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BANK OF ABYSSINIA

2014/15 ANNUAL REPORT



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PREPAID CARD
withdraw up to 4,000 Birr



DEBIT CARD
withdraw up to 10,000 Birr



GOLD CARD
withdraw up to 15,000 Birr



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my Choice



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BANK OF ABYSSINIA S.C

Vision

As “Abyssinia” is the ancient name of our great nation and that of the pioneer Bank of the land, the vision of the Bank of Abyssinia (BoA) is to live up to this legacy through continuous innovation and provision of world-class banking services.

Mission

The mission of the BoA is to provide full-fledged domestic and international banking services through qualified and motivated employees, utilization of modern technology, and through socially and ecologically responsible practices, as well as ensuring profitability and growth.

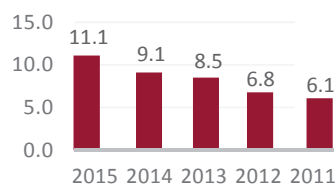
Values

We at the BoA are guided by the following values:

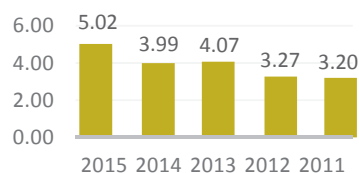
Integrity, Honesty and Loyalty
Efficient Customer Service
Commitment
Equal Employment Opportunity
Employee Satisfaction
Team Spirit
Good Corporate Governance
Social Responsibility
Innovation
Fair Return to Shareholders

Operational Highlights (FY 2010/11 – 2014/15)

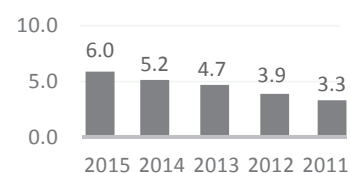
Growth in Total Deposits
(In Billions of Birr)



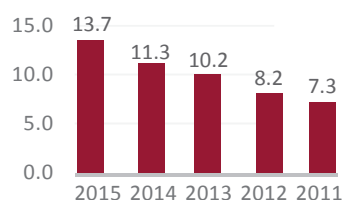
Growth in FCY
(In Billions of Birr)



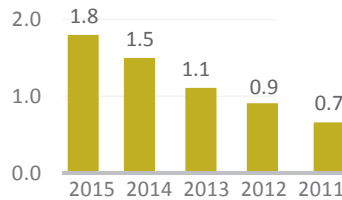
Growth in Total Loans
(In Billions of Birr)



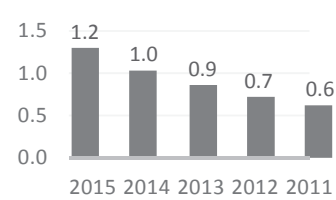
Growth in Total Assets
(In Billions of Birr)



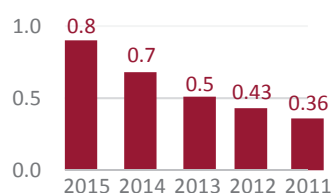
Growth in Total Capital
(In Billions of Birr)



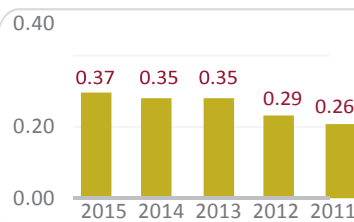
Growth in Total Income
(In Billions of Birr)



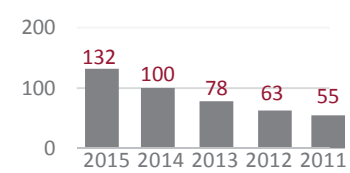
Growth in Total Expense
(In Billions of Birr)



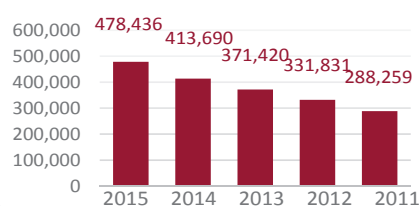
Gross Profit Before Tax
(In Billions of Birr)



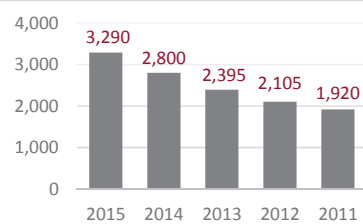
Growth in Number of Branches



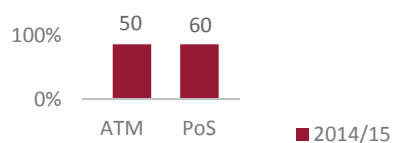
Growth in Number of Depositors



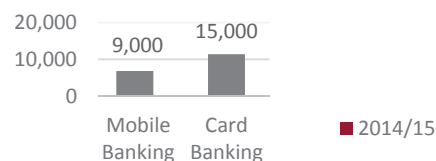
Growth in Staff Strength



Number of ATM and PoS Machines in Use

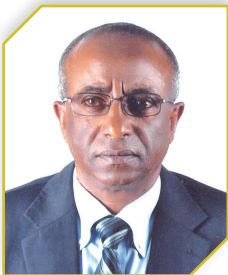


Number of Mobile and Card Banking Users





Ato Messeret Taye
Board Chairperson



Ato Andualem Demesachew
Board Director



Ato Belay Gemechu
Board Director



Ato Bahru Mossa
Board Director



Ato Berhanu Jijo
Board Director

BANK OF ABYSSINIA S.C
BOARD OF DIRECTORS



Ato Biruk Tesfaye
Board Director



Ato Solomon Girma
Board Director



Ato Tilaye Tegegn
Board Director



Dr. Getachew Teka
Board Director

Message of the Board Chairperson



Honorable Shareholders!

On behalf of the Board of Directors and myself, I am honored to present the 19th Annual Performance Report of the Bank of Abyssinia (BoA) S.C along with the “Audited Financial Statements” for the year ended 30 June, 2015.

The world economy has undergone unprecedented changes. IMF report on World Economic Outlook update issued in July 2015 indicated that global economic growth is projected at 3.3 percent in 2015 which is marginally lower than that of 2014, with a gradual pickup in advanced economies but a slowdown in emerging market and developing economies.

Despite this global economic scenario, Ethiopian economy has kept on performing well. Accordingly, reports from the Ministry of Finance and Economic Development (MoFED) and Central Statistical Agency (CSA) indicate that in the fiscal year 2014/15, the Ethiopian economy registered annual GDP growth rate of 10.2%; inflation has been contained at single digit level; an increasing number and volume of investment is flowing into the country; foreign exchange market remained stable; among others.

From the financial sector’s perspective, the regulatory body – the National Bank of Ethiopia (NBE), introduced directives related to branch and sub-branch opening, amendment on liquidity requirements of banks, fraud monitoring among others during the period under review.

Under this environment, BoA managed to register a total asset and capital level of Birr 13.67 billion and Birr 1.81 billion indicating a growth of 21.2% and 18.4%, respectively over the corresponding period last year. Its total deposits also reached Birr 11.12 billion rising by 22.2% as compared to the figure registered last year.

Similarly, the total outstanding loans and advances of the Bank stood at Birr 5.99 billion showing a 16.3% increase over the previous year’s balance. In addition, the Bank secured a total income of Birr 1.21 billion, but incurred a total expense of Birr 0.83 billion during the period under review. Thus, the gross profit before tax came out to be Birr 373.96 million surpassing that of the preceding fiscal year by Birr 22.5 million or 6.4%. To this end, the earnings per Birr 100 shares thereby became 27.84.

Honorable Shareholders!

As you may know, a number of banking models are evolving across the globe. For instance, multi-channel banking and digital ecosystems are ever changing. In the present context where the competition for resource mobilization among domestic banks is so stiff, applying customer-focused banking model becomes crucial for winning. Cognizant of this fact, BoA in the fiscal year 2014/15 launched the preparation of the 4th Five-Year Strategic Plan and Organizational Transformation Project by hiring



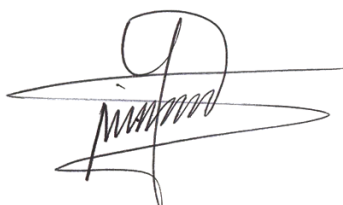
an international consultant named Deloitte Consulting Plc. The consultancy assignment is expected to bring about a paradigm shift on the overall business and operating model of the Bank and will help it to evolve as the best competing Bank in the industry.

Meanwhile, during the previous fiscal year the Bank purchased a 15-storey twin building at a cost of more than Birr 420 million from Saca Plc and the finishing work is well underway. In addition, during the just ended fiscal year it has also acquired other buildings on two sites located at African Avenue Road so as to launch the construction of offices for the Bank. It has also commenced the construction of a 1B+G+7 building for Belay Zeleke Road Branch during the stated period. On top of these, a redesigning work is being undertaken for the building to be built for Mexico Square Branch.

It should be underlined that all these results could not be achieved without the encouragement of all stakeholders, confidence and trust that our esteemed customers have on our Bank, unreserved guidance of NBE, leadership of the Management and relentless efforts of the entire staff of the Bank in which all deserve sincere gratitude.

Last but not least, I would like to convey my sincere thanks to my fellow members of the Board of Directors of the Bank for their commitment and dedication in directing the Management throughout the fiscal year to achieve this result.

Thank you all!



Messeret Taye

Chairman of Board of Directors



Ato Mulugeta Asmare
President



Ato Demissew Abebe
Vice President - Resources



Ato Sefi-Alem Liben
Vice President - Business &
Institutional Development



Ato Yoseph Kibret
Vice President - Information
Systems and Technology



Ato Anteneh Sebsebie
Asst. Vice President- Operations



BANK OF ABYSSINIA S.C
MEMBERS OF
EXECUTIVE MANAGEMENT



Ato Desta Bekalo
Asst. Vice President- Resources



Ato Muluken Nega
Executive Asst. to the President





Ato Abdulfetah Nuru
Director, E-Banking
Department & PMO



Ato Abreham Gebeyehu
Director-Corporate Planning
& Marketing Department



Ato Beruk Walellegn
Director-HR
Management Department



Ato Belayneh H/Meskel
Director-Procurement &
Property Administration
Department



Ato Dagne Kitaba
Director-Internal Audit
Department



Ato Daniel G/Medhin
Director-Credit Appraisal
& Assessment Department



Ato Dula Merera
Director-Legal & Recovery
Services Department



Ato Getahun Arega
Director-Engineering
Services Department



Ato Mulugeta Beza
Director-Finance &
Accounts Department



BANK OF ABYSSINIA S.C
MEMBERS OF
SENIOR MANAGEMENT



Ato Tefera Tolossa
Director- Information
Systems Department



Ato Tesfaye Abebe
Director-Credit Analysis
& R/Ship Mgt. Dep't



Ato Tsega Mesfin
Director-Retail Banking
Operations Department



W/ro Tsige Ayalew
Director-International
Banking Department



Ato Yohannes Argaw
Director-Risk
Management Department

Statement of the President



It is a privilege for me to present the Annual Report of the Bank of Abyssinia (BoA) on the operational performance for the financial year ended on June 30, 2015.

Dear Honorable Shareholders!

The fiscal year 2014/15 is the period in which the country's growth momentum has continued with stable and conducive macro-economic and business environment. From the financial sector's perspective, Banks have kept on their aggressive branch expansion effort; introduced different technology-based alternative delivery channels and other complementary banking services targeting different sections of the society. As a result, the competition among them for resource mobilization becomes stiffer.

The Bank of Abyssinia during its 19 years of existence has been growing steadily and expanding in its scale of operation in almost all measuring parameters. This has been achieved through applying different means of enhancing customer-focused banking services. So, all the activities executed during the current fiscal year focused on creating conducive situation for our esteemed customers.

In its pursuit of getting closer to its customers, the Bank has extended its outreach in different parts of the country during the reported fiscal year. To this end, the number of branches reached 132, showing a rise by 32 from the corresponding period last year.

As part of diversifying its delivery channels, the Bank commenced card and mobile banking services making use of its 50 ATM and 60 PoS machines located at branches, commercial centers and merchant sites. As a result, the number of mobile and card banking services users reached 9,000 and 15,000, respectively.

Likewise, during the fiscal year 2015/16 the Bank also envisages to scale up its operation and services by raising the number of branches and introducing additional delivery channels such as Agent and Internet Banking services.

On the other hand, the Bank created business relationships with eight Money Transfer Companies; relationship with three of them (i.e, MoneyGram, EzRemit and KAAH) began during the reviewed fiscal year. Also during the FY 2015/16 the Bank plans to form business relationship with additional new Money Transfer Companies and International Card Associations such as MasterCard and Visa Card. Along with the growth of the Bank's operations, the number of its staff also reached 3,290.

Meanwhile, during the stated period the Bank exerted unreserved efforts to scale up its customer base and the resource it mobilizes. To this effect, the amount of deposit mobilized stood at Birr 11.12 billion surpassing the previous year's balance by Birr 2.02 billion or 22.2%. The number of deposit account holders reached 478,436 exceeding last year's figure by 64,716 or 15.65%. The foreign currency mobilized during the stated period also reached Birr 5.02 billion recording a growth of Birr 1.03 billion (26%) over the corresponding period last year.

During the fiscal year under review, the Bank's loans and advances went up to Birr 5.99 billion indicating a rise by Birr 844 million or 16.3% from the position as at June 30, 2014. The Bank also managed to contain the level of its Non-Performing Loans (NPLs) at 2.7%. The total asset and capital of the Bank also went up to Birr 13.67 billion and Birr 1.81 billion mounting by 21.2% and 18.4%, respectively as compared to the corresponding period last year.

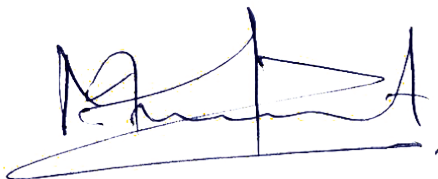
Similarly, the Bank secured a total income of Birr 1.21 billion registering annual growth of Birr 194.24 million (19.2%), but incurred a total expense of Birr 0.83 billion indicating an increase by Birr 171.8 million (25.9%) over the figure recorded same period last year. Thus, the gross profit before tax came out to be Birr 373.96 million surpassing that of the preceding fiscal year by Birr 22.5 million or 6.4%.

Respected shareholders! It is my pleasure to announce that the BoA is currently working with an International Consultant known as Deloitte Consulting Plc. in order to craft the 4th Five-Year Strategic Plan and Organizational Transformation Project which is believed to foster its continued growth and competitiveness in the banking industry. It is thus expected that a lot more initiatives will come up in a bid to implement the consultancy outputs.

Finally, on behalf of the Executive Management, committed employees of the Bank and myself, I would like to extend my earnest appreciation to the NBE for its guidance and support; to the Bank's honored customers, shareholders and others for their conviction in our Bank's strides; and employees for their relentless efforts to materialize its aspirations during the review period.

Last but not least, members of the Board of Directors also deserve special gratitude for the commendable effort they have exerted in giving direction and assistance to the Management within the scope of their duties and responsibilities.

Thank you,



Mulugeta Asmare

President

Report of the Board of Directors

The Board of Directors of the Bank of Abyssinia S.C (BoA) hereby presents the “audited financial statements” of the Bank for the FY that ended on June 30, 2015 to the Annual General Assembly of the Bank’s shareholders.

Accordingly, the highlights of major performances of the Bank during the year under review are summarized here under.

1. Operational Performance

1.1 Deposits

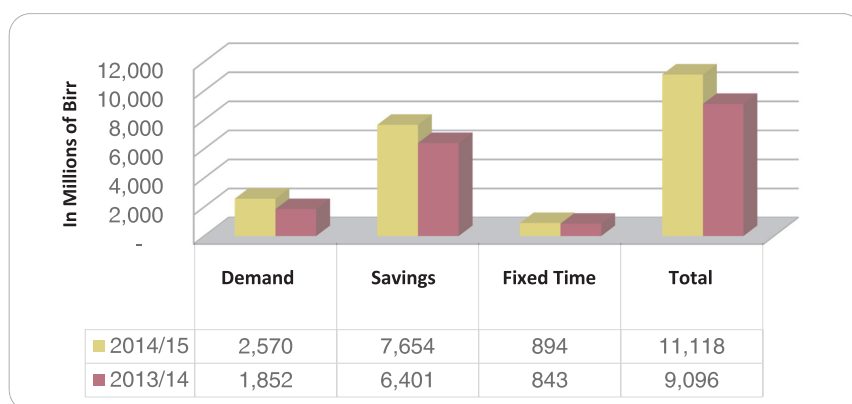
The deposit mobilization efforts of the Bank showed encouraging results in the fiscal year 2014/15 and thus the total deposit mobilized by the Bank has reached Birr 11.12 billion, registering an absolute growth of Birr 2.02 billion or 22.2% as compared to the total deposit balance of the previous fiscal year.

Moreover, growth was observed in all types of deposits. In this respect; savings, demand and time deposits registered Birr 1.25 billion (19.6%), Birr 718 million (38.8%) and Birr 51 million (6%) growth, respectively as compared to the preceding fiscal year.

Apart from this, the number of deposit account holders of the Bank went up by 64,746(15.7%) and reached 478,436 when compared against last year's position of 413,690.

Fig. 1 Total Deposits by Type

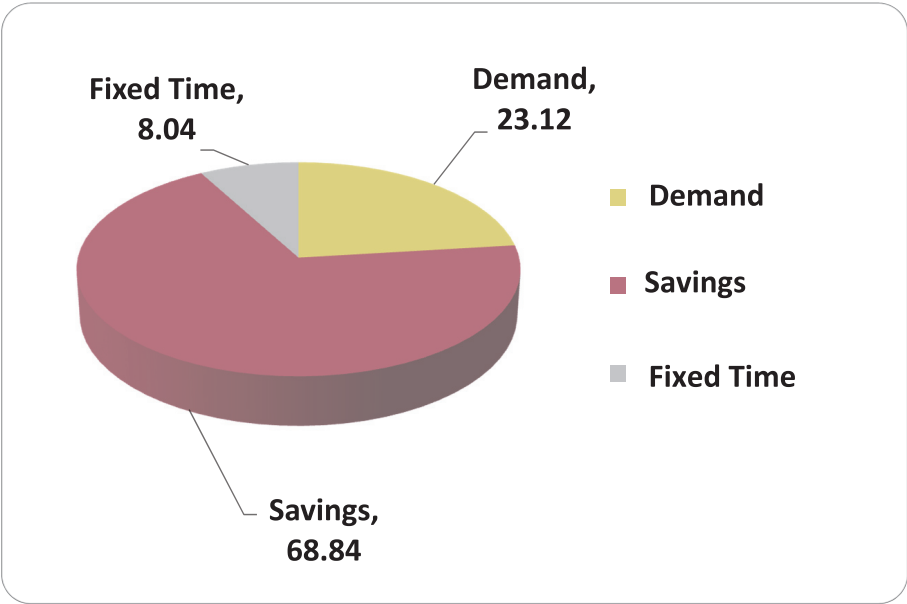
(In Millions of Birr)



During the review period, the share for savings, demand and time deposits from total outstanding deposits stood 68.84%, 23.12 % and 8.04%, respectively.



Fig.2. Percentage Share of Deposits

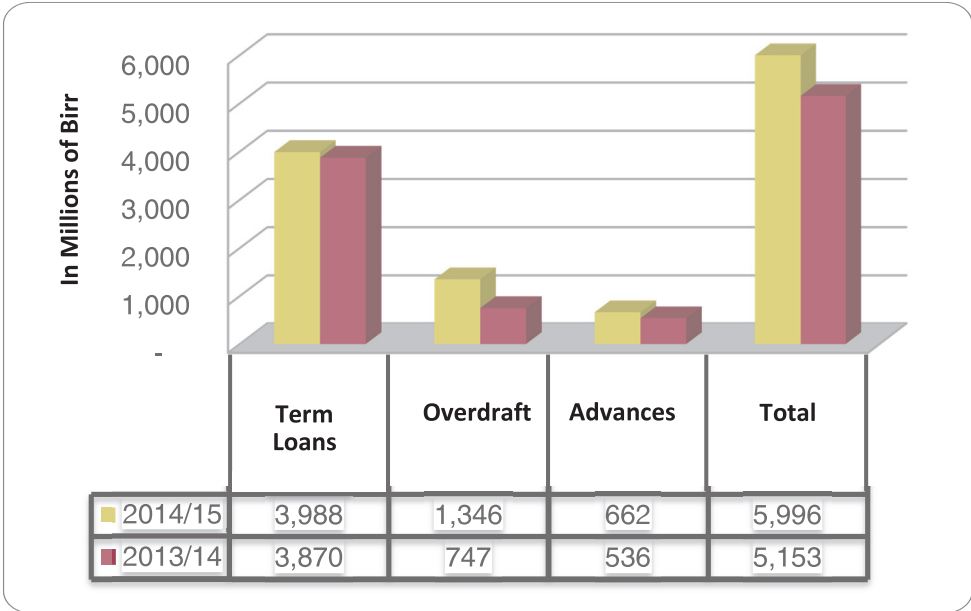


1.2 Loans and Advances

The total outstanding loans and advances of the Bank in the fiscal year 2014/15 stood at Birr 5.99 billion, surpassing the preceding fiscal year’s balance by Birr 844 million (16.4%). The increase in total outstanding loans from the preceding year was mainly registered from overdraft with Birr 599 million (80.2%), term loan with Birr 118 million (3%) and advances with Birr 126 million (23.6%).

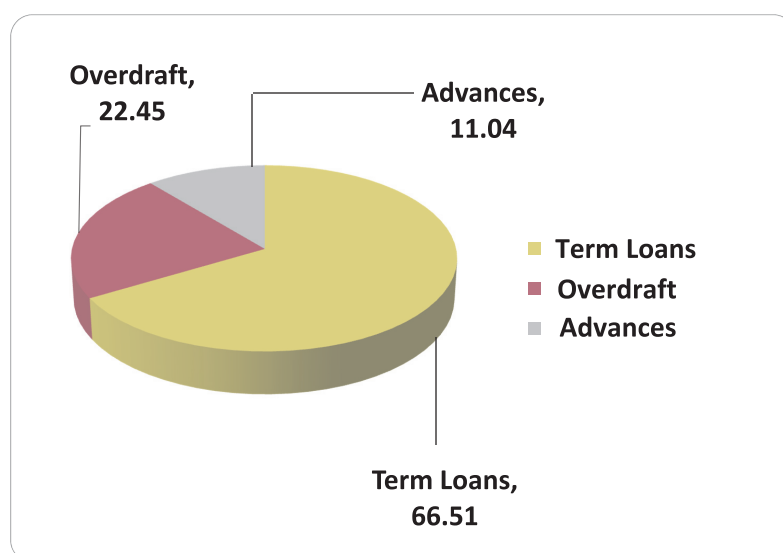
Fig. 3 Outstanding Loans and Advances

(In Millions of Birr)



During the reported period, the share for term loans, overdraft and advances from total outstanding loans and advances stood at 66.51 %, 22.45 % and 11.04%, respectively.

Fig. 4 Percentage Share of Total Loans and Advances



The distribution of loans and advances by economic sectors depicted that domestic trade, export, import, construction and industry have registered an absolute growth of Birr 299 million (13.3%), Birr 228 million (23.3%), Birr 93 million (13.6%), Birr 75 million (9.1%) and Birr 64 million (26%) from the preceding period, respectively. In addition, transport and agriculture sectors also registered a growth of Birr 25 million and Birr 23 million in that respective order.

Table 1. Loans and Advances by Economic Sector

(In Millions of Birr)

Sector	Jun-15	Jun-14	Growth	
			Absolute	%
Domestic Trade	2,543	2,244	299	13.3
Import	778	685	93	13.6
Construction	894	819	75	9.1
Export	1,209	981	228	23.3
Industry	308	244	64	26.0
Transport	145	120	25	20.9
Others	82	45	37	81.9
Agriculture	38	15	23	152.6
Total	5,996	5,153	843	16.4

Likewise, the percentage share of loans and advances by economic sector stood at 42%, 20 %, 15% and 13% for domestic trade, export, construction and import, respectively.



Some Projects Financed by BoA



ALBAR TRADING PLC

*AMA PAPER & PAPER
PACKAGING PLC*



*AMERICAN MEDICAL
CENTER PLC*

NEXUS HOTEL

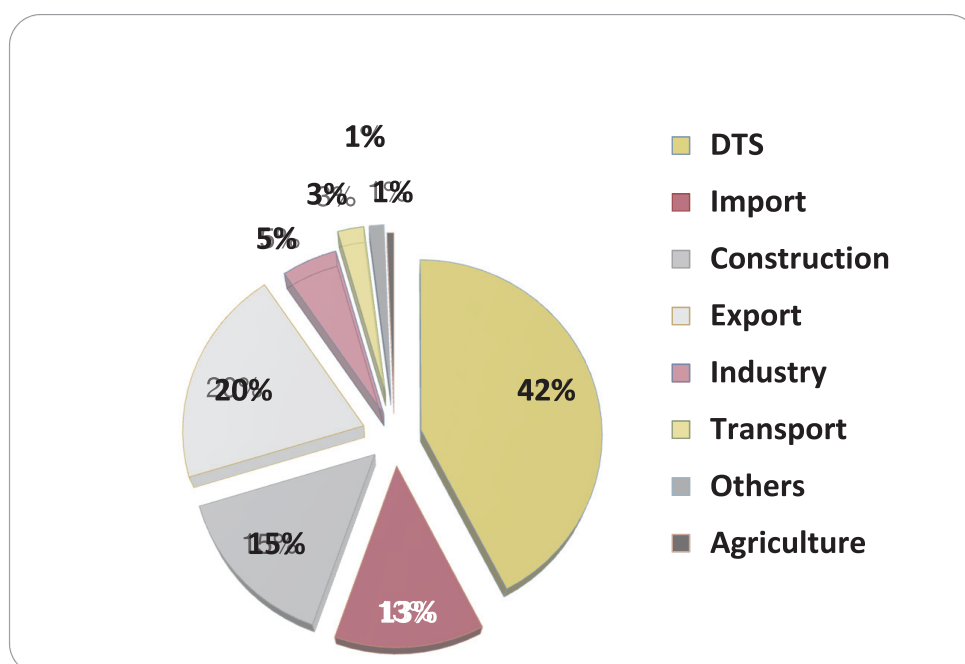


*ORCHID
BUSINESS GROUP PLC*

*PARADISE
LODGE*



Fig. 5 Percentage Share by Economic Sector



1.3 International Banking Services

The foreign currency mobilized as at the end of June 2015 amounted to Birr 5.02 billion recording an increase by Birr 1.02 billion (25.6%) as compared to that of the fiscal year 21013/14.

When compared with that of the preceding fiscal year, all sources of foreign currency showed a growth by Birr 446.50 million, Birr 588.86 million, Birr 4.65 million, Birr 1.67 million and Birr 1.80 million from incoming transfer, export, money transfer services, dealings and interest on correspondent banks, respectively•

From all sources of foreign currency earnings, foreign currency earnings from incoming transfer took the lion's share (61.9%) followed by export (26.1%) and money transfer (11.3%). However, the shares of other sources are insignificant.

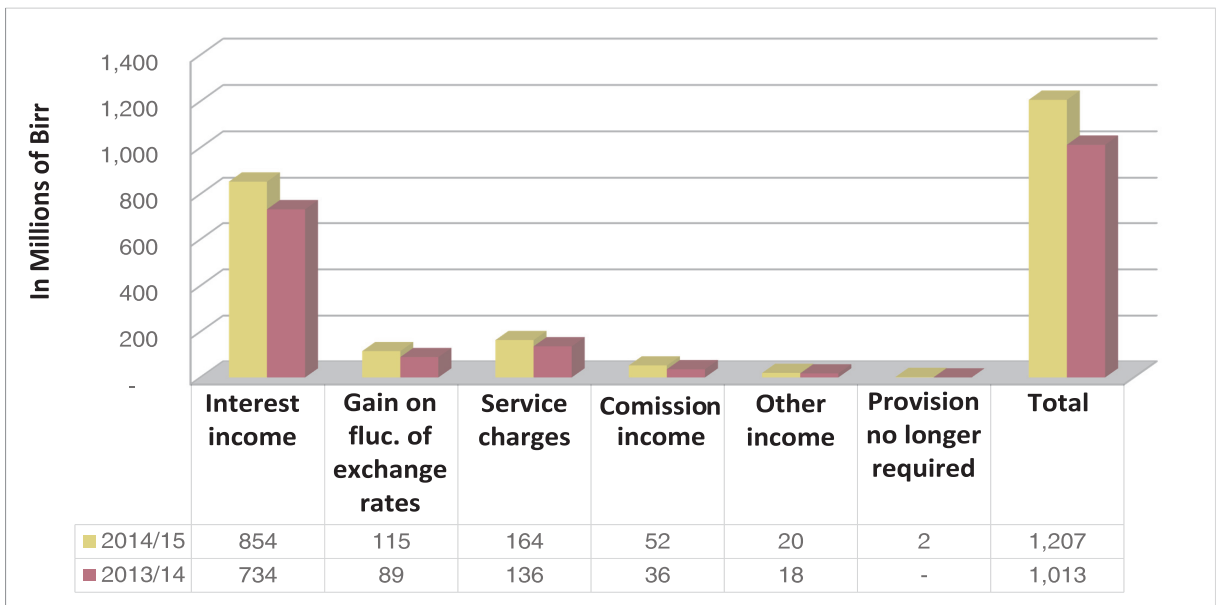
The Bank has so far established business relationship with eight Money Transfer Companies; relationship with three of them (MoneyGram, EzRemit and KAAH) began during the review fiscal year. In addition, license has been secured from MasterCard and its implementation is undergoing. On the other hand, correspondence is well underway to forge business ties with Visa Card International.

2. Financial Performance

2.1 Income

The total income the Bank earned at the end of June 2015 was Birr 1.21 billion, which surpasses that of the previous fiscal year by Birr 194.24 million (19.2%). The percentage share of interest income, service charges, commission income and other income took the highest proportion with 70.7%, 13.6%, 4.3% and 1.6%, respectively.

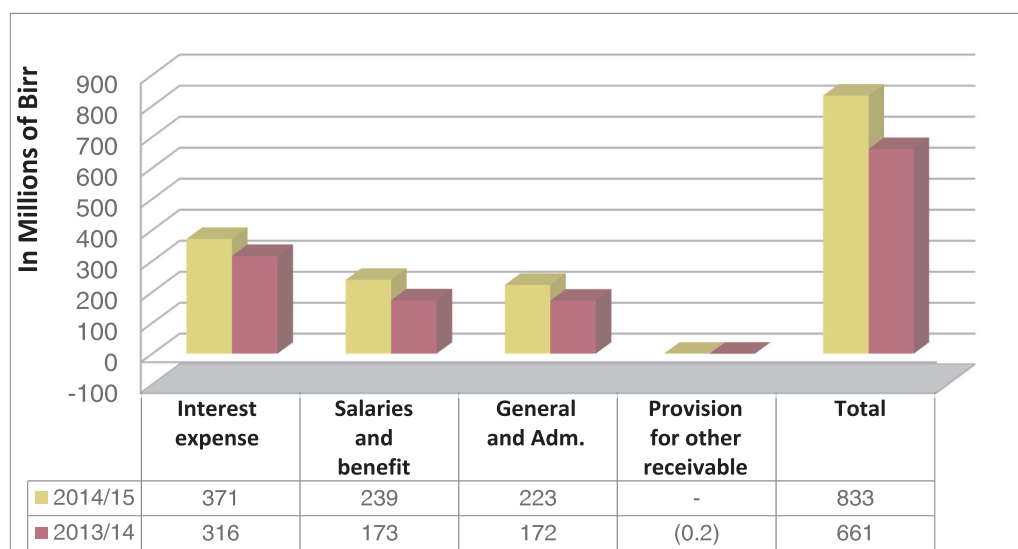
Fig. 6 Income by Major Categories



2.2 Expenses

The total expenses at the end of the fiscal year 2014/15 stood at Birr 833 million with an absolute variation of Birr 171.8 million (25.9%) as compared against the total expense incurred last fiscal year. Interest expense, salaries and benefits and general and administrative expenses have exceeded that of the preceding fiscal year's balance by 17.3%, 38% and 29.9%, respectively.

Fig. 7 Expenses by Major Categories

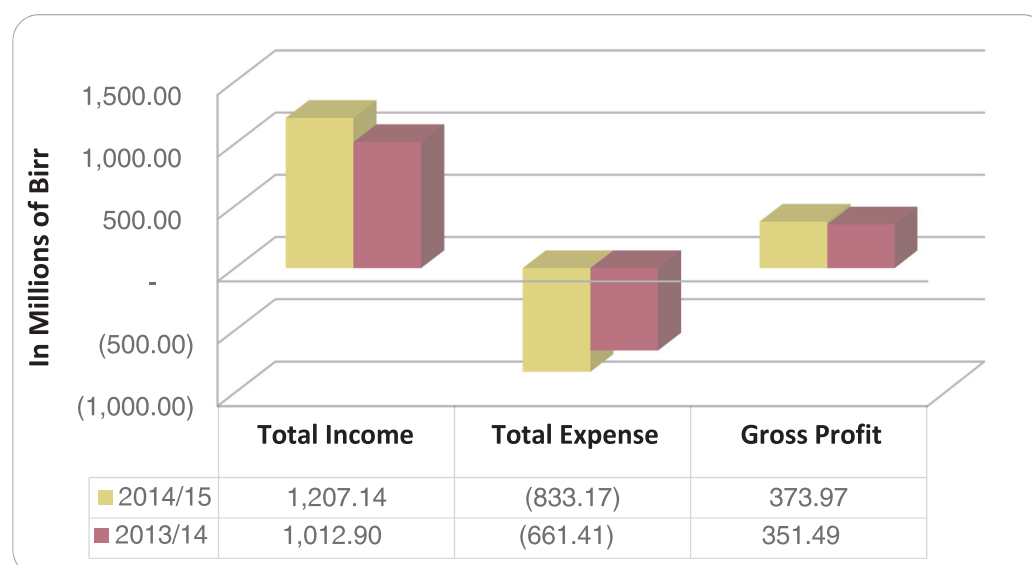


The growth in major expense items emanated from the growth in the Bank's deposit base and branch network expansion undertakings.

2.3 Profitability

The Bank registered Birr 373.97 million profit before tax at the end of June 30, 2015 exceeding last year's figure by Birr 22.5 million or 6.4%.

Fig. 8 Comparison of Income, Expense and Gross Profit



2.4 The Bank’s Equity

The equity of the BoA at the end of the fiscal year under review reached Birr 1,810.55 million registering an absolute growth of Birr 281.6 million (18.4%) over that of the previous fiscal year.

Likewise, the paid-up capital reached Birr 1.12 billion with an absolute growth of Birr 195.86 million (21.2%) from the preceding fiscal year’s balance. Also in the just-ended fiscal year, the legal reserve and retained earnings of the Bank climbed in that order by Birr 71.95 million (19.4%) and Birr 12.85 million (6.3%), respectively.

Table 2 The Bank’s Equity

(In Millions of Birr)

Capital Category	2014/15		2013/14		Growth	
	Amount (A)	% Share	Amount (B)	% Share	Absolute (A-B)	% age
Paid-Up Capital	1,119.83	61.85	923.97	51.03	195.86	21.20
Share Premium	6.00	0.33	5.07	0.28	0.93	18.34
Legal Reserve	443.37	24.49	371.42	20.51	71.95	19.37
Special Reserve	25.92	1.43	25.92	1.43	-	-
Retained Earning	215.43	11.90	202.58	11.19	12.85	6.34
Total	1,810.55	100.00	1,528.96	84.45	281.59	18.42

2.5 Liquidity

The liquidity position of the Bank, measured as liquid asset to its net current liabilities, stood at 25.08% during the fiscal year 2014/15. And the Bank’s capital adequacy measured in terms of capital-to-risk-weighted assets reached 18.41%, which is well above the 8% minimum requirement set by the Supervisory Authority of the banking industry.



3. Administrative and other Issues

3.1 Human Resource

The total staff of the BoA by the end of June 2015 reached 3,290 showing an increase by 490 from that of the preceding fiscal year. Besides, in an effort made to beef up the capacity of employees of the Bank, various trainings were offered to 1,305 staff on different banking operation areas. On top of that, some 700 employees were promoted to different positions.

As to staff turnover, 175 employees left the Bank last fiscal year. The Bank also unfortunately lost its seven employees due to death; while another seven staff left the Bank owing to retirement as well as dismissals.

Meanwhile, following minor adjustments made on the organizational structure of the Bank in May 2015; the Bank introduced new positions for two Vice-Presidents; namely, Vice-President-Business and Institutional Development and Vice-President-Information Systems and Technology, and two Assistant Vice-Presidents for Operations and Resources; whereas the previous position for Vice-President- Corporate Services was dissolved. To this end, efforts were made to fill the new positions with the right candidates.

3.2 Expansion of Branches

With a view to become more accessible to the public, the BoA has been aggressively expanding its branch networks. To this effect during the period ended June 30, 2015, the Bank opened 32 new branches thereby bringing the total number to 132. Of these new branches, 17 are city branches; while the remaining 15 outlying ones. The branches which went operational during the fiscal year are listed below.

Table 3 New Branches Opened in 2014/15

City	Outlying
Signal	Mertule-Mariam
Moenco	Alamata
Military Tera	Metu
Tobia	Mekane Selam
Wello Sefer	Meket
Gurd Sholla	Legetafo
Kidus Yared	Daye Bensa
Imperial Area	Jawi
Summit	Ashewa Meda
Yerer Ber	Furi
22 Matoria	Tossa
Amestegna Area	Etege Mintewab
Lebu	Azezo
Saris Addisu Sefer	Abay Mado
Bisrate Gabriel	Gishe Abay
Shegole	
Ayer Tena	

Geographically, 66 of the Bank's branches are found in the capital Addis; while the rest are located in different regional towns.



Some of the New Branches



YERER BER BRANCH



SUMMIT BRANCH



IMPERIAL AREA BRANCH



GURD SHOLA BRANCH



SARIS ADDISU SEFER BRANCH



WELLO SEFER BRANCH



LEGETAFO BRANCH



KIDUS YARED BRANCH



BENSA BRANCH



3.3 Business Development

The BoA has continued its marketing activities in more enhanced manner and thus during the stated period a number of renowned international Money Transfer Companies were contacted with a view to establish business ties and thus boost foreign currency earnings of the Bank. To this end, the Bank has presently business relationship with eight Money Transfer Companies; of course the link with three of them began during the review fiscal year.

Concerning international card payment services, the Bank has signed contract agreement with MasterCard International and the project is under implementation. On the other hand, the Bank has been undergoing through the necessary steps to meet the minimum security standard required to start business relationship with Visa Card International.

As to new products development, the Bank is about to start Agent Banking services. It is just waiting for the final approval of the National Bank of Ethiopia (NBE) after fulfilling the necessary conditions.

Moreover, aggressive promotional works have been carried out making use of different electronics and print media through hiring prime times and sponsoring different TV and radio programs in a bid to elevate the Bank's image as well as promote its diverse products and services to the general public.

3.4 Information Systems

During the reported period, the Bank has witnessed tremendous progress following the implementation of the core banking system which has enabled it to deliver convenient and efficient services to its customers.

Similarly, the commencements of the card and mobile banking services have markedly elevated its performance. To this effect, as at June 30, 2015, the number of mobile and card banking services users reached 9,000 and 15,000, respectively.

In the efforts put forth to expand the Bank's service delivery channels, 50 ATM and 60 PoS machines were installed on off-premise and on-premise locations. Meanwhile, the procurement of 35 additional ATMs has reached at the delivery process.

On top of these, E-Banking services such as Agent and Internet Banking, MasterCard Project, Visa Card membership and Eth-Switch are under different stages of implementation.

4. Future Plan

The BoA like other Banks has been contributing its share for the macro-economic and sectoral development in the country. In line with this, the Bank has to take advantage of the opportunities that will come up on the way through minimizing the possible adverse effects resulting from potential threats. Meanwhile, the Bank needs to shift its landscape by revisiting its existing business systems/ model and look for ways of repositioning itself within the changing business environment to compete with other local and regional operators and ultimately emerge victorious•

In this regard, an international consultant, known as Deloitte Consulting Plc, having a wide range of practical experience in consulting financial institutions at global and regional levels, has won the international bid floated for the purpose. As a result, the Consulting Company is now jointly working with the Bank in a bid to craft the 4th Five-Year Strategic Plan and Organizational Transformation Project.

This eagerly awaited project is expected to come up with a world-class strategic plan along with meaningful changes that will transform the Bank to the new era of development. The overall study will be completed by the end of November 2015; while the management of the result will run for 12 months thereafter. The Bank, on its part has set up dedicated counterpart core and technical teams selected from relevant work streams with the objective of facilitating knowledge transfer to its staff.

This strategic plan is expected to bring about a paradigm shift on the Bank's overall business system and operating model which will enable it to reach at a competitive edge and achieve the desired goal of taking a leading position in the industry through revenue growth and maximizing its shareholders' value.

Therefore, this grand task of crafting the strategic plan demands the concerted efforts of all stakeholders, i.e. the Board of Directors, Executive Management, core and support units in order to address and achieve the key strategic issues, objectives and strategies that will be outlined in the strategic plan.

In addition, introducing new products such as finalizing Internet, Agent and Interest Free Banking services, expanding branch networks and scaling up the Bank's paid-up capital are essential tasks to be executed in the period ahead so as to sustain the growth and profit of the Bank.

The BoA in its effort to come closer to its customers has aggressively expanded its branch networks reaching 132 as at June 30, 2015. Besides, it has envisaged to open up additional 53 branches during the fiscal year 2015/16 which comprises of 20 regular branches, 1 corporate branch and 32 sub-branches which will bring the total number of branch networks to 183 by the end of June 2016.



5. Appropriation of Retained Earnings

During the fiscal year 2014/15, the Bank secured a net profit of Birr 287.81 million after the appropriate deductions was made from the gross profit of the just-ended fiscal year.

The Board of Directors, therefore, recommends that Birr 215.43 million be distributed to the shareholders, proportionate to their respective paid-up shares after deducting the legal reserve of Birr 71.95 million and the share of the Board of Directors, which is Birr 423,000.

6. Vote of Thanks

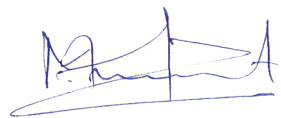
In the end, BoA's Board of Directors and the Executive Management would like to seize this opportunity to express their gratitude to the highly valued customers of the Bank, its shareholders, employees and the regulatory authority for their unreserved support in helping the Bank to attain this result.

Members of the Board of Directors

1. Ato Messeret Taye	Chairperson
2. Ato Andualem Demesachew	Member
3. Ato Bahru Mossa	Member
4. Ato Belay Gemechu	Member
5. Ato Berhanu Jijo	Member
6. Ato Biruk Tesfaye	Member
7. Dr. Getachew Teka	Member
8. Ato Solomon Girma	Member
9. Ato Tilaye Tegegn	Member



Messeret Taye
Chairman of Board of Directors



Mulugeta Asmare
President

Auditor's Report



ጌታቸው ካሣይ እና ባዶቹ
Getachew Kassaye & Co.
Chartered Certified Accountants

Tel. 011 551 37 11 011 551 17 08
 011 551 74 47 011 551 72 76
 Fax. 251 11 551 02 20

P.O.Box 1432
 ADDIS ABABA
 ETHIOPIA

**INDEPENDENT AUDITOR'S REPORT
 TO THE SHAREHOLDERS OF
 BANK OF ABYSSINIA SHARE COMPANY**

We have audited the accompanying financial statement of Bank of Abyssinia Share Company (hereinafter referred to as the Bank) for the year ended June 30, 2015, set out on pages 27 to 46, which have been prepared under the accounting policies set out on page 31 to 34.

DIRECTORS' RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

1. The Directors of the Bank are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes, designing, implementation and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, making accounting estimates that are reasonable in the circumstances.

AUDITOR'S RESPONSIBILITY

2. Our reasonability is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatements.
3. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures with financial statement. The procedures selected depend on our judgment, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, we considered internal control relevant to the preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control. The audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

OPINION

4. In our opinion, the financial statements present fairly, in all material respects, the financial position of Bank of Abyssinia as at June 30, 2015 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.
5. We have no comments to make on the report of the Board of Directors relating to the financial matters and pursuant to article 375(2) of the Commercial Code of Ethiopia of 1960, we recommend that the above mentioned financial statements be approved.



Addis Ababa
 September 29, 2015

GETACHEW KASSAYE & CO.
 CHARTERED CERTIFIED ACCOUNTANTS



BANK OF ABYSSINIA SHARE COMPANY
BALANCE SHEET
AS AT JUNE 30, 2015

	Notes	Birr	Birr	2014 Birr
<u>ASSETS</u>				
Cash and balances with other banks				
Cash on hand			1,251,091,144	1,240,796,796
Deposits with local commercial banks			10,000,000	-
Deposits with foreign banks	2f		447,536,860	494,235,514
Reserve account with National Bank of Ethiopia			559,607,347	454,607,347
Other accounts with National Bank of Ethiopia			<u>616,505,623</u>	<u>556,563,444</u>
			2,884,740,974	2,746,203,101
Items in course of collection from other banks		136,337,218		163,966,393
Investment on NBE Bills	2k	3,388,590,000		2,711,332,000
Investments in Equity	3	15,092,500		8,752,500
Deposits and prepayments	4	187,306,990		97,999,631
Loans and advances to customers	2c,5	<u>5,905,224,880</u>		<u>5,061,009,484</u>
			9,632,551,588	8,043,060,008
Other assets	6	214,292,504		170,500,156
System suspense	7	21,017,653		9,708,908
Deferred expenditures	2g,8	40,630,813		15,771,488
Leasehold land	2h,9	14,150,384		438,182
Tangible fixed assets	2d,10	<u>860,174,726</u>		<u>290,709,421</u>
			<u>1,150,266,080</u>	<u>487,128,155</u>
Total assets			<u>13,667,558,642</u>	<u>11,276,391,264</u>
<u>LIABILITIES</u>				
Customers' Deposits				
Demand deposits	11	2,569,888,278		1,851,585,442
Savings deposits	11	7,654,337,085		6,402,068,251
Fixed time deposits	11	<u>893,942,502</u>		<u>842,823,249</u>
			11,118,167,865	9,096,476,942
Margins held on letters of credit		265,979,414		272,121,782
Other liabilities	12	371,592,704		286,511,485
Provision for tax	13	<u>80,993,479</u>		<u>75,869,442</u>
			718,565,597	634,502,709
Deferred tax liability	13.2		<u>20,277,888</u>	<u>16,443,403</u>
Total liabilities			11,857,011,350	9,747,423,054
<u>CAPITAL AND RESERVES</u>				
Paid-up capital	14		1,119,826,835	923,971,393
Share premium	15		5,998,459	5,074,715
Legal reserve	16		443,371,417	371,419,741
Special reserve	17		25,918,839	25,918,839
Retained earnings			<u>215,431,742</u>	<u>202,583,522</u>
Total Capital and Reserves			<u>1,810,547,292</u>	<u>1,528,968,210</u>
TOTAL LIABILITIES, CAPITAL AND RESERVES			<u>13,667,558,642</u>	<u>11,276,391,264</u>



Messeret Taye
Chairman of Board of Directors



Mulugeta Asmare
President

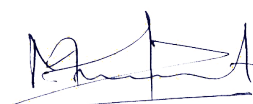


BANK OF ABYSSINIA SHARE COMPANY
INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2015

	<u>Notes</u>	<u>Birr</u>	<u>Birr</u>	2014 <u>Birr</u>
INCOME				
Interest income	2e,j,19	853,501,179		734,201,655
Less: interest expense	23	(370,858,808)		(316,109,832)
Net interest income		482,642,371		418,091,822
Net gain on foreign exchange dealings & rates fluctuation	20	115,112,710		89,039,808
Service charges - foreign and local		164,057,248		136,185,902
Commission earned	21	52,448,802		35,918,351
Reversal of provision held in previous years		2,119,527		-
Other income	22	<u>19,897,846</u>		<u>17,553,167</u>
		<u>353,636,133</u>		<u>278,697,229</u>
		836,278,504		696,789,051
EXPENSES				
Salaries and benefits		238,877,209		173,160,745
General and administration	24	222,944,883		171,494,601
Board of Directors' fees		304,226		291,390
Audit fee		187,500		178,250
Provision for other receivables		=		<u>175,325</u>
		(462,313,818)		(345,300,311)
PROFIT BEFORE TAX		373,964,686		351,488,741
LESS: PROVISION FOR TAX	13	(82,323,495)		(76,173,182)
		291,641,191		275,315,559
DEFERRED TAX LIABILITY	13.2	(3,834,485)		(4,604,198)
NET PROFIT AFTER TAX		287,806,706		270,711,362
TRANSFER TO LEGAL RESERVE (25%)		(71,951,676)		(67,677,841)
NET PROFIT AFTER TAX AND LEGAL RESERVE		215,855,030		203,033,522
RETAINED EARNINGS BROUGHT FORWARD		202,583,521		198,120,859
DIVIDENDS PAID		(202,583,521)		(198,120,859)
		215,855,030		203,033,522
LESS: DIRECTORS' SHARES ON PROFIT	25	(423,288)		(450,000)
RETAINED EARNINGS CARRIED FORWARD		<u>215,431,742</u>		<u>202,583,521</u>
EARNINGS PER SHARE (PAR VALUE OF BIRR 25)	26	6.96		9.52
EARNINGS PER BIRR 100 SHARES		<u>27.84</u>		<u>38.08</u>



Messeret Taye
Chairman of Board of Directors



Mulugeta Asmare
President



BANK OF ABYSSINIA SHARE COMPANY
CASH FLOW STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015

	<u>Birr</u>	<u>Birr</u>	<u>2014</u> <u>Birr</u>
Cash flows from operating activities			
Profit before taxation		373,964,686	351,488,742
Depreciation and amortization	44,673,214		36,581,792
Provision for other receivables	-		175,325
Provision for loans and advances no longer required	(2,119,527)		-
Gain on disposal of acquired properties	(50,800)		(2,400,927)
Net Gain on foreign currency transactions and translations	(115,112,710)		(89,039,808)
		(72,609,823)	(54,683,618)
		301,354,863	296,805,125
Changes in:			
Increase/ decrease in items in the course of collection	27,629,175		(68,318,581)
Increase/decrease in other deposits and prepayments	(89,307,359)		(30,130,905)
Increase/decrease in loans and advances to customers	(842,095,870)		(452,475,903)
Increase/decrease in other assets	(45,928,838)		54,618,590
Increase/decrease in deposits by customers	2,021,690,924		600,328,644
Increase/decrease in other liabilities excluding dividend payable and directors share on profit of previous year	84,179,165		(21,538,268)
Increase/ decrease in margins on L/Cs	(6,142,371)		111,381,815
Increase in trial balance difference	(11,308,745)		(3,576,037)
Cash generated from operations		1,138,716,081	190,289,355
Taxes paid:			
Profit tax	75,869,442		77,357,809
Withholding tax	1,330,015		303,740
Capital gain tax	-		367,583
		(77,199,457)	(78,029,132)
Net cash generated from operating activities		1,362,871,487	409,065,348
Cash flows from investing activities			
Proceeds from disposal of acquired properties	2,194,075		12,511,231
Purchase of buildings/ Construction in progress	(536,102,391)		
Purchase of fixed assets	(66,843,079)		(55,884,541)
Investment in leasehold land	(13,830,988)		
Investment in E-banking project	(35,933,589)		(21,690,993)
Local Investment - Stock and Shares	(6,340,000)		(3,722,500)
Proceeds from investment on Special CDT with NBE	-		365,410,000
Investment in NBE Bills	(677,258,000)		(620,984,000)
Proceeds from Investment on Treasury Bills	-		448,965,000
Net cash generated from investing activities		(1,334,113,972)	124,604,197
Cash flows from financing activities:			
Proceeds from issuance of shares	195,855,443		346,945,939
Dividends paid	(201,661,541)		(196,458,281)
Collections from share premium	923,744		2,247,175
Directors profit share paid	(450,000)		(450,000)
Net cash generated from financing activities		(5,332,354)	152,284,833
Effects of exchange rate changes		115,112,710	89,039,808
Increase in cash and cash equivalents in the year		138,537,871	774,994,186
Cash and cash equivalents at the beginning of the year		2,746,203,103	1,971,208,917
Cash and cash equivalents at the end of the year		2,884,740,974	2,746,203,103



Messeret Taye

Chairman of Board of Directors



Mulugeta Asmare

President

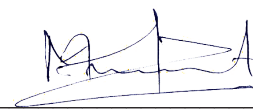


BANK OF ABYSSINIA SHARE COMPANY
STATEMENT CHANGES IN SHAREHOLDERS EQUITY
FOR THE YEAR ENDED JUNE 30, 2015

	Paid up Capital Birr	Share premium Birr	Legal Reserve Birr	Special Reserve Birr	Retained Earnings Birr	Total Birr
BALANCE AS AT 1 JULY 2012	478,897,702	2,827,540	237,551,614	25,918,839	161,398,193	906,593,888
Dividend paid in cash	-	-	-	-	(72,486,713)	(72,486,713)
Dividend capitalized	88,911,480	-	-	-	(88,911,480)	-
Directors' share on profit	-	-	-	-	(450,000)	(450,000)
Collection from subscribed shares	9,216,272	-	-	-	-	9,216,272
Net profit for the year	-	-	-	-	264,761,145	264,761,145
Transfer to legal reserve	-	-	66,190,286	-	(66,190,286)	-
BALANCE AS AT 1 JULY 2013	577,025,454	2,827,540	303,741,900	25,918,839	198,120,859	1,107,634,592
Dividend paid in cash	-	-	-	-	(19,459,758)	(19,459,758)
Dividend capitalized	178,661,102	-	-	-	(178,661,102)	-
Directors' share on profit	-	-	-	-	(450,000)	(450,000)
Collection from subscribed shares	168,284,837	-	-	-	-	168,284,837
Proceeds from share premium	-	2,247,175	-	-	-	2,247,175
Net profit for the year	-	-	-	-	270,711,362	270,711,362
Transfer to legal reserve	-	-	67,677,841	-	(67,677,841)	-
BALANCE AS AT 1 JULY 2014	923,971,393	5,074,715	371,419,741	25,918,839	202,583,522	1,528,968,208
Dividend paid in cash	-	-	-	-	(39,653,882)	(39,653,882)
Dividend capitalized	162,929,639	-	-	-	(162,929,639)	-
Directors' share on profit	-	-	-	-	(423,288)	(423,288)
Collection from subscribed shares	32,925,804	-	-	-	-	32,925,804
Proceeds from share premium	-	923,744	-	-	-	923,744
Net profit for the year	-	-	-	-	287,806,706	287,806,706
Transfer to legal reserve	-	-	71,951,676	-	(71,951,676)	-
BALANCE AS AT 1 JULY 2015	<u>1,119,826,835</u>	<u>5,998,459</u>	<u>443,371,417</u>	<u>25,918,839</u>	<u>215,431,742</u>	<u>1,810,547,292</u>



Meseret Taye
Chairman of Board of Directors



Mulugeta Asmare
President



BANK OF ABYSSINIA SHARE COMPANY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015

1. BACKGROUND

Bank of Abyssinia was formed in Ethiopia in 1996 and is registered as a private share holding company in accordance with the provision of the licensing and supervision of Banking Business Proclamation No.84/94 and the Commercial Code of Ethiopia 1960. The Bank has a network of 132 branches throughout the country.

2. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted by the Bank, which are consistent with those applied in the preceding year, are stated below:-

a. Basis of Preparation

The financial statements are prepared in accordance with the historical cost convention, generally accepted accounting principles and the laws and regulations of Ethiopia

b. Financial Instruments

i. Classification

A financial instrument is any contract that gives rise to a financial asset for the Bank and a financial liability or equity instrument of another party. All assets and liabilities in the balance sheet are financial instruments except fixed assets, deferred charges and shareholders' equity.

The major financial instruments of the Bank are loans and advances provided by the Bank to debtors. Loans and advances comprise deposits and other balances due from banks and loans and advances to customers.

ii Recognition of Financial Instruments

The Bank initially recognizes financial assets and liabilities on its balance sheet on the date it becomes a party to the contractual provisions of the instrument. Any gains and losses arising from changes in value of the assets are recognized from this date. When the Bank becomes a party to the contractual terms comprising a loan and as a consequence has the legal right to receive principal and interest payments on the loan, it controls the economic benefits associated with the loan. Normally, a bank becomes a party to the contractual provisions that comprise a loan (i.e. acquires legal ownership of the loan) on the date of the advance of funds or payment to the third party. As a result, a commitment to lend fund is not recognized as an asset on the balance sheet.

iii De-recognizing Of Financial Instruments

All financial assets are de-recognized when the Bank loses control over the contractual rights that comprise the assets. This occurs when the rights are realized, expired or are surrendered. A financial liability is de-recognized when it is extinguished.

iv Measurement of Financial Instruments

The Bank measures all financial instruments initially at cost including transaction costs.



c. Loans and Advances

Loans and advances are financial instruments originated by the bank by providing money to the debtors. The loans and advances are stated at cost less impairment losses. Impairment losses comprise specific provisions against debts identified as bad and doubtful and general provisions against losses which are likely to be present in any loans and advances portfolio. The Bank follows the National Bank of Ethiopia, Supervision of Banking Business Directive SBB43/2008 in determining the extent of provisions for impairment losses. The Directive classifies loans and advances into the following;

i Pass Loans

Loans and advances in this category are fully protected by the current financial and paying capacity of the borrower and are not subject to criticism. In general, loans and advances, which are fully secured, both as to principal and interest, by cash or cash substitutes, are classified under this category regardless of past due status or other adverse credit factors.

ii Special Mention

Any loan or advance past due 30 days or more but less than 90 days is classified under this category.

iii Substandard

Non-performing loans or advances past due 90 days or more but less than 180 days is classified under this category.

iv Doubtful

Non-performing loans or advances past due 180 days or more but less than 360 days is classified as doubtful.

v Losses

Non-performing loans or advances past due 360 days is classified as loss. As per the Directive, the provision for impairment losses are determined as follows:-

<u>No.</u>	<u>Loan Category</u>	<u>Extent of provision required</u>
1	Pass loans	1% of the outstanding loan balance
2	Special mention loans	3% of the outstanding loan balance
3	Substandard loans	20% of the net loan balance
4	Doubtful loans	50% of the net loan balance
5	Loss loans	100% of the net loan balance

Note : Net loan balance is outstanding loan balance less net recovery value of collaterals.



d. Fixed Assets

The Bank had been using straight line basis of depreciation from the start of operation of the Bank until June 30, 2002. Thereafter as per new Tax Proclamation No.286/2002, the Bank had changed the depreciation method to pooling system and effecting the depreciation up to June 30, 2009 accordingly. Presently, to be compatible with International Standards, the Bank has restored the depreciation basis to straight line basis and adjusted the records of the Bank as of June 30 2010 (Note 6).

- i Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is charged on the straight line basis at the following rates per annum:

	%
Vehicle	20
Furniture, fittings and equipment	10
Computers	10
Building	5

For profit tax purpose, necessary adjustments are made to comply with the Income Tax Proclamation 286/2002.

e. Revenue Recognition

Interest income and expenses in the income statement are recognized on accrual basis. However, interest accruing on loans and advances referred to legal counsel including substandard, doubtful and loss loans categories are maintained under memorandum account and are recognized as income when collected.

f. Foreign Currencies

Foreign currency transactions are recorded at rates of exchange ruling at the date of transactions. Monetary assets denominated in foreign currencies, which are stated at historical costs, are translated at the exchange rate ruling on that date. Foreign exchange differences arising on translations are recognized in the income statement.

g. Deferred Expenditures

Deferred expenditures represent expenses incurred for establishment of E- banking project.



h. Leasehold Land

Leasehold land represents lease cost of:

	<u>Birr</u>
1,576 sq.m of land located in Lagahar area ,Addis Ababa, for the period of 60 years	2,345,687
1,357 sq.m of land located in Lagahar area ,Addis Ababa, for the period of 40 years	1,177,991
3,065 sq.m of land located in Bole area ,Addis Ababa, for the period of 99 years	4,561,885
2,670 sq.m of land located in Bole area ,Addis Ababa, for the period of 60 years	2,957,169
1,256 sq.m of land located in Bole area ,Addis Ababa, for the period of 99 years	1,362,760
726 sq.m of land located in Belay Zeleke Street, Addis Ababa, for the period of 60 years	1,425,497
1,248 sq.m of land located in Bahr Dar Bank of Abyssinia Share Company together with Nile Insurance Share Company has acquired for the period of 55 years	<u>566,920</u>
Total	<u>14,397,909</u>

i. Bonus

Bonus and compensation for services of the Bank's employees are accounted for when paid.

j. Interest Income

Interest income on advances on import bills is recognized on collection.

k. NBE Bills

It represents purchases of five year National Bank of Ethiopia Bills as per the National Bank of Ethiopia Directive No.MFA/NBE Bills 002/2013

3. INVESTMENTS

It represents cash paid for purchases of shares of various share companies.

The details are as follows:-

	Number of shares	Par value Birr	Amount Birr	2014 Birr
EthSwich s.co	11,370	1,000	11,370,000	5,030,000
Addis Africa Int. Convention & Exh. Center	1,904	1,000	1,904,000	1,904,000
Hohete Tibeb s.co	3,637	500	<u>1,818,500</u>	<u>1,818,500</u>
			<u>15,092,500</u>	<u>8,752,500</u>



4. **DEPOSITS AND PREPAYMENTS**

		2014
	<u>Birr</u>	<u>Birr</u>
Prepaid rent	187,173,430	97,866,071
Deposit for rent	<u>2,133,560</u>	<u>2,133,560</u>
	189,306,990	99,999,631
Less: provision for other receivables	<u>(2,000,000)</u>	<u>(2,000,000)</u>
	<u>187,306,990</u>	<u>97,999,631</u>

5. **LOANS AND ADVANCE TO CUSTOMERS**

		2014
	<u>Birr</u>	<u>Birr</u>
Domestic trade and services	2,543,325,580	2,244,451,520
Import	776,937,360	684,557,630
Construction	893,783,660	819,539,210
Transport	145,033,260	119,963,170
Industry	307,520,820	243,545,150
Export	1,209,229,330	980,862,630
Agriculture	37,889,680	15,229,470
Others	81,836,830	45,311,870
	5,995,556,520	5,153,460,650
Less: provision for loans and advances	<u>(90,331,640)</u>	<u>(92,451,167)</u>
	<u>5,905,224,880</u>	<u>5,061,009,483</u>



6. OTHER ASSETS

	<u>Birr</u>	<u>2014 Birr</u>
Properties held for sale	72,709,685	64,195,433
Stationery and other stocks	7,236,754	5,998,933
Accounts receivable – medical	3,605,043	5,149,411
Stock of fixed asset items	6,547,799	8,847,230
Accrued Income Receivable	46,943,851	39,926,324
Branches under opening	39,379,427	20,743,189
International money transfer agents	137,257	858,249
Miscellaneous accounts receivable	<u>53,960,031</u>	<u>41,008,730</u>
	230,519,847	186,727,498
Less: provision for other receivables	<u>(16,227,343)</u>	<u>(16,227,343)</u>
	<u>214,292,504</u>	<u>170,500,155</u>

7. SYSTEM SESPENSE

This amount represents trial balance difference that emerged while combining the accounts prepared by the old system ‘Legacy’ and the new system ‘T-24’ in respect of loans and advances including the associated interest earned thereof.

8. DEFERRED EXPENDITURE

	<u>Balance 1/7/2014 Birr</u>	<u>Additions Birr</u>	<u>Transfer to Fixed Assets Birr</u>	<u>Balance 30/06/15 Birr</u>
Cost	15,771,488	35,933,589	(11,074,264)	40,630,813

9. LEASEHOLD LAND

	<u>Balance 1/7/2014 Birr</u>	<u>Additions Birr</u>	<u>Balance 30/06/15 Birr</u>
Cost	566,920	13,830,988	14,397,908
Amortization	<u>(128,738)</u>	<u>118,786</u>	<u>(247,524)</u>
Net book value	<u>438,182</u>		<u>14,150,384</u>



10. **TANGIBLE FIXED ASSETS**

	Balance 1/7/2014 <u>Birr</u>	Additions <u>Birr</u>	Disposal/ Adjustment <u>Birr</u>	Balance 30/06/15 <u>Birr</u>
<u>COST</u>				
Buildings	83,423,959	-	(6,685,673)	76,738,286
Motor vehicles	107,113,218	35,162,147	-	142,275,365
Office and other equipment	46,249,406	16,454,637	-	62,704,043
Furniture and fittings	44,981,983	8,897,548	-	53,879,531
Computer accessories & Software	141,216,732	17,403,011	-	158,619,743
Construction in progress	<u>3,090,883</u>	<u>542,565,208</u>	-	<u>545,656,091</u>
	426,076,181	<u>620,482,551</u>	<u>(6,685,673)</u>	1,039,873,059
<u>DEPRECIATION</u>				
Buildings	17,214,336	3,836,914	(222,855)	20,828,395
Motor vehicles	57,907,510	16,749,979	-	74,657,489
Office and other equipment	16,315,842	5,197,459	-	21,513,301
Furniture and fittings	19,613,813	4,009,788	-	23,623,601
Computer accessories & Software	<u>24,315,259</u>	14,760,288	-	<u>39,075,547</u>
	<u>135,366,760</u>	<u>44,554,428</u>	<u>(222,855)</u>	<u>179,698,333</u>
<u>NET BOOK VALUE</u>	<u>290,709,421</u>			<u>860,174,726</u>

11. **DEPOSITS FROM CUSTOMERS**

	<u>Demand</u>	<u>Savings</u>	<u>Fixed time</u>	<u>Total</u>	2014 <u>Birr</u>
Private sector & staffs	2,170,567,249	7,369,834,140	405,372,367	9,945,773,756	7,999,979,795
Co-operatives & associations	118,094,893	246,100,186	107,810,213	472,005,292	412,664,538
Domestic banks	33,049,141	12,063,113	379,000,763	424,113,017	495,517,046
NR-transferable Birr accounts	75,408,541	-	-	75,408,541	36,531,619
Public agencies & enterprises	10,856,656	26,339,646	1,759,159	38,955,461	31,341,287
NR-non transferable accounts	21,487,648	-	-	21,487,648	8,258,701
NR- foreign currency accounts	119,123,404	-	-	119,123,404	94,148,936
Residents	<u>21,300,746</u>	-	-	<u>21,300,746</u>	<u>18,035,020</u>
At 30.06.15	<u>2,569,888,278</u>	<u>7,654,337,085</u>	<u>893,942,502</u>	<u>11,118,167,865</u>	<u>9,096,476,942</u>
At 30.06.14	<u>1,851,585,442</u>	<u>6,402,068,251</u>	<u>842,823,249</u>	<u>9,096,476,942</u>	



12. **OTHER LIABILITIES**

	Birr	2014 Birr
Cashiers' payment orders	226,073,281	142,954,255
Blocked account and blocking inwards	3,727,784	4,610,561
MTs and TTs payable local and foreign	15,216,099	26,809,874
Board of Directors' fees	451,961	471,887
Dividend payable	13,885,333	12,963,352
Accrued interest on CDT	42,514,745	32,601,136
Old drafts and outstanding payments local and foreign	403,573	5,693,796
Exchange and auction payable to NBE	20,016,719	10,676,157
Accrued leave payable	17,858,126	19,380,238
Stamp duty charges payable	1,243,180	1,152,434
Payroll tax payable	2,818,607	1,900,669
Sales tax on interest paid	1,549,384	2,060,445
VAT payable	1,575,384	828,730.00
Withholding tax payable	1,120,440	1,592,989.40
Deposit for guarantee issued	9,366,585	3,129,318
Land lease payable	1,145,973	-
Safe deposit keys value	539,485	458,685
Audit fee payable	216,750	190,250
Miscellaneous accounts payable	9,622,868	16,790,457
Provision for claims under court case	<u>2,246,431</u>	<u>2,246,251</u>
	<u>371,592,704</u>	<u>286,511,486</u>



13. **PROVISION FOR TAXATION**

	<u>Birr</u>	<u>Birr</u>	<u>2014 Birr</u>
The movements in this account are:			
Beginning balance		75,869,442	77,357,809
Less: Settlement		<u>(75,869,442)</u>	<u>77,357,809</u>
		-	-
<u>Provision for the year</u>			
Profit before provision for tax		373,964,685	<u>351,488,742</u>
Less: Depreciation per tax proclamation No. 286/2002	53,499,130		51,919,158
Interest income from NBE Bills	91,385,091		73,022,927.10
Interest income from deposit in local commercial banks	447,541		6,757,582
Interest on foreign deposits	2,257,771		314,427
Income from Treasury Bills	-		1,617,935.42
Gain on fixed assets disposal on which CGT was paid	50,800		2,401,852.06
		<u>(147,640,333)</u>	<u>(136,033,882)</u>
Add: Provision for other receivables	-		175,325
Depreciation per accounting policy	44,554,428		36,571,833
Donations and contribution	1,213,752		75,800
Entertainment	<u>1,942,821</u>		<u>1,580,384</u>
		<u>47,711,001</u>	<u>38,403,342</u>
Taxable profit for the year		<u>274,035,354</u>	<u>253,858,202</u>
Provision for profit tax @ 30%		82,210,606	76,157,461
Add : 5% of interest on foreign deposits		<u>112,889</u>	15,721
		82,323,495	76,173,182
Less: Withholding tax paid		<u>(1,330,015)</u>	<u>(303,740)</u>
Profit tax payable		<u>80,993,479</u>	<u>75,869,442</u>



13.1. DEPRECIATION FOR TAX PURPOSES

	<u>Birr</u>	<u>Birr</u>
<u>BUILDING</u>		
Cost brought forward	83,423,959	
Less:- Prior period adjustment	(6,685,673)	
Current year addition	=	
	76,738,286	
Less: Accumulated depreciation brought forward	(17,214,336)	
Prior period adjustment	222,856	
Current year depreciation	(3,836,914)	3,836,914
Depreciation base carried forward	<u>55,909,892</u>	
<u>COMPUTER AND ACCESSORIES</u>		
Tax base brought forward	74,519,950	
Current year addition	17,403,011	
Depreciation Base	91,922,961	
Depreciation @ 25%	(22,980,740)	22,980,740
Net Book Value	<u>68,942,221</u>	
<u>OTHER BUSINESS ASSETS</u>		
Depreciation base brought forward	92,077,621	
Add: Additions	60,514,332	
Less: Disposal Proceeds	=	
Depreciation Base	152,591,953	
Depreciation @ 20%	(30,518,391)	30,518,391
Net Book Value	<u>122,073,562</u>	
Total depreciation for tax purpose		<u>53,499,130</u>

Tax assessments for the fiscal years from 2003/04 onwards have not been received from the Federal Inland Revenue Authority. However, as per the “Exit Strategy” of the Government, previously paid taxes in respect of the fiscal years to 2002/03 are to be taken as final.

13.2 DEFERRED TAX

	<u>Birr</u>	<u>2014 Birr</u>
Net book value as per accounting policy	314,518,635	287,618,538
Tax base	(246,925,675)	(232,807,196)
Temporary difference	67,592,960	54,811,342
Deferred tax liability @ 30%	<u>20,277,888</u>	<u>16,443,403</u>

Deferred tax liability has been computed on Balance sheet method.



14. **SHARE CAPITAL**

<u>Description</u>	<u>Number of shares</u>	<u>Par value</u>	<u>Birr</u>	<u>2014</u> <u>Birr</u>
Authorized	60,000,000	25	1,500,000,000	1,500,000,000
Paid-up capital	44,793,073	25	1,119,826,835	923,971,393

15. **SHARE PREMIUM**

The movement in this account was as follows:

	<u>Birr</u>	<u>2014</u> <u>Birr</u>
Balance at July 1, 2014	5,074,715	2,827,540.00
Addition for the year	<u>923,744</u>	<u>2,247,175</u>
	<u>5,998,459</u>	<u>5,074,715</u>

16. **LEGAL RESERVE**

	<u>Birr</u>	<u>2014</u> <u>Birr</u>
Balance at the beginning of the year	371,419,741	303,741,900
Transfer for the year	<u>71,951,676</u>	<u>67,677,841</u>
	<u>443,371,417</u>	<u>371,419,741</u>

17. **SPECIAL RESERVE**

	<u>Birr</u>	<u>2014</u> <u>Birr</u>
Balance at the beginning of the year	25,918,839	25,918,839
Transfer for the year	-	-
	<u>25,918,839</u>	<u>25,918,839</u>

18. **PROVISION FOR DOUBTFUL LOANS AND ADVANCES**

The movement in this account was as follows:

	<u>Birr</u>	<u>Birr</u>	<u>2014</u> <u>Birr</u>
Beginning balance		92,451,167	<u>93,540,530</u>
Less: Provision no longer required	2,119,527		-
Written-off of loans and advances for the year	-		<u>1,089,363</u>
	<u>(2,119,527)</u>		<u>(1,089,363)</u>
	<u>90,331,640</u>		<u>92,451,167</u>



19. **INTEREST INCOME**

	<u>Birr</u>	<u>2014 Birr</u>
Interest on: Term loans	573,103,183	533,675,063
Overdrafts	138,261,845	81,924,504
Import and export facilities	17,231,475	14,613,816
Advance on sales contract	30,349,109	16,575,395
Old loans under court cases	<u>465,163</u>	<u>5,700,005</u>
	759,410,776	652,488,783
Deposits with foreign banks	2,257,771	314,427
NBE Bills	91,385,091	73,022,927
Treasury Bills	-	1,617,935
Deposits with domestic banks	<u>447,541</u>	<u>6,757,582</u>
	<u>853,501,179</u>	<u>734,201,655</u>

20. **NET GAIN ON FLUCTUATION OF EXCHANGE RATES**

	<u>Birr</u>	<u>2014 Birr</u>
Gain on fluctuation of exchange rates	184,176,332	108,350,955
Less: Loss on fluctuation of exchange rates	<u>(69,063,622)</u>	<u>(19,311,147)</u>
Net gain on fluctuation of exchange rates	<u>115,112,710</u>	<u>89,039,808</u>

21. **COMMISSION EARNED**

	<u>Birr</u>	<u>2014 Birr</u>
Letters of credit and other import/ export facilities	36,730,298	20,488,404
MTs, TTs, DDs - local and foreign	6,220,291	6,405,794
Letters of guarantee	4,653,239	5,311,881
Cashiers' payment order	1,821,287	1,688,546
IBC and others	3,023,349	1,994,657
Un-cleared effects	<u>338</u>	<u>29,069</u>
	<u>52,448,802</u>	<u>35,918,351</u>

22. **OTHER INCOME**

	<u>Birr</u>	<u>2014 Birr</u>
Rent	1,782,927	1,797,717
Telephone and fax	2,510,455	3,615,596
Sundries	14,329,562	8,876,062
Safe box charge	299,375	220,367
Gain on disposal of acquired properties	50,800	2,401,852.06
Correspondent charges	650,607	397,809
Estimation fee	<u>274,120</u>	<u>243,765</u>
	<u>19,897,846</u>	<u>17,553,167</u>



23. INTEREST EXPENSE

		2014
	<u>Birr</u>	<u>Birr</u>
Savings deposits	291,281,893	252,053,257
Fixed time deposits	<u>79,576,916</u>	<u>64,056,575</u>
	<u>370,858,809</u>	<u>316,109,832</u>

24. GENERAL AND ADMINISTRATION EXPENSE

		2014
	<u>Birr</u>	<u>Birr</u>
Office rent	73,564,368	55,474,020
Depreciation	44,556,028	36,571,833
Postage, telephone, telegram, telex/fax	12,186,144	11,040,354
Stationery and printing	8,770,197	9,647,314
Transportation	15,224,875	10,839,605
Advertising	7,109,691	5,125,390
Car and representation allowance	2,054,267	1,782,524
Repair and maintenance	11,710,111	7,329,175
Fuel and lubricants	6,577,774	6,400,226
Insurance	6,964,617	5,477,655
Per diems and travel	5,406,389	5,653,982
Correspondent charges	680,633	484,463
SWIFT services	562,811	526,995
Utilities	1,759,002	1,464,028
Amortization	118,786	9,958
Donations and contributions	2,261,752	75,800
Annual reception	5,026,207	3,087,868
Bank charges	1,790,658	1,325,483
Membership and subscriptions	160,628	392,235
Entertainment	1,942,821	1,580,384
Inauguration of branches	637,374	-
Legal fees and charges	5,244	20,201
License fee	17,500	15,500
Cleaning supplies	792,854	733,187
Wages	634,127	482,701
Transportation of currency	672,789	752,929
Loss on disposal of acquired properties	2,717,627	-
Sundries	<u>9,039,609</u>	<u>5,200,788</u>
	<u>222,944,883</u>	<u>171,494,601</u>

25. DIRECTORS' SHARES ON PROFIT

Board of Directors remuneration is calculated in compliance with Directive No. SBB/49/2011 which has been issued by National Bank of Ethiopia, effective from January 15, 2011, which limits the maximum compensation of Birr 50,000 for each Board member. The amount has been shown in the profit and loss account.

26. EARNING PER SHARE

The rate of earnings per share is the return per share computed on the basis of the net profit after tax but before legal reserve divided by the weighted average number of shares held during the year.



27. **CONTINGENT LIABILITY AND COMMITMENTS****Contingent liability:**

	<u>Birr</u>	<u>2014</u> <u>Birr</u>
Letter of Guarantee	866,652,813	527,043,134
Loans and advances approved but not disbursed	211,530,043	147,937,724
Unutilized overdraft and other revolving facilities	487,700,042	476,905,159
Letter of Credit	<u>247,851,466</u>	<u>424,679,124</u>
	<u>1,813,734,364</u>	<u>1,576,565,141</u>

28. **MEMORANDUM ACCOUNTS**

	<u>Birr</u>	<u>2014</u> <u>Birr</u>
OBC-Own branches and other banks' city clearance	22,695,449	25,766,278
IBC-Acceptance and sight	107,316,280	43,372,740
Outward document bills sent for collection - foreign	10,673,096	670,882
Interest on non performing loans	42,832,754	41,593,875
Loans and advances written -off and kept in memorandum accounts	198,922,546	198,922,546
Money bags	<u>849</u>	<u>838</u>
	<u>382,440,974</u>	<u>310,327,159</u>

29. **RELATED PARTY TRANSACTIONS**

a) The significant balances and transactions included in the financial statements are indicated as:-

	<u>Birr</u>	<u>2014</u> <u>Birr</u>
Loans and advances as at June 30,2015	288,990,000	181,700,000

b) These represent transactions with certain related parties with major shareholders of the bank or directors who have control over decision of the bank. The terms of these transactions were approved by the bank's management on agreed terms.

30. **RISK MANAGEMENT**

The Bank has exposure to the following risks from its use of financial instruments. Asset and liability management committee is responsible for implementing appropriate policy, procedure, risk management techniques and managing all types of risks in the bank.

Credit Risk

Credit risk is the financial exposure resulting from a bank's dependence on another party to discharge an obligation as agreed and cause the bank to incur a financial loss. The bank has established a credit risk management system on the basis of maximizing return on its assets while keeping its credit exposure within acceptable limits. The Bank regularly reviews its credit portfolio quality, provisioning requirements and customer exposure. The bank's loans and advances are diversified in various sectors as shown in **Note 5** to the financial statements.



Liquidity Risk

Liquidity risk arises in the general funding activities of the Bank and the management of positions. It includes the risk of being unable to fund assets at appropriate maturities and rates and the risk of being unable to liquidate an asset at a reasonable price and in appropriate time frame. The Bank has a reasonable funding base. Funds are raised mainly from customers' deposits. The maturity profile is monitored by the oversight asset and liability management committee to ensure adequate liquidity is maintained.

Foreign Exchange Risk

Foreign exchange risk results from changes in exchange rates between a bank's domestic currency and other currencies. Foreign exchange risks are controlled by maintaining balances in major currencies whose exchange rates against the reporting currency have always been appreciating. The bank settles foreign exchange transactions of customers at the exchange rate prevailing on the date of the transactions. Hence, the customers bear the cost of any increase in the exchange rates.

Interest Rate Risk

Interest rate risk is a risk resulting from changes in interest rates. It is the probability that the rising and falling of interest rates will adversely affect the Bank's interest margin or the value of its net worth. The bank often revises its lending rate across segments of the credit portfolio based on changes in the cost of funds, reserve requirements and the perceived risk in each credit portfolio segment to keep the overall profitability.

The assets and liability management committee is responsible for managing rate-sensitive assets and liabilities and the effects of rate, volume and mix changes in order to preserve and optimize the interest return.

Operational Risk

Operational risk is the risk of loss resulting from inadequate or failed internal process and systems, fraud, malpractices or external events. The bank manages its operational risk through implementation of sound policies, procedures and staff training on proper implementation of operational manuals by the operational units. Additionally the bank has strong oversight and supervision and internal control function. Besides, IT system and management audit have been started to strengthen operational risk management framework.

Branch Managers' Address (City Branches)

• Abba Mela Ato Fikadu Lemma Tel: 011- 156 4777 Fax: 011- 156 0374 P.O.Box: 12947	• BISRATE GEBRIEAL Ato Henok Bekele Tel: 011- 320 5828 Fax: 011- 372 7836 P.O.Box: 12947	• HAYAHULET MAZORIA W/r Tigist Getachew Tel: 011- 667 3137 Fax: 011- 667 3170 P.O.Box: 12947	• MESKEL FLOWER Ato Belay Habtamu Tel: 011-470 0305 Fax: 011-470 0257 P.O.Box: 12947	• MERI Ato Million Ayele Tel: 011-667 8181 Fax: 011-667 8175 P.O.Box: 12947
• African Union Ato Hailu Kebede Tel: 011- 515 0097 Fax: 011- 515 0247 P.O.Box: 12947	• BOMB TERA Ato Bantalem Taye Tel: 011- 213 0096 Fax: 011- 213 0103 P.O.Box: 12947	• KALITI MENEHARIA Ato Tessema Nida Tel: 011- 471 6041 Fax: 011- 471 6033 P.O.Box: 12947	• MOENCO W/r Asnakech Adugna Tel: 011-618 2283 Fax: 011-663 6574 P.O.Box: 12947	• NEGIST SEFER S.Br. W/r Nigist Admassie Tel: 011- 826 6184 Fax:- P.O.Box: 12947
• Arada Ato Semere Tesfaye Tel: 011- 157 3226 Fax: 011- 157 9713 P.O.Box: 12947	• FILWUHA Ato Sileshe Yilma Tel: 011- 553 4839 Fax: 011- 555 0482 P.O.Box: 12947	• KOTEBE Ato Mesfin Negash Tel: 011-859 2843 Fax: 011-667 5198 P.O.Box: 12947	• RAGUEL Ato Abegaz Yemam Tel: 011- 277 9207 Fax: 011- 277 7979 P.O.Box: 12947	• SARIS Ato Milkiyas Negash Tel: 011- 470 7074 Fax: 011- 470 7039 P.O.Box: 12947
• Ayer Tena W/r Mahlet Berhe Tel: 011- 369 3449 Fax: 011- 369 3504 P.O.Box: 12947	• GOFA Ato Abey Fesseha Tel: 011- 416 9540 Fax: 011- 416 9549 P.O.Box: 12947	• LEBU Ato Abreham Sime Tel: 011- 471 3046 Fax: 011- 471 3152 P.O.Box: 12947	• SARBET Ato Solomon Legesse Tel: 011-320 4225 Fax: 011- 320 4221 P.O.Box: 12947	• SIDIST KILO Ato Nurhussien Seid Tel: 011-122 5466 Fax: 011-122 5658 P.O.Box: 12947
• Bethel Ato Wondwossen Tadesse Tel: 011- 349 0653 Fax: 011- 349 0801 P.O.Box 12947	• HADDIS ALEMAYEHU Ato Aleget Chanie Tel:0911- 11 3151 Fax:- P.O.Box: 12947	• ADDISU GEBEYA W/r Tehetena Mengistu Tel: 011- 127 5406 Fax: 011- 127 5403 P.O.Box: 12947	• SUMMIT Ato Tibebe Tewabe Tel: 011- 667 8309 Fax: 011- 667 8209 P.O.Box: 12947	• TOBIA Ato Setargie Asmare Tel: 011- 667 0554 Fax: 011- 667 0530 P.O.Box: 12947
• Bole Medhanialem Ato Melaku Tamere Tel: 011- 661 1459 Fax: 011- 661 1472 P.O.Box: 12947	• KALITI Ato Tibebe Tsegaw Tel: 011- 439 4656 Fax:011- 439 4693 P.O.Box: 12947	• AIRPORT W/r. Yalemwork W/Silassie Tel: 011- 618 5233 Fax: 011- 618 5255 P.O.Box: 12947	• URAEL Ato Ermiyas Kebede Tel:011-662 6901 Fax: 011-662 5564 P.O.Box 12947	• WUHA-LIMAT Ato Teshale Gagilew Tel: 011- 667 2565 Fax: 011- 667 2590 P.O.Box: 12947
• Debebe H/Yohannes Ato Tameree Fekadu Tel: 011- 663 8954 Fax: 011- 663 8953 P.O.Box: 12947	• KEBELE 24 Ato Mesay Simie Tel: 0911- 48 3491 Fax:- P.O.Box: 12947	• HAYAT Ato Eskinder Bezabih Tel: 011- 639 0075 Fax: 011- 639 0113 P.O.Box: 12947	• YEKA Ato Wondayehu Abebe Tel:011-667 3989 Fax: 011-667 3934 P.O.Box 12947	• MEHAL MERKATO Ato Nebiyu Messle Tel: 011-826 3375 Fax: 011-277 0388 P.O.Box: 12947
• Gulele Ato Biniyam Yitbarek Tel: 011- 273 0071 Fax: 011- 273 0075 P.O.Box: 12947	• LAMBERET W/r Seble Tadesse Tel: 011- 647 8190 Fax: 011- 647 8194 P.O.Box: 12947	• BESHALE Ato Behailu G/Mariam Tel: 0911- 64 4936 Fax:- P.O.Box 12947	• MEGENAGNA Ato Dereje Nigussie Tel: 011- 618 2511 Fax: 011-618 2518 P.O.Box: 12947	• MILITARY TERA Ato Mulgeta T/Mariam Tel: 011-273 2316 Fax: 011-273 2046 P.O.Box: 12947
• Gurd Sholla Ato Andualem Hailu Tel: 011- 667 7043 Fax: 011- 667 6978 P.O.Box: 12947	• ABINET Ato Jemal Ummer Tel: 011- 278 1303 Fax: 011- 278 1305 P.O.Box: 12947	• BOLE MICHAEL Ato Tsegaye Kassa Tel: 011- 639 2433 Fax: 011- 6392447 P.O.Box: 12947	• MESALEMIYA Ato Tinsaye Feyissa Tel: 011-275 5042 Fax: 011-277 3337 P.O.Box: 12947	• OLYMPIA W/r Fanaye Adugna Tel: 011-554 6726 Fax: 011- 554 6723 P.O.Box: 12947
• Jemo Ato Yohannes Yigezu Tel: 011- 471 2003 Fax:011- 471 2002 P.O.Box: 12947	• AMESTEGNA AREA Ato Solomon Getachew Tel: 011- 557 6993 Fax:- P.O.Box: 12947	• CHURCHILL ROAD Ato Akemel Hailu Tel: 011- 155 7133 Fax: 011- 155 7237 P.O.Box: 12947	• NEGADRAS Ato H/Mariam Tewolde Tel: 011-275 2434 Fax: 011- 276 7626 P.O.Box: 12947	• SARIS ADDISU SEFER Ato Amare Yayeh Tel: 011- 470 7824 Fax: 011- 470 7862 P.O.Box: 12947
• Kezanchis W/r Amsale G/Hiwot Tel: 011- 557 0743 Fax: 011-557 0744 P.O.Box: 12947	•AWTOBIS TERA Ato Taye Abebe Tel: 011- 273 2035 Fax: 011- 273 2038 P.O.Box: 12947	• GERJI GIYORGIS Ato Yihenew Mekonnen Tel: 011- 639 4169 Fax: 011- 639 4151 P.O.Box: 12947	• RWANDA MAZORIA S.Br. Ato Dawit G/Meskel Tel: 0911- 42 4583 Fax:- P.O.Box: 12947	• SIGNAL Ato Nega Kefetew Tel: 011- 661 0334 Fax: 011- 618 3887 P.O.Box: 12947
• Lafto W/r Yeshiwork Wolde Tel: 011- 419 8280 Fax: 011- 419 8281 P.O.Box: 12947	• BAMBIS Ato Tadele Anagaw Tel: 011- 554 4641 Fax: 011- 554 4946 P.O.Box: 12947	• GUENET Ato Birhanu Abera Tel: 011-554 0425 Fax: 011-552 3769 P.O.Box: 12947	• SHEGOLLE W/r Meseret Dayass Tel: 011- 259 2044 Fax: 011 259 1758 P.O.Box: 12947	• TORHAYLOCH TOTAL S.Br. Ato Ephrem Ayele Tel: 0913- 63 3681 Fax:- P.O.Box: 12947
• ABBA KORAN W/r Zenebeworke Ahmed Tel: 011- 155 9238 Fax: 011- 155 9311 P.O.Box: 12947	• BOLE Ato Sultan Yesuf Tel: 011- 551 1822 Fax: 011- 551 3117 P.O.Box: 12947	• IMPERIAL W/r Haimanot Zerihun Tel: 011- 896 2195 Fax:- P.O.Box: 12947	• TEMENJA YAJ Ato Ephrem Mekonnen Tel: 011- 466 0931 Fax: 011- 466 1012 P.O.Box: 12947	• WOLLO SEFER Ato Nigussie Yitayew Tel: 011- 470 1442 Fax: 011-470 2664 P.O.Box: 12947
• ALEM BANK W/r. Beleteshachew Asnake Tel: 011- 369 4869 Fax: 011- 369 4867 P.O.Box: 12947	• CMC Ato Abera Lemma Tel: 011-651 9258 Fax: 011- 667 5110 P.O.Box: 12947	• KARA-KORE Ato Debele Tessema Tel: 011-369 3077 Fax: 011-369 3038 P.O.Box: 12947	• U.S EMBASSY W/r Frehiwot Daniel Tel: 011-130 7420 Fax: 011-124 2455 P.O.Box: 12947	
• ARAT KILO W/rAddisalem Zewdie Tel: 011- 126 4043 Fax: 011- 126 4036 P.O.Box: 12947	• GERJI Ato Aklilu Bogale Tel: 011- 629 8921 Fax: 011- 629 7052 P.O.Box: 12947	• LEGEHAR Ato Minwuyelet Necho Tel: 011-550 9123 Fax: 011-552 5610 P.O.Box: 12947	• YERE BER Ato Wubshet Andualem Tel: 011- 896 4197 Fax: 011- 667 5781 P.O.Box 12947	
• BALCHA Ato Abreham Zeberga Tel: 011- 557 6312 Fax: 011- 557 6298 P.O.Box: 12947	• GOTERA Ato Safework Mulugeta Tel: 011- 443 1361 Fax: 011- 443 1386 P.O.Box: 12947	• LIDETA Ato Henok Bekele Tel: 011-859 2842 Fax: 011-557 6239 P.O.Box: 12947	• MERKATO Ato Daniel Tadesse Tel: 011-275 0185 Fax: 011-275 0013 P.O.Box: 12947	



Branch Managers’ Address (Outlying Branches)

- ABAY MADO S.Br.**
Ato Solomon Motbaynor
Tel: 058-218 0995
Fax: 011- 156 0374
P.O.Box:
- ADI-HAKI**
Ato Habtom G/Giorgis
Tel: 034- 441 8742
Fax: 034- 441 8751
P.O.Box: 1803
- ALEM GENA**
W/r Dinknesh Dita
Tel: 011-387 0268
Fax: 011-387 1286
P.O.Box: 460
- ASHEWA MEDA**
Ato Worku Gobena
Tel: 011- 260 1097
Fax: 011- 260 1086
P.O.Box
- ASSELA**
Ato Fasil Mengistu
Tel: 022- 331 8227
Fax: 022- 331 8226
P.O.Box: 433
- DAYE BENSA**
Ato Taye Birhanu
Tel: 046- 337 0260
Fax: 046- 337 0248
P.O.Box: 433
- CHAGNI**
Ato Abeyie Moges
Tel: 058- 225 0160
Fax: 058- 225 0076
P.O.Box: 74
- DEBRE MARKOS**
Ato Kibur Mulugeta
Tel: 058- 225 0160
Fax: 058- 225 0076
P.O.Box: 160
- DIRE DAWA**
Ato Solomon Kassa
Tel: 025- 111 8932
Fax: 025- 111 8934
P.O.Box: 1472
- FURI**
Ato Hailu Regassa
Tel: 011- 367 9220
Fax: 011- 367 9222
P.O.Box:
- HARAR**
Ato Belchu Tilahun
Tel: 025- 666 0146
Fax: 025- 667 0995
P.O.Box: 1689
- JAWI**
Ato Haile Ychualashet
Tel: 058- 278 0173
Fax: 058- 278 0002
P.O.Box: 10
- ABDISSA AGA**
Ato Ibsa Abera
Tel: 057-660 5091
Fax: 057-660 5064
P.O.Box:
- ADDIS ZEMEN**
Ato Achenafi Bere
Tel: 058- 444 0406
Fax: 058- 444 0349
P.O.Box:
- ALULA ABBA NEGA**
Ato Habtamu Hayelom
Tel: 034- 440 7377
Fax: 034- 440 7380
P.O.Box 1375
- ASSOSA**
Ato Nega Zewedu
Tel: 057- 775 2936
Fax: 057- 775 2938
P.O.Box 55
- AXUM**
Ato Atakility Asmelash
Tel: 034- 775 2425
Fax: 034- 775 2425
P.O.Box: 254
- BISHOFTU**
Ato Wondossen Ambelu
Tel: 011-433 3134
Fax: 046- 433 3016
P.O.Box: 1353
- CHIRO**
Ato Eshetu Wordofa
Tel: 025- 551 1739
Fax: 025- 551 1765
P.O.Box: 470
- DEBRE TABOR**
Ato Alemu Gulilat
Tel: 058- 441 1804
Fax: 058- 441 1092
P.O.Box: 296
- ETEGE MINTIWAB S.Br.**
Ato Ashenafi Mengistie
Tel: 058- 211 5089
Fax:-
P.O.Box: C/o Tewodros 906
- GAMBELLA**
Ato Dagim Bitewulign
Tel: 047- 551 0403
Fax: 047- 551 0442
P.O.Box:
- HAWASSA**
Ato Seble Ashenafi
Tel: 046- 220 9269
Fax: 046- 220 4057
P.O.Box: 916
- JIJIGA**
Ato Addisu G/Medhin
Tel: 025- 775 3777
Fax: 025- 775 3778
P.O.Box: 1365
- ADAMA BOSET S.Br.**
W/r Genet Nisrane
Tel: 011- 73 3335
Fax: -
P.O.Box: C/o Adama M. 1591
- ADIGRAT**
Ato Kidus Yohannes
Tel: 034- 445 2453
Fax: 034- 445 2450
P.O.Box: 156
- ARBA MINCH**
W/r Addisalem Assefa
Tel: 046- 881 4798
Fax: 046- 881 4800
P.O.Box 2002
- ATSE-ZERA YACOB**
Ato Gizachew Asemerie
Tel: 011- 681 3958
Fax: 034- 681 3961
P.O.Box: 460
- AZEZO SUB-BRANCH**
Ato Endalew Yehunie
Tel: 0910- 82 3695
Fax: -
P.O.Box: C/o Tewodros 906
- BULE HORA**
Ato Aschalew Menbere
Tel: 046- 443 0899
Fax: 046- 443 0896
P.O.Box: 101
- DANGILA**
Ato Tiruneh Worku
Tel: 033- 112 3258
Fax: 058- 221 1039
P.O.Box: 19
- DESSIE**
Ato Hailu Tareegn
Tel: 033- 112 3258
Fax: 033- 112 3256
P.O.Box: 899
- FASSILEDES**
Ato Ahmedin Jewaw
Tel: 058- 126 0330
Fax: 058- 126 0326
P.O.Box: 351
- GISH ABAY SUB-BRANCH**
Ato Yeshiwas Simegn
Tel: 058- 226 4157
Fax: 058- 226 4146
P.O.Box:
- HOSANNA**
Ato H/Eyesus Tessema
Tel: 046- 555 4015
Fax: 046- 555 1818
P.O.Box: 449
- JINKA**
Ato Demelash Tefera
Tel: 046- 775 1185
Fax: 046- 775 0316
P.O.Box: 83
- ADAMA MENAHARIA**
Ato Biniyam Shebabaw
Tel: 022- 112 7399
Fax: 022- 112 7405
P.O.Box: 1591
- ALAMATA**
Ato Fekadu Hagoss
Tel: 034- 774 1064
Fax: 034- 774 1050
P.O.Box 87
- ARERTI**
Ato Tesfamichael Adnew
Tel: 0965- 38 7888
Fax:-
P.O.Box 39
- ATSE-YOHANNES**
Ato Abreham G/Medihn
Tel: 034- 241 5317
Fax: 034- 241 5294
P.O.Box
- BAHIR DAR**
Ato Walle Molla
Tel: 058- 226 2001
Fax: 058- 222 1789
P.O.Box: 156
- BURE**
Ato Wedu Denekew
Tel: 058- 774 1085
Fax: 058- 774 1039
P.O.Box: 1
- DEBRE BIRHAN**
Ato Zenebe Kebede
Tel: 011- 681 1808
Fax: 011- 681 2372
P.O.Box: 207
- DILLA**
Ato Kibatu Kidanie
Tel: 046- 331 3941
Fax: 046- 331 3940
P.O.Box: 507
- FINOTE SELAM**
Ato Adane Ashenafi
Tel: 058- 775 1415
Fax: 058- 775 1428
P.O.Box: 243
- HAWASSA ARAB SEFER S.Br.**
Ato Ketema Tekle
Tel: 046- 212 3481
Fax: -
P.O.Box: 899
- HUMERA**
Ato Kindu Wubie
Tel: 034- 448 0967
Fax: 034- 448 1416
P.O.Box: 127
- JIMMA**
Ato Abiyu Jemal
Tel: 047 111 5863
Fax: 047 111 5864
P.O.Box: 1365
- KOMBOLCHA**
Ato Mohammed Seid
Tel: 033- 811 0692
Fax: 025- 667 0995
P.O.Box: 1689
- MEKANE SELAM**
Ato Libsework Aberha
Tel: 032- 220 0276
Fax: 032- 220 0282
P.O.Box:
- MODJO**
W/r Asegedech Abebayew
Tel: 022- 116 1731
Fax: 022- 116 1749
P.O.Box: 536
- SHEWA ROBIT**
Ato Genene Alemu
Tel: 0911- 02 6987
Fax:
P.O.Box:
- TANA**
Ato Ayal Belayneh
Tel: 058- 220 6970
Fax: 058- 220 6978
P.O.Box: 234
- TOSA SUB-BRANCH**
Ato Gashaw Haylie
Tel: 033- 312 9986
Fax: 033- 312 5027
P.O.Box:
- WOLDIYA**
Ato Molla Temesgen
Tel: 033- 331 0873
Fax: 033- 331 1075
P.O.Box: 472
- LEGETAFO**
Ato Mesele Shegu
Tel: 011- 67 9074
Fax: 011- 67 9073
P.O.Box:
- MEKET**
Ato Solomon Zenebe
Tel: 033- 211 0069
Fax: 033- 211 0230
P.O.Box: 38
- MOTTA**
Ato Matiws Negash
Tel: 058- 661 0861
Fax: 058- 661 0405
P.O.Box: 124
- SEBETA**
Ato Reta Yalew
Tel: 011- 338 0414
Fax: 011- 338 0487
P.O.Box:
- TEPPI**
Ato Getachew Asefaha
Tel: 047- 556 1882
Fax: 047- 556 1878
P.O.Box: 16
- WELAYTA SODO**
Ato Yonas Nadew
Tel: 046- 551 3396
Fax: 046- 551 3405
P.O.Box: 113
- LOGIA**
Ato Bogale Zegeye
Tel: 0922- 91 0547
Fax:
P.O.Box:
- METEMA YOHANNES**
Ato Tamiru Getenet
Tel: 058- 826 0003
Fax:
P.O.Box: 57
- NAZARETH ARADA**
Ato Tedele Mekonnen
Tel: 022- 112 3585
Fax: 022- 112 3990
P.O.Box: 81
- SHIRE ENDASELASSIE**
Ato Tamiru Geteneth
Tel: 034- 444 0306
Fax: 034 444 0338
P.O.Box: 189
- TEWODROS**
Ato Biruhtesfa Seyoum
Tel: 058- 111 4382
Fax: 058- 111 4603
P.O.Box: 906
- WELETE**
Ato Jemal Ahmed
Tel: 011- 387 0505
Fax: 011- 387 0639
P.O.Box: 25
- MERTULE-MARIAM**
Ato Tenaw Tesfaye
Tel: 058- 666 0368
Fax: 058- 666 0573
P.O.Box:
- METU**
Ato Reta Anbessie
Tel: 047- 141 0283
Fax: 047- 141 0313
P.O.Box: 285
- SHASHEMENE**
W/r Hirut Tamire
Tel: 046- 110 1525
Fax: 046- 110 1519
P.O.Box: 1197
- TABOR**
Ato Anteneh Amdie
Tel: 046- 221 0884
Fax: 046- 221 0775
P.O.Box: 2068
- TOGO WUCHALE**
Ato Yared Asefaw
Tel: 025- 882 0038
Fax: 025 882 0040
P.O.Box: 562
- WOLKITE**
Ato Gemeches Aga
Tel: 011- 330 0309
Fax: 011- 330 0265
P.O.Box: 195



ATM LOCATIONS

On Branches

- **Bole Branch,**
Sunshine Building,
Bole Road, A.A
- **Bole Medhanialelem Branch,**
Bank of Abyssinia Building,
Bole Medhanialelem Road, A.A
- **Filwuha Branch,**
Red Cross Building, Around
Stadium, A.A
- **Abba Mela Branch,**
Hulu Alem Building, A.A
- **Kazanchis Branch,**
Nega City Mall, A.A
- **Megenagna Branch,**
Legesse Feleke Building, A.A
- **Urael Branch,**
Haile G/Selassie Bldg, A.A
- **Lafto Branch,**
Yomar Building, A.A
- **Genet Branch,**
K.K Center Building, A.A
- **Goffa Branch,**
in front of Zeleke Builing, A.A
- **Wuhalimat Branch,**
Hayahulet, near to Addis Hiwot
Hospital, A.A
- **Kality Branch,**
Solomon Yirdaw Building, A.A
- **A/Z/Yacob Branch,**
Debreberhan, Kaleab Bldg.
- **Dire Dawa Branch,**
Dire Dawa, Dechatu Sefer
- **Hawassa Branch, Hawassa,**
Lewi No. 1 Hotel Near Total,
- **Tewodros Branch,**
Gonder, Sorene Building
- **Saris Branch,**
in front of Adey
Abeba Garment, A.A
- **African Union Branch,**
Gada Ghion Building, A.A
- **US Embassy Branch,**
US Embassy Compound, A.A
- **Alemgena Branch,**
Alemgena, Jimma Road
- **Olympia Branch,**
Getu Commercial Center,
Bole Road, A.A
- **Meskel Flower Branch,**
Werkie Assefa Building,
Meskel Flower Road, A.A
- **Raguel Branch,**
Merkato Raguel,
Church Building, A.A
- **Churchill Road Branch,**
Piassa Elian Hotel Bldg., A.A

Off Branches

- **Gerji Branch,**
Behind Anbessa Garage, Mag
Int'l Bldg, A.A
- **CMC Branch,**
near CMC NOC Gas Station,
A.A
- **Sarbet Branch,**
Sarbet Branch Opposite to the
former Office of the Embassy of
South Africa, A.A
- **Addisu Gebeya Branch,**
in fort of NOC Gas Station, A.A
- **Bethel Branch,**
in front of Bethel St. George
Church, A.A
- **Negadras Branch,**
Merkato Tana Gebeya Adarash,
A.A
- **Temenja Yaj Branch,**
Riche Astara Building, A.A
- **Alula Aba Nega Branch,**
Mekele Tadesse Hagos Bldg,
A.A.
- **Arada Branch,**
Nazareth Hadji Ditamo Buldg.,
A.A
- **Bahir Dar Branch,**
Bahir Dar Abyssinia & Nile
Building
- **Arat Kilo Branch,**
near Ethiopian Press Agency,
A.A
- **Jemo Branch,**
Jemo No. 1 area, A.A
- **Bishoftu Branch,**
Debre Zeit, Lisak Building, A.A
- **Balcha Branch,**
Ledeta Condominium Site,
Block 40 Ground Floor
- **Axum Branch,**
Axum Hotel, A.A
- **Friendship City Center,**
Bole Road, Friendship Building,
Contact Add. Airport Branch,
A.A
- **Dembel City Center,**
Bole Road, Dembel Building,
Contact Add. Bole Branch, A.A
- **Zefmash Grand Mall,**
Megenagna Road, Zefmash
Building, Contact Add.
Megenagna Branch, A.A
- **Harmony Hotel,**
Bole Road, Around Ednamall
Building, Contact Add. Tobia
Branch, A.A
- **Addis Ababa University,**
Sidist Kilo, Contact Add. Sidist
Kilo Branch, A.A
- **Rass Hotel,**
Around National Theater, Con-
tact Add. Filwuha Branch, A.A
- **Hilton Addis Hotel,**
In front of Ministry of Foreign
Affairs, Contact Add. Kazaniches
Branch, AA
- **Gollagule Tower,**
Hayahulet Mazoria, Contact Add.
Wuhalimat Branch, A.A
- **Mexico Alsam Chelelek Building,**
Contact Add. Lideta Branch, A.A
- **Lafto Mall, Sar Bet,**
Contact Add. Sar Bet Branch,
A.A

PoS LOCATIONS

On Branches

- **Airport Branch,**
Old Fantu
Supermarket Bldg., A.A
- **Bole Branch, Sunshine**
Building, in front of Flamingo
Restaurant, A.A
- **Churchill Road Branch,**
Piassa Eliana Hotel Bldg, A.A
- **Guenet Branch,**
K.Kare Center Building, A.A
- **Goffa Branch,**
in front of Zeleke Building, A.A
- **African Union Branch,**
Gada, Ghion Building, A.A
- **Megenagna Branch,**
Legesse Feleke Building
- **Wuhalimat Branch,**
Hayahulet, near Addis Hiwot
Hospital, A.A
- **Gullele Branch,**
Gebissa Building, A.A
- **Abinet Branch,**
Gibe Commercial Center, A.A
- **Merkato Branch,**
Negat Birhan S.C Building, A.A
- **Gerji Branch,**
Behind Anbessa Garage, Mag
Int'l Bldg., A.A
- **Debre Birhan Branch,**
Mohammed Abdusemed Build-
ing, A.A
- **Kotebe Branch,**
Kotebe Keble 02 area, A.A
- **Filwuha Branch,**
Red Cross Building, A.A
- **Olympia Branch,**
Getu Commercial Center, A.A
- **Abba Mela Branch,**
Hulu Alem Bldg, A.A
- **Legehar Branch,**
around Legehar Station, A.A
- **Zera'a Yacob Branch,**
Debreberhan, Kaleab Building,
A.A
- **Urael Branch,**
Haile G/Selassie Building, A.A
- **Bambis Branch,**
in front of Yordanos Hotel
- **Addisu Gebeya Branch,**
in front of NOC Gas Station, A.A
- **Sidist Kilo Branch,**
Meskaye Hizuna Medhanialelem
Church Building, A.A
- **Awutobis Tera Branch,**
Midway in a route to Abenet via
Awtobis Tera, A.A
- **Raguel Branch,**
Merkato, Raguel Church
Bldg., A.A
- **Gerji Georgis Branch,**
Gerji Sunshine Building, near
Roba Bakery, A.A
- **D/H/Yohannes Branch,**
Near Atlas Hotel, A.A
- **Arada Branch,**
in front of Mohammed Music
Shop, A.A

Off Branches

- **Eva Hotel,**
Debre Birhan
- **Nine G's Service,**
Bole Medhanialelem, A.A
- **Hiwot Hotel,**
Debre Birhan
- **Omotic General Trading,**
Legehar, A.A
- **Endale and Family PLC,**
Churchill Road, A.A
- **Etsay Girmay Ali,**
Churchill Road, A.A
- **Safari Palace,**
Nazareth
- **Best Super Market,**
Gonder
- **L-Shape Hotel,**
Gonder
- **World Wide PLC,**
Gonder
- **Hotel Lammergyer,**
Gonder
- **Gurd Shola Super Market,**
A.A
- **Buka Rental,**
Wuhalimat, A.A
- **Bambis PLC,**
A.A
- **Melbourne Hotel,**
Dessie
- **Chunk Supermarket,**
A.A Jemo
- **Berta Supermarket,**
Legehar, A.A
- **Eliab Business PLC,**
Megenagna, A.A
- **Beemnet Trading,**
Balchaa, A.A
- **Bitania Tour and Travel,**
Filwuha, A.A
- **All Mart Super Market,**
Gerji, A.A
- **Abduljewad Aboubeker,**
Churchil Road, A.A
- **Regency Hotel,**
Churchil Road, A.A
- **Rift Valley Hotel,**
Nazareth
- **Goha Hotel,**
Gonder
- **Kino Hotel,**
Gonder
- **Land Mark Hotel,**
Gonder
- **Executive Hotel,**
Nazareth
- **Tizeze Hotel,**
A.A
- **New Season Development**
PLC, A.A
- **Kalkidan Bar & Restaurant,**
Dessie
- **Dr. Seid Hussien Ali,**
Supermarket, Dessie



የባንክችን የሞባይል አገልግሎት ተጠቃሚ ይሁኑ!!



በሁሉም የሞባይል ቀፎ አይነቶች
አገልግሎቱን ማግኘት ይቻላል!

ደንበኞች ባሉበት ሆነው የባንክ እንቅስቃሴያቸውን
ማወቅ፣ መከታተልና ሂሳባቸውን ማንቀሳቀስ ያስችላቸዋል።