SNAT SAVINGS AND CREDIT CO-OPERATIVE SOCIETY

Annual Financial Statements
for the year ended 30 June 2025

SNAT SAVINGS AND CREDIT CO – OPERATIVE SOCIETY

STATEMENT OF COMPREHENSIVE INCOME
for the year ended 30 June 2025

	Notes	**2025** **E**	2024 E
Interest income	1	**102 170 707**	95 858 463
Interest expense	2	**(58 143 072)**	(51 528 470)
Dividend expense	2	**(3 132 807)**	(3 053 871)
Net Interest Income		**40 894 828**	41 276 122
Fee and commission income	3	**7 121 111**	5 898 843
Net fee and commission income		**7 121 111**	5 898 843
Net Income		**48 015 939**	47 174 965
Expected credit loss allowance	11.1	**-**	(1 884 728)
Net investment income	4	**13 025 579**	10 457 219
Other operating income	6	**4 921 892**	3 862 240
Net operating surplus		**65 963 410**	59 609 696
Employee compensation and benefits	7	**(13 484 234)**	(11 666 864)
General and administrative expenses	5	**(24 682 036)**	(25 821 017)
Depreciation and amortization expense	5	**(1 024 540)**	(1 064 238)
Total expenses		**(39 190 810)**	(38 552 119)
Operating surplus		**26 772 600**	21 057 577
Income tax expense	8	**-**	-
Surplus for the year		**26 772 600**	21 057 577
Surplus Attributable to:			
Members of the Society		**26 772 600**	21 057 577

SNAT SAVINGS AND CREDIT CO – OPERATIVE SOCIETY

STATEMENT OF FINANCIAL POSITION
As at 30 June 2025

	Notes	**2025**	2024
		E	E
Assets			
Investment property	21	**32 514 000**	20 956 578
Property, plant and equipment	9	**3 729 988**	2 661 178
Intangible assets	10	**921 332**	1 372 882
Investments accounted for using the equity method	23	**2 565 400**	2 565 400
Financial investments at fair value through profit or loss	22	**106 653 059**	107 605 043
Financial investments at fair value through other comprehensive income	22.2	**19 733 900**	19 733 900
Loans and advances to members	11	**599 978 549**	582 751 396
Trade and other receivables	13	**32 886 750**	29 617 695
Cash and cash equivalents	14	**62 831 220**	30 392 496
Total assets		**861 814 198**	797 656 568
Equity and Liabilities			
Equity			
Share capital	15	**61 218 902**	59 709 457
Revaluation reserves		**9 592 169**	881 024
Other Reserves	25.1	**5 127 788**	-
Accumulated funds	25	**157 605 532**	130 832 932
		233 544 391	191 423 413
Liabilities			
Member's savings	24	**619 723 898**	588 178 853
Trade and other payables	17	**4 985 442**	14 059 101
Provisions	19	**3 560 467**	3 995 201
Total liabilities		**628 269 807**	606 233 155
Total Equity and Liabilities		**861 814 198**	797 656 568

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2025

		2025	2024
		E	E
1	**Interest income**		
	Revenue consists of the aggregate of interest income received and accrued.		
	The analysis of interest income by category/section is as follows:		
	Interest income from member loans	**102 170 707**	95 858 463
		102 170 707	95 858 463
	Interest income is generated from standard, personal, special, helpline, consolidation, school fees, short, hybrid loan and business loans of the Society. Refer to accounting policy note 4.11 for details of the respective rates charged for each of these loan products.		
2	**Interest and dividend expense**		
	Interest expense	**58 143 072**	51 528 470
	Dividend expense	**3 132 807**	3 053 871
		61 275 879	54 582 341
	Interest expense consists of interest generated and paid to members based on their savings with the Society.		
3	**Net Fee and Commission Income**		
3.1	***Fee and Commission Income***		
	Settlement fees	**2 831 264**	2 274 364
	Membership fees	**279 455**	-
	Commission income from Orchard	**576 254**	356 530
	Insurance recovery from members	**3 489 914**	3 273 387
	Administration fee	**124 841**	43 592
	Loss from sale of promotional items	**(180 617)**	(49 030)
	Total fee and commission income	**7 121 111**	5 898 843
	Net Fee and Commission Income	**7 121 111**	5 898 843
4	**Net investment income**		
	Interest income from investments	**10 945 412**	9 696 792
	Dividends from investments	**2 080 167**	760 427
		13 025 579	10 457 219

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2025

5	**Surplus from operations before income tax**	**2025 E**	2024 E
	Surplus from operations before income tax is arrived at after taking into account the following items:		
	External Auditors remuneration	**413 061**	346 382
	Depreciation on property plant and equipment	**566 959**	529 295
	Amortisation of Intangible assets	**457 582**	534 944
	Board allowances	**2 102 978**	1 998 252
	Branch allowances	**642 827**	379 803
	Donations	**125 924**	65 581
	Legal fees	**120 759**	142 739
	Repairs and maintenance	**394 410**	166 339
	Employee compensation and benefits (Note 7)	**13 484 234**	11 666 864
	Travelling	**10 513**	3 500
	Rates	**326 441**	300 193
	Electricity and water	**537 297**	474 717
	Seminars and workshops	**1 925 633**	1 815 156
	Risk cover expenses	**7 404 111**	8 121 598
	Consulting fees	**364 809**	554 046
	Other expenses	**7 158 918**	9107 051
	AGM expenses	**3 154 354**	2 345 659
		39 190 810	38 552 119
	Refer to detailed statements for comprehensive income under annexure 1 for a further breakdown of the above expense line items		
6	**Other operating income**		
	Rental income received	**1 163 325**	920 396
	Subscription fees	**1 441 800**	1 204 800
	Application fees	**1 905 863**	907 297
	Other income	**410 904**	829 747
		4 921 892	3 862 240
7	**Employee compensation and benefits**		
	Salaries and wages	**7 498 629**	6 683 738
	National Provident Fund	**232 845**	232 087
	Pension costs (defined contribution plan)	**738 326**	704 409
	Staff training	**607 547**	241 649
	Medical aid contribution	**1 062 541**	918 772
	Pay As You Earn (PAYE)	**2 354 065**	1 974 312
	Staff Welfare	**15 493**	-
	Terminal benefits	**974 788**	911 897
		13 484 234	11 666 864
	The average number of persons employed during the year was **52** (2024: 26 Permanent staff and 14 casuals)		

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2025

8	**Income tax expense**	**2025**	2024
		E	E
	Tax debit to the income statement		
	Eswatini normal tax	-	-
	Current year tax charge (Note 18)	-	-
	Prior year under provision	-	-
	Taxation rate reconciliation:		
	The income tax charge for the year can be reconciled to the effective rate of taxation in Eswatini as follows:		
	Accounting profit from rental income	-	-
	Tax calculated at standard rate 25%	-	-
	Plus Deferred Tax Movement		
	Permanent and temporal differences		
	Non-deductible expenses / permanent differences	-	-
	Temporal differences	-	-
	Prior year under provision	-	-
	Income tax expense	-	-

The Society is exempt from normal income tax per Eswatini income tax order, 1975. The society owns investment property which earns rental income on a monthly basis. The rental income is taxable per the Income Tax Order, 1975 and the tax expense relates to this part of the Society's operation

In the current year, the investment property business made a loss which resulted in an assessed tax loss of **E 1 034 136** (2024: E972 610). A deferred tax asset was not recognised on the assessed loss since based on our assessment, it is not probable that future taxable profits will be available against which the unused tax losses can be utilised.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2025

9 Property plant and equipment

	Computer Equipment E	Furniture and Fittings E	Office Equipment E	Motor Vehicles E	TOTAL E
Year Ended 30 June 2025					
Opening Carrying Amount	**484 058**	**956 021**	**274 547**	**946 552**	**2 661 178**
Additions	**582 008**	**650 589**	**346 665**	**59 420**	**1 638 682**
Disposals	**(2 913)**	**-**	**-**	**-**	**(2 913)**
Depreciation	**(204 275)**	**(130 040)**	**(43 334)**	**(189 310)**	**(566 959)**
Closing book Amount	**858 878**	**1 476 570**	**577 878**	**816 662**	**3 729 988**
At 30 June 2025					
Cost	**1 978 517**	**1 979 947**	**716 020**	**1 663 806**	**6 338 290**
Accumulated Depreciation	**(1 119 639)**	**(503 377)**	**(138 142)**	**(847 144)**	**(2 608 302)**
Closing book Amount	**858 878**	**1 476 570**	**577 878**	**816 662**	**3 729 988**

	Computer Equipment E	Furniture & Fittings E	Office Equipment E	Motor Vehicles E	TOTAL E
Year Ended 30 June 2024					
Opening Carrying Amount	622 477	697 417	227 326	255 701	1 802 921
Additions	78 827	361 038	69 700	872 931	1 382 496
Transfers	-	-	5 056	-	5 056
Depreciation	(217 246)	(102 434)	(27 535)	(182 080)	(529 295)
Closing book Amount	484 058	956 021	274 547	946 552	2 661 178
At 30 June 2024					
Cost	1 399 422	1 329 358	369 355	1 604 386	4 702 521
Accumulated Depreciation	(915 364)	(373 337)	(94 808)	(657 834)	(2 041 343)
Closing book Amount	484 058	956 021	274 547	946 552	2 661 178

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2025

10 Intangible Assets	**Computer Software E**
Year ended 30 June 2025	
Opening Balance	**1 372 882**
Additions	**6 032**
Amortization	**(457 582)**
Closing net book amount	**921 332**
At 30 June 2025	
Cost	**5 456 186**
Accumulated amortization	**(4 534 854)**
Carrying amount at year end	**921 332**
Year ended 30 June 2024	
Opening Balance	1 142 796
Additions	765 030
Amortization	(534 944)
Closing net book amount	1 372 882
At 30 June 2024	
Cost	5 450 154
Accumulated amortization	(4 077 272)
Carrying amount at year end	1 372 882

Computer software comprises of the Society's automated loan processing application. Its useful life is estimated at a maximum of 3 years amortised using the reducing balance method.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2025

		2025 E	2024 E
11	**Loans and advances**		
	Helpline loans	**10 747 617**	9 866 786
	Personal loans	**44 242 985**	41 336 693
	School fees loans	**99 390**	226 669
	Consolidation loans	**4 456 958**	6 327 807
	Business loans	**3 837 676**	4 839 921
	Special loans	**21 213 142**	22 766 148
	Standard loans	**520 939 637**	506 283 481
	Short loans	**2 354 861**	791 189
	Hybrid loan	**4 424 747**	2 926 327
	Car Loans	**1 224 969**	-
	Staff and management loans	**426 855**	1 376 663
	Gross advances and advances to members	**613 968 837**	596 741 684
	Less: Impairment allowance (Note 11.1)	**(13 990 288)**	(13 990 288)
	Total loans and advances	**599 978 549**	582 751 396
	A maturity analysis of loans and advances is set out below and is based on the remaining periods to contractual maturity from the year end as follows:		
	Not later than 1 year	**170 029 388**	45 468 836
	Later than 1 year and not later than 3 years	**199 147 606**	50 036 431
	Later than 3 years and not later than 5 years	**132 441 711**	179 798 732
	Above 5 years	**112 350 132**	321 437 685
		613 968 837	596 741 684
11.1	**Movements on the Society's provision for impairment of loans and advances are as follows:**		
	Opening provisions for loans and advances impairment	**13 990 288**	12 105 560
	Provision raised during the year	**-**	1 884 728
	Closing balance	**13 990 288**	13 990 288

12 Expected Credit Losses

The table below presents a breakdown of ECL in scope of IFRS 9 where there has been an increase in impairment allowance with stage allocation by asset classification including off balance sheet exposures.

Loss Allowance – Loans and advances to members

	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Total
2025				
Provision as at 1 July 2024	**13 990 288**	**-**	**-**	**13 990 288**
Financial assets derecognised during the period	-	-	-	-
Transfers:				
Transfer from Stage 1 to Stage 2	-	-	-	-
Transfer from Stage 2 to Stage 1	-	-	-	-
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 2 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
Transfers within stages:				
Transfer within Stage 3	-	-	-	-
Total transfers	-	-	-	-
Changes in PDs	-	-	-	-
Changes in LGDs	-	-	-	-
Changes in EADs	-	-	-	-
Change in discount rate	-	-	-	-
Change in forward-looking information	-	-	-	-
New financial assets originated	-	-	-	-
Change in Balance	-	-	-	-
Total net other movements during the period	**-**	-	-	-
Provision as at 30 June 2025	**13 990 288**	**-**	**-**	**13 990 288**

12 Expected Credit Losses (continued)

Loss Allowance – Loans and advances to members				
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Total
2024				
Provision as at 1 July 2023	12 105 560	-	-	12 105 560
Financial assets derecognised during the period	-	-	-	-
Transfers:				
Transfer from Stage 1 to Stage 2	-	-	-	-
Transfer from Stage 2 to Stage 1	-	-	-	-
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 2 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
Transfers within stages:				
Transfer within Stage 3	-	-	-	-
Total transfers	-	-	-	-
Changes in PDs	-	-	-	-
Changes in LGDs	-	-	-	-
Changes in EADs	-	-	-	-
Change in discount rate	-	-	-	-
Change in forward-looking information	-	-	-	-
New financial assets originated	-	-	-	-
Change in Balance	1 884 728	-	-	1 884 728
Total net other movements during the period	-	-	-	-
Provision as at 30 June 2024	13 990 288	-	-	13 990 288

12 Credit Risk Exposure Reconciliation

The below tables explain the changes in the gross carrying amounts of the various classes of financial assets from the beginning of the year to the end of the financial period:

	Stage 1	**Stage 2**	**Stage 3**	**Total**
	12-month ECL	**Lifetime ECL**	**Lifetime ECL**	
	E	**E**	**E**	**E**
2025				
Gross carrying amount as at 1 July 2024	**596 741 684**	**-**	**-**	**596 741 684**
Transfers:				
Transfer from Stage 1 to Stage 2				
Transfer from Stage 2 to Stage 1				
Transfer from Stage 1 to Stage 3				
Transfer from Stage 3 to Stage 1				
Transfer from Stage 2 to Stage 3				
Transfer from Stage 3 to Stage 2				
New financial assets originated or purchased	**17 227 153**	**-**	**-**	**17 227 153**
Financial assets derecognised during the period other than write offs	**-**	**-**	**-**	
Gross carrying amount as at 30 June 2025	**613 968 837**	**-**	**-**	**613 968 837**

	Stage 1	Stage 2	Stage 3	Total
	12-month ECL	Lifetime ECL	Lifetime ECL	
	E	E	E	E
2024				
Gross carrying amount as at 1 July 2023	573 885 587	-	-	573 885 587
Transfers:				
Transfer from Stage 1 to Stage 2	-	-	-	-
Transfer from Stage 2 to Stage 1	-	-	-	-
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 2 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated or purchased	22 856 097	-	-	22 856 097
Financial assets derecognised during the period other than write offs	-	-	-	-
Gross carrying amount as at 30 June 2024	596 741 684			596 741 684

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2025

		2025 E	2024 E
13	**Trade and other receivables**		
	Eswatini Government	**28 690 613**	25 890 529
	Promotional items stock	**85 175**	106 955
	Members subscriptions	**1 759 300**	1 418 400
	Other receivable	**792 320**	461 464
	Rent receivable	**1 559 342**	1 523 296
	Simelane Attorneys	**-**	217 051
		32 886 750	29 617 695
14	**Cash and cash equivalents**		
	Cash on hand	**72**	2 346
	Cash at bank	**61 516 899**	29 333 238
	Mobile money (Eswatini MTN and Eswatini Mobile)	**1 314 249**	1 056 912
		62 831 220	30 392 496
	The cash at bank of the Society is held with the below reputable financial institutions:		
	First National Bank – Emergency	**376 295**	163 174
	First National Bank – Helpline	**106 464**	72 798
	First National Bank – Main account	**524 441**	392 490
	First National Bank – Standard loans	**355 075**	136 135
	First National Bank – Special loans	**36 307**	113 856
	First National Bank – Call account 6450	**6 388 208**	5 733 272
	First National Bank – Call account 639	**3 061 396**	181 549
	First National Bank – Investment account	**77 209**	361 716
	Nedbank call account	**20 884 624**	12 823 192
	SwaziBank Limited	**4 377 197**	-
	Nedbank current account	**10 000**	390 056
	Nedbank investment 2	**3 503 981**	3 264 747
	Standard bank – Current account	**-**	-
	Standard bank – Call account	**10 234 422**	554 627
	SBS Collection account	**2 449**	32 300
	SBS Savings account	**11 578 831**	5 113 326
		61 516 899	29 333 238
15	**Share capital**		
	The share capital of the Society consists of the following:		
	Issued and paid		
	Ordinary member shares at E1 each	**61 218 902**	59 709 457
	The list of members is available for inspection at the Society' Registered office.		

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2025

		2025 E	2024 E
16	**Related party relationships & transactions**		
16.1	*Relationships:*		
	The Society's related party relationships are as follows:		
	• *Orchard Insurance Limited – 20% investment at cost*		
	• *First National Bank of Eswatini – 1% investment*		
	• *Board of directors*		
16.2	Transactions:		
	Dividend income - First National Bank of Eswatini	**2 080 166**	760 423
	Commission income – Orchard insurance	**576 253**	356 530
	Board allowances	**2 102 978**	1 998 252
16.3	Key management personnel are those individuals who have authority and responsibility for planning, directing, and controlling the activities of the entity. This includes executive directors and senior management.		
17	**Trade and other payables**		
	Sundry creditors	**1 413 760**	998 260
	VAT	**30 159**	22 002
	Beneficiary claims	**2 905 463**	2 652 140
	FSRA Levies	**558 971**	536 249
	Branch and board claims	**(614)**	130 867
	Rental deposits	**72 161**	72 161
	Other payables	**5 542**	-
	Suspense accounts**	**-**	9 647 422
		4 985 442	14 059 101

** Please refer to note 25.1 for detailed understanding of the suspense balance.

18	**Income tax liability**	**-**	-

19 Provisions

	Severance E	Gratuity E	Leave pay E	Total E
30 June 2025				
At 1 July	**1 366 626**	**1 493 196**	**1 135 379**	**3 995 201**
Provision raised– 2025	**500 819**	**582 705**	**241 986**	**1 325 510**
Utilised during the year	**-**	**(1 233 794)**	**(526 450)**	**(1 760 244)**
At year-end	**1 867 445**	**842 107**	**850 915**	**3 560 467**
At 1 July	1 366 626	931 501	1 119 440	3 417 567
Provision – 2024	-	661 695	239 349	901 044
Utilised during the year	-	(100 000)	(223 410)	(323 410)
At year-end	1 366 626	1 493 196	1 135 379	3 995 201

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2025

		2025 E	2024 E
20	**Cash flows from operating activities:**		
	Surplus for the period before taxation	**26 772 600**	21 057 577
	Adjustment for non-cash items:		
	Depreciation - Property, plant and equipment	**566 959**	529 295
	Amortization - Intangible assets	**457 582**	534 944
	Interest income	**(10 945 412)**	(9 696 792)
	Dividend income	**(2 080 167)**	(760 427)
	Prior year under provision	**-**	(753 849)
	PPE non-cash adjustment	**3 859**	(5 056)
	Transfer of suspense account balance to equity	**5 127 788**	-
	Equity non-cash adjustment	**-**	(1 430 228)
	Current year ECL movement	**-**	1 884 728
		19 903 209	11 360 192
	Changes in working capital	**1 540 444**	(9 246 915)
	Increase in loans and advances	**(17 227 153)**	(22 856 098)
	Increase in trade and other receivables	**(3 269 055)**	(2 057 338)
	Increase in members savings	**31 545 045**	9 332 033
	(Decrease) /Increase in trade and other payables	**(9 073 659)**	5 756 854
	(Decrease) /Increase in provisions	**(434 734)**	577 634
	Cash generated from operations	**21 443 653**	2 113 277
	Reconciliation of movement in financial assets at FVTPL:		
	Opening balance	**107 605 043**	68 661 924
	Additions	**40 000 000**	39 000 000
	Withdrawals	**(50 000 000)**	(7 000 000)
	Interest earned and re-invested	**9 048 962**	6 943 119
	other adjustments	**(946)**	-
	Closing balance	**106 653 059**	107 605 043
	Interest income reconciliation		
	Interest income earned on investments	**10 945 412**	9 696 793
	Interest income re-invested	**(9 048 962)**	(6 943 119)
	Interest income received	**1 896 450**	2 753 674

		Land and Buildings E
21	**Investment property**	
	Year ended 30 June 2025	
	Opening net carrying amount	**20 956 578**
	Revaluations	**8 711 145**
	Additions	**2 846 277**
	Closing net carrying amount	**32 514 000**
	Year ended 30 June 2024	
	Opening net carrying amount	18 325 024
	Additions	2 631 554
	Closing net carrying amount	20 956 578

The investment property consists of SNAT Co - operative building, which is held for rental income purposes and for capital appreciation. The amount shown above represents an estimate of fair value at the statement of financial position date.
Fair value is based on valuations that are done by a professional firm of valuers, Swaziland Realty Consultants(Pty) Ltd. The last valuation was performed on 30 June 2025.

The fair value estimate of the investment property is included in level 3.

Total repairs and maintenance of **E 394 410** (2024: E 166 339) were incurred in respect of the investment property and these costs are included under expenses.

There are no restrictions to the realizability of this property and the property is not pledged as security for any liability.
A register of Investment Properties at 30 June 2025 is available for inspection at the Society's registered office.

		2025 E	2024 E
22	**Financial investments**		
22.1	**Financial assets at fair value through profit or loss:**		
	Money market investments:		
	African Alliance investment	**27 078 973**	35 089 153
	Stanlib investment	**33 152 433**	30 753 557
	Sanlam investment	**45 739 256**	41 296 936
	Swaziland Building Society Permanent Shares	**682 397**	465 397
		106 653 059	107 605 043

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2025

		2025 E	2024 E
22	**Financial investments (continued)**		
22.2	**Financial assets at fair value through other comprehensive income:**		
	FNB Eswatini Limited Shares	**19 723 900**	19 723 900
	SASCCO shares	**10 000**	10 000
		19 733 900	19 733 900
	The society purchased 1% of First National Bank of Eswatini equity on the 4th of December 2023. The shares are listed at the Eswatini Stock Exchange and are measured at fair value through other comprehensive income. The fair value of the investment at year end was E19 723 900.		
23	**Investments accounted for using the equity method**		
	Orchard Insurance Limited – 20% investment at cost	**2 565 400**	2 565 400
24	**Member's savings**		
	Ordinary savings	**489 087 411**	466 990 321
	School fees	**69 883 046**	66 515 431
	Other member savings	**324 076**	90 760
	Accrued interest (Note 24.1)	**60 429 365**	54 582 341
		619 723 898	588 178 853
24.1	**Accrued interest reconciliation**		
	Opening balance	**54 582 341**	50 469 749
	Current year interest (Note 2)	**61 275 879**	54 582 342
	Actual Payments made	**(51 057 517)**	(51 223 599)
	Interest Transferred to school fees	**(1 049 479)**	-
	Interest offset against subscription	**(1 076 900)**	-
	Adjustments made in the curent year	**(946 349)**	-
	Prior year under/(over) provision	**(1 298 610)**	753 849
	Closing balance	**60 429 365**	54 582 341

25 Accumulated Funds

	Opening balance E	Addition E	Adjustment E	Total E	Ref.
2025					
General risk reserve	**82 890 638**	**14 189 478**	**-**	**97 080 116**	(a)
Statutory reserve	**25 481 435**	**6 693 150**	**-**	**32 174 585**	(b)
Education fund	**9 848 185**	**2 677 260**	**-**	**12 525 445**	(c)
Share transfer	**10 041 123**	**2 677 260**	**-**	**12 718 383**	(d)
Central Co - operative Fund	**2 571 551**	**535 452**	**-**	**3 107 003**	(e)
	130 832 932	**26 772 600**	**-**	**157 605 532**	
2024					
General risk reserve	73 914 197	11 160 518	(2 184 077)	82 890 638	
Statutory reserve	20 217 041	5 264 394	-	25 481 435	
Education fund	7 742 428	2 105 757	-	9 848 185	
Share transfer	7 935 366	2 105 757	-	10 041 123	
Central Co - operative Fund	2 150 400	421 151	-	2 571 551	
	111 959 432	21 057 577	(2 184 077)	130 832 932	

The appropriation of net Surplus has been done in accordance with the provisions of the Society's bye - laws. The provisions are stipulated as follows:

(a) A transfer of the remaining net surplus after the appropriation in (b), (c), (d) and (e).
(b) A transfer of 25% of net surplus to the statutory fund
(c) A transfer of 10% of the net surplus to the share fund transfer
(d) A transfer of 10% of the net surplus to the education fund
(e) In line with the General notice No.20 of 2007, a transfer of 2% of the net surplus to the Central Co-operative Fund

25.1 Transfer of data migration suspense account balances to other reserves

Included in Other Reserves are suspense account balances that were previously reported under Trade and Other Payables in the prior year. These balances arose from data migration errors during the Society's transition from manual passbooks to the Fin Financial system in 2016, and again during the 2024 migration from Fin Financials to the Business Central application. The latter migration resulted in the creation of a new suspense account.

Management is actively investigating and resolving these balances to ensure accuracy and completeness of member records. Following a resolution passed at a special board meeting held on 27 June 2025, the Society submitted a formal request to the Financial Services Regulatory Authority (FSRA) to approve the reclassification of the suspense account balances to Other Reserves within equity. The total amount reclassified as at 30 June 2025 was SZL 5,127,788.

The FSRA granted approval subject to the following conditions:

1. The auditors will review the procedure and confirm that the proposed controls are adequate and effective.
2. As part of the SACCO's audited financial statements, the SACCO will include an annual progress report on the remediation of the suspense account balances.
3. SNAT will continue to implement aggressive strategies to ensure the completeness and accuracy of data within the system.
4. SNAT will provide a compliance report to the FSRA on a quarterly basis.

26 Financial instruments – maturity

The Society's financial instruments are made up of the following financial assets and liabilities by maturity:

	Less than 1 year E	Between 1 and 2 years E	Between 2 and 5 years E	Over 5 years E	Total E
30 June 2025					
Financial Liabilities:					
Member savings	**619 723 898**	**-**	**-**	**-**	**619 723 898**
Trade and other payables	**4 985 442**	**-**	**-**	**-**	**4 985 442**
	624 709 340	-	-	-	**624 709 340**

	Less than 1 year E	Between 1 and 2 years E	Between 2 and 5 years E	Over 5 years E	Total E
30 June 2025					
Financial Assets:					
Financial assets at FVPL	**106 653 059**	**-**	**-**	**-**	**106 653 059**
Financial assets at FVOCI	**-**	**-**	**-**	**19 733 900**	**19 733 900**
Loans and advances to members	**170 029 388**	**199 147 606**	**132 441 711**	**112 350 132**	**613 968 837**
Trade and other receivables	**32 886 750**	**-**	**-**	**-**	**32 886 750**
Cash and cash equivalent	**62 831 220**	**-**	**-**	**-**	**62 831 220**
	372 400 417	**199 147 606**	**132 441 711**	**132 084 032**	**836 073 766**

	Less than 1 year E	Between 1 and 2 years E	Between 2 and 5 years E	Over 5 years E	Total E
30 June 2024					
Financial Liabilities:					
Member's Savings	588 178 853	-	-	-	588 178 853
Trade and other payables	14 059 101	-	-	-	14 059 101
	602 237 954	-	-	-	602 237 954

30 June 2024	Less than 1 year E	Between 1 and 2 years E	Between 2 and 5 years E	Over 5 years E	Total E
Financial Assets:					
Financial assets at FVPL	107 605 043	-	-	-	107 605 043
Financial assets at FVOCI	-	-	-	19 733 900	19 733 900
Loans and advances to members	45 468 836	50 036 431	179 798 732	321 437 685	596 741 684
Trade and other receivables	29 617 695	-	-	-	29 617 695
Cash and cash equivalent	30 392 496	-	-	-	30 392 496
	213 084 070	50 036 431	179 798 732	341 171 585	784 090 818

DETAILED STATEMENT OF COMPREHENSIVE INCOME
for the year ended 30 June 2025

	2025 E	2024 E
Interest Income		
Interest on member loans	**102 170 707**	95 858 463
Interest from banks and investments	**13 025 579**	10 457 219
	115 196 286	106 315 682
Interest expenditure		
Interest expense	**(61 275 879)**	(54 582 341)
Net Interest	**53 920 407**	51 733 341
Other Income and expense		
Settlement fees	**2 831 264**	2 274 364
Membership fees	**1 314 068**	-
Commission income from Orchard	**576 254**	356 530
Insurance recovery	**3 489 914**	3 273 387
Subscription	**1 441 800**	1 204 800
Administration fees	**124 841**	43 592
Loss from sale of promotional items	**(180 617**	(49 031)
Rental income received	**1 163 325**	920 396
Application fees	**871 250**	907 297
Other income	**410 904**	829 748
	12 043 003	9 761 083
Operating expense		
	(39 190 810)	(38 552 119)
AGM expenses	**(3 154 354)**	(2 345 659)
Affiliation fees	**(5 853)**	(6 320)
Advertising	**(35 728)**	(54 233)
Audit Fees	**(413 061)**	(346 382)
Bad debts	**(565 588)**	(1 247 136)
Bank Charges	**(943 801)**	(1 029 824)
Cleaning	**(317 437)**	(289 075)
Computer expenses	**(235 259)**	(497 657)
Conferences and workshops	**(1 925 633)**	(2 489 005)
Consulting fees	**(364 809)**	(554 046)
Depreciation and amortisation expense	**(1 024 541)**	(1 064 238)
Donations	**(125 924)**	(65 581)
Education expenses	**(418 996)**	(617 868)
Electricity and water expenses	**(537 297)**	(474 717)
Employee costs	**(13 484 234)**	(11 666 864)
Enteprise risk Management	**(231 219)**	(65 736)
Insurance and risk cover	**(7 553 481)**	(8 511 480)
Legal Fees	**(120 759)**	(142 739)
Levies	**(558 970)**	(536 249)
Motor vehicle expenses	**(70 259)**	(51 595)
Marketing expense	**(402 745)**	(238 600)
Office expenses	**(92 548)**	(97 693)

SNAT SAVINGS AND CREDIT CO – OPERATIVE SOCIETY

DETAILED STATEMENT OF COMPREHENSIVE INCOME
for the year ended 30 June 2025

	2025 **E**	2024 E
Other expenses	**(2 446)**	(10 800)
Printing and stationery	**(224 421)**	(177 079)
Rates	**(326 441)**	(300 193)
Regulatory and compliance expense	**(421 652)**	(680 322)
Repairs and maintenance	**(394 410)**	(166 339)
SASCCO dues	**-**	(230 080)
Security expenses	**(316 463)**	(304 876)
Team building expenses	**(322 676)**	(139 694)
Telephone and fax	**(267 007)**	(324 293)
Travelling -office expenses	**(10 513)**	(3 500)
Rental of office machine	**(129 375)**	(128 589)
TransUnion charges	**(559 770)**	(563 452)
Staff Uniform	**(219 678)**	(23 847)
Strategy Implementation projects	**(28 742)**	(128 130)
Commission Paid	**(83 875)**	(74 725)
Licence fees	**(555 040)**	(163 063)
Board and branch fees	**(2 745 805)**	(2 555 310)
System implementation expenses	**-**	(185 130)
Expected Credit Losses	**-**	(1 884 728)
Income tax expense	**-**	-
Surplus after tax	**26 772 600**	21 057 577

This statement does not form part of the audited financial statements.