chief Executive Officer	Njabulo Dlamini Chief Financial Officer
The Annual General Meeting (AGM) is scheduled for 31 October 2025. The AGM Notice with the Audited Annual Financial Statements will be distributed to shareholders by 08 October 2025.	
The Board of Directors and Management of FNB Eswatini confirm their commitment to the principles of good corporate governance as stated in the King IV Report and the Central Bank of Eswatini Corporate Governance Guidelines, 2017.	
Directors : JV Ndlangamandla (Chairman), TH Dlamini (CEO), DE Wright, SL Baisdon, EB Arden, JM Gule, LJ Haynes, S Gumbi, VJ Monadjem, SS Tsabedze, GN Motsa	
Company Secretary: H Msibi	

Abridged statement of Financial Position as at 30 June 2025	2025 E'000	2024 E'000
ASSETS		
Cash and cash equivalents	1 331 016	1 111 598
Derivative financial instruments	19 603	16 935
Accounts receivable	114 286	80 577
Investment securities and other investments	1 501 668	1 297 020
Advances	4 703 013	4 150 240
Amounts due from related parties	2 239 597	2 666 602
Current income tax asset	14 466	5 932
Property and equipment	325 807	339 055
Intangible Assets	2 679	-
Deferred income tax asset	40 103	40 515
Total assets	10 292 238	9 708 474
EQUITY		
Capital and reserves attributable to equity holders of the parent		
Share capital	26 600	26 600
Share premium	2 686	2 686
Other reserves	371 813	339 715
Retained earnings	1 036 100	989 885
Total equity	1 437 199	1 358 886
LIABILITIES		
Derivative financial instruments	15 532	13 633
Accounts payable	174 139	158 882
Deposits	6 618 392	6 300 557
Amounts due to related parties	1 996 677	1 820 724
Lease liability	3 963	12 700
Provision for other liabilities and charges	46 336	43 092
Total liabilities	8 855 039	8 349 588
Total equity and liabilities	10 292 238	9 708 474

Abridged Statement of Changes in Equity for the year ended 30 June 2025	2025 E'000	2024 E'000
Balance at the beginning of the year	1 358 886	1 169 154
Repurchase of non-redeemable preference shares	-	(1 042)
Profit for the year	268 784	268 804
Other comprehensive Income	-	6 462
Dividends paid	(190 471)	(84 492)
Balance at the end of the year	1 437 199	1 358 886

Independent Auditor's Review Report on Financial Statements
PricewaterhouseCoopers, First National Bank of Eswatini Limited's independent auditors, have audited the financial statements of First National Bank of Eswatini Limited and have expressed an unmodified audit opinion on the financial statements. The abridged financial statements have been derived from the audited financial statements and comprise the abridged statement of financial position as at 30 June 2025, abridged statement of comprehensive income, abridged statement of changes in equity and abridged statement of cash flows for the year ended 30 June 2025. The audited financial statements and audit report thereon are available for inspection at First National Bank of Eswatini Limited's registered office. The audited financial statements do not necessarily report on all the information contained in this announcement. For a better understanding of the bank's financial position and the statements of its operations for the year, these abridged financial statements should be read in conjunction with the audited financial statements from which the abridged financial statements were derived, and the audit report thereon.
PricewaterhouseCoopers

Commentary on Performance
Operating Environment
These results have been achieved in an operating environment that has shown signs of stability across key economic indicators that traditionally influence performance. Inflation remained low for most part of the financial year, prompting an accommodative monetary policy stance of three discount rate cuts during the financial year. The bank's advances book continued to grow in line with the growth observed in overall credit extension to the private sector. Structural challenges such as high youth unemployment and limited economic diversification continue to weigh on long-term growth potential.
Statement of financial position
Gross advances grew 13% year on year demonstrating increased through credit extension across all product lines particularly overdrafts, term loans and leases. Deposits have grown by 5% year on year largely driven by current and call accounts reflecting. Continued focus on funding advances pipeline for growth. Loans to Deposit Ratio has grown to 73.2% Total Assets rose to E10.292 billion reflecting a 6% growth year on year reflecting robust balance sheet growth.
Financial Performance
Post Tax Earnings remained flat year on year while profit before tax declined 5%. Total Income grew 9%. Resilient Net Interest Income Growth of 12% driven by advances growth and optimisation of financial assets. Despite credit impairment ratios increasing to 0.6% (2024: 0.2%), they still remain in line with industry experience.
Non-Interest Revenue grew by 10% supported by robust active customer acquisition and increased utilization of our self-service channels. FNB's eWallet remains a trusted channel in helping Emaswati facilitate low value domestic payments and continues to experience growth in volumes year on year. Enhancing our customers experience remains a key strategic objective for the bank through solutions that bring ease and convenience.
FNB Eswatini continues to prioritize investment in its people, platforms and infrastructure to build capabilities and capacity to improve customer experience. A key milestone achieved by the bank is the successful migration of the CMA low value electronic payments to Forex platforms and the first phase of the Eswatini Payment Switch to enable fast payments between banks. The bank will continue to dedicate resources to these national initiatives to enable interoperability of its solutions. These increased investments have led to an increase of 18% in operating expenses, but expectations are that this will normalize over the foreseeable future. The bank has instituted a rigorous operational optimization program to contain cost growth in expenses and align resources towards value generation through continued automation and process re-engineering.
Outlook
The bank's total equity position at E1.437 billion is well above regulatory capital adequacy requirements and demonstrates that the bank is well capitalized to absorb future volatility and support positive long-term growth. The bank remains committed to fostering shared prosperity and financial inclusion.



Auditors	Sponsoring Broker	Transfer Secretaries	Registered office
PricewaterhouseCoopers Rhus Office Park Karl Grant Street Mbabane	alphsz securities 3 rd Floor Fincorp Building Cnr Gwamile & Dabede Street Mbabane	SNG Grant Thornton SNG Grant Thornton Eswatini Proprietary Limited Umkhiwa House Lot 195 Karl Grant Street Mbabane	First National Bank of Eswatini Limited The Offices Complex Corner, MR103 Road & Swaki Street Ezulwini, Eswatini