

SUMMARY FINANCIAL INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2016

The directors present the summary financial information of Zenith Bank Plc and its subsidiary companies (together the "Group") for the year ended 31 December 2016. These summary financial information are derived from the full financial statements for the year ended 31 December 2016 and are not the full financial statements of the Group and the Bank. The full financial statements, from which these summary financial information were derived, will be delivered to the Corporate Affairs Commission within the required deadline. The Bank's Auditors issued an unqualified audit opinion on the full financial statements for the year ended 31 December 2016 from which these summary financial information were derived.

CONSOLIDATED AND SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2016	Group 2016	Group 2015	Bank 2016	Bank 2015
<i>In millions of Naira</i>				
Gross earnings	507,997	432,535	454,808	396,653
Interest and similar income	384,557	348,179	343,556	317,419
Interest and similar expense	(144,378)	(123,597)	(131,910)	(114,936)
Net interest income	240,179	224,582	211,646	202,483
Impairment loss on financial assets	(32,350)	(15,673)	(26,295)	(11,091)
Net interest income after impairment loss on financial assets	207,829	208,909	185,351	191,392
Fee and commission income	68,444	60,904	55,619	50,313
Trading income	28,398	18,150	28,398	17,884
Other income	26,598	5,302	27,235	11,037
Share of profit of associates	-	228	-	-
Depreciation of property and equipment	(9,679)	(9,188)	(8,664)	(8,472)
Amortisation of intangible assets	(1,435)	(1,239)	(1,375)	(1,129)
Personnel expenses	(69,042)	(67,522)	(62,235)	(62,428)
Operating expenses	(94,365)	(89,928)	(84,402)	(83,377)
Profit before income tax	156,748	125,616	139,927	115,220
Income tax expense	(27,096)	(19,953)	(20,642)	(16,436)
Profit after tax	129,652	105,663	119,285	98,784
Other comprehensive income:				
Items that will never be reclassified to profit or loss:				
Fair value movements on equity instruments	6,636	(1,752)	6,636	(1,752)
Items that are or may be reclassified to profit or loss:				
Foreign currency translation differences for foreign operations	30,338	637	-	-
Other comprehensive income for the year	36,974	(1,115)	6,636	(1,752)
Total comprehensive income for the year	166,626	104,548	125,921	97,032
Profit attributable to:				
Equity holders of the parent	129,434	105,531	119,285	98,784
Non-controlling interest	218	132	-	-
Total comprehensive income attributable to:				
Equity holders of the parent	166,236	104,467	125,921	97,032
Non-controlling interest	390	81	-	-

Key financial information:

Earnings per share (Basic and diluted)	412 k	336 k	380 k	315 k
Dividend per share (proposed)	2.02k	180k	190k	180k
Total non-performing credit facilities (N'millions)	71,374	44,896	57,577	30,871
Total non-performing credit facilities to total credit facilities (%)	3.0%	2.2%	2.6%	1.6%

Customer complaints in financial statements for the year ended 31 December 2016

Description	Number	Amount claimed	Amount refunded
<i>In millions of Naira</i>			
Pending complaint brought forward	64	14,569	774
Received complaints	343	2,465	624
Resolved complaints	253	15,462	1,387
Unresolved complaints escalated to CBN for intervention	-	-	-
Unresolved complaints pending with the bank carried forward	-	-	-
Unresolved complaints carried forward	154	1,572	11

CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

AS AT 31 DECEMBER 2016	Group 2016	Group 2015	Bank 2016	Bank 2015
<i>In millions of Naira</i>				
Assets				
Cash and balances with central banks	669,058	761,561	627,385	735,946
Treasury bills	557,359	377,928	463,787	330,900
Assets pledged as collateral	328,343	265,051	325,575	264,320
Due from other banks	459,457	272,194	354,405	266,894
Derivative assets	82,860	8,481	82,860	8,481
Loans and advances	2,289,365	1,989,313	2,138,132	1,849,225
Investment securities	199,478	213,141	118,622	150,724
Investment in subsidiaries	-	-	33,003	33,003
Investment in associates	-	530	-	90
Deferred tax assets	6,440	5,607	6,041	5,131
Other assets	37,536	22,774	35,410	21,673
Property and equipment	105,284	87,022	94,613	81,187
Intangible assets	4,645	3,240	3,903	2,753
Total assets	4,739,825	4,006,842	4,283,736	3,750,327
Liabilities				
Customers' deposits	2,983,621	2,557,884	2,552,963	2,333,017
Derivative liabilities	66,834	384	66,834	384
Current income tax payable	8,953	3,579	6,927	2,534
Deferred income tax liabilities	45	19	-	-
Other liabilities	208,680	205,062	243,736	212,636
On-lending facilities	350,657	286,881	350,657	286,881
Borrowings	263,106	258,862	292,802	268,111
Debt securities issued	153,464	99,818	153,464	99,818
Total liabilities	4,035,360	3,412,489	3,667,383	3,203,381
Capital and reserves				
Share capital	15,698	15,698	15,698	15,698
Share premium	255,047	255,047	255,047	255,047
Retained earnings	267,008	200,115	218,507	160,408
Other reserves	165,729	122,900	127,101	115,793
Attributable to equity holders of the parent	703,482	593,760	616,353	546,946
Non-controlling interest	983	593	-	-
Total shareholders' equity	704,465	594,353	616,353	546,946
Total liabilities and equity	4,739,825	4,006,842	4,283,736	3,750,327

The financial statements were approved by the Board of Directors for issue on 24 January, 2017 and signed on its behalf by:

Jim Ovia, CON (Chairman)
FRC/2013/CIBN/00000002406

Peter Amangbo (Group Managing Director and Chief Executive)
FRC/2013/ICAN/00000001310

Ebenezer Onyeagwu (Deputy Managing Director)
FRC/2013/ICAN/00000003788

Stanley Amuchie (Chief Financial Officer)
FRC/2013/MULTI/00000001063



INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL INFORMATION

To the Shareholders of Zenith Bank Plc

Opinion

The summary financial statements, which comprise the statement of financial position as at 31 December 2016, and the statement of profit or loss and other comprehensive income, are derived from the audited financial statements of Zenith Bank Plc ("the Bank") and its subsidiaries (together, "the Group") for the year ended December 31, 2016.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with the Companies and Allied Matters Act, Cap C.20, Laws of the Federation of Nigeria, 2004, the Financial Reporting Council of Nigeria Act, 2011, the Banks and other Financial Institutions Act, Cap B3, Laws of the Federation of Nigeria, 2004 and relevant Central Bank of Nigeria (CBN) Guidelines and Circulars.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by the International Financial Reporting Standards, the Companies and Allied Matters Act, Cap C.20, Laws of the Federation of Nigeria, 2004, the Financial Reporting Council of Nigeria Act, 2011, the Banks and Other Financial Institutions Act, Cap B.3, Laws of the Federation of Nigeria 2004 and other relevant Central Bank of Nigeria guidelines and circulars applied in the preparation of the audited financial statements of the Bank and the Group. Reading the summary financial information, therefore, is not a substitute for reading the audited financial statements of the Bank and the Group.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 3 February 2017. That report also includes the communication of key audit matters.

Directors' Responsibility for the Summary Financial Statements

The Directors are responsible for the preparation of a summary of the audited financial statements in accordance with the Companies and Allied Matters Act, Cap C.20, Laws of the Federation of Nigeria, 2004, and the Banks and Other Financial Institutions Act, Cap B.3 and the Laws of the Federation of Nigeria 2004.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), *Engagements to Report on Summary Financial Statements*.

Report on Other Legal and Regulatory Requirements

Compliance with Section 27 (2) of the Banks and the other Financial Institutions Act of Nigeria and Central Bank of Nigeria circular BSD/1/2004.

The Bank and the Group paid penalties in respect of contravention of the Central Bank of Nigeria guidelines during the year ended 31 December 2016.

Signed:

Ayodele H. Othiwa, FCA
FRC/2012/ICAN/00000000425
For: KPMG Professional Services
Chartered Accountants
3 February 2017
Lagos, Nigeria



The above summarized financial statements and report of the independent auditor are published in accordance with the requirements of S. 27 of the Banks and Other Financial Institutions Act.

Directors | Jim Ovia, CON (Chairman), Peter Amangbo (Group Managing Director/Chief Executive Officer), Alhaji Baba Tela, Mr. Jeffrey Efeyini, Prof. Chukuka Enwemeka, Prof. Oyewusi Ibidapo-Obe, Mr. Gabriel Ukpeh, Adaora Umeoji (Deputy Managing Director), Ebenezer Onyeagwu (Deputy Managing Director), Olusola Oladipo (Executive Director), Umar Ahmed Shuaib (Executive Director)