

NOTE 7.

Financial assets at fair value through other comprehensive income

This balance as at 31 December 2018 and 2017, is analysed as follows

(Thousands of AOA)

	Cost ⁽¹⁾	Fair value adjustment		Impairment losses	Interest	Book value
		Positive	Negative			
Financial assets at fair value through other comprehensive income						
Bonds and other fixed income securities						
Issued by public entities	190,369,979	2,834,044	-	-	3,107,408	196,311,431
Issued by other entities	1,329,384	72,553	-	-	68,576	1,470,513
Shares	337,782	-	-	-	-	337,782
Balance on 31 December 2018	192,037,145	2,906,597	-	-	3,175,984	198,119,726
Financial assets available for sale						
Bonds and other fixed income securities						
Issued by public entities	76,968,974	595,526	-	-	1,809,234	79,373,734
Issued by other entities	3,165,319	284,510	-	-	140,038	3,589,867
Shares	610,164	-	-	(28,895)	-	581,269
Other variable income securities	13,002,672	1,607,569	-	-	-	14,610,241
Balance on 31 December 2017	93,747,129	2,487,605	-	(28,895)	1,949,272	98,155,111

(1) Acquisition cost for shares and other equity instruments and amortised cost debt securities.

In accordance with the accounting policy described in note 2.5, debt securities at fair value through other comprehensive income are impaired as a result of the adoption of IFRS 9, as set out in the defined model.

In accordance with IFRS 9, capital investments are not subject to impairment.

All exposures relating to debt securities disclosed under this caption are positioned at stage 1.

The balance Shares includes the financial investment in EMIS – Empresa Interbancária de Serviços, S.A. (“EMIS”). EMIS was set up to manage electronic facilities for payments and other complementary services. On 31 December 2018, the Bank holds a 7.90% interest of this Company’s share capital and additional financial investments amounting to AOA 323,387 thousand (2017: AOA 174,053 thousand).

During the first half of 2018, the Bank sold the investment held in Atlântico Europa SGPS, S.A., generating a gain as described in note 25.

As at 31 December 2017, the balance Investment Units refers to ODELL Liquidez and ODELL Retail and Logistics Funds, managed by ODELL GLOBAL INVESTORS – Sociedade Gestora de Organismos de Investimento Colectivo, S.A., valued according to the price quotation published by the entity.

As at 31 December 2018 and 2017, the analysis of financial assets at fair value through other comprehensive income, by valuation levels, is presented as follows:

(Thousands of AOA)

	Level 1	Level 2	Level 3	At cost	Total
Bonds and other fixed income securities					
Issued by public entities	-	196,311,431	-	-	196,311,431
Issued by other entities	-	1,470,513	-	-	1,470,513
Shares	-	-	337,782	-	337,782
Balance on 31 December 2018	-	197,781,944	337,782	-	198,119,726
Bonds and other fixed income securities					
Issued by public entities	-	79,373,734	-	-	79,373,734
Issued by other entities	-	3,589,867	-	-	3,589,867
Shares	-	-	-	581,269	581,269
Other variable income securities	-	14,230,624	379,617	-	14,610,241
Balance on 31 December 2017	-	97,194,225	379,617	581,269	98,155,111

As at 31 December 2018 and 2017, the maturity of financial assets at fair value through other comprehensive income is as follows:

(Thousands of AOA)

	Below 3 months	3 to 12 months	1 to 5 years	Above 5 years	Undefined maturity	Total
Bonds and other fixed income securities						
Issued by public entities	2,145,799	16,203,746	101,913,790	76,048,096	-	196,311,431
Issued by other entities	-	-	1,470,513	-	-	1,470,513
Shares	-	-	-	-	337,782	337,782
Balance on 31 December 2018	2,145,799	16,203,746	103,384,303	76,048,096	337,782	198,119,726
Bonds and other fixed income securities						
Issued by public entities	4,370,437	3,926,824	58,004,747	13,071,726	-	79,373,734
Issued by other entities	-	-	-	3,589,867	-	3,589,867
Shares	-	-	-	-	581,269	581,269
Other variable income securities	-	-	-	-	14,610,241	14,610,241
Balance on 31 December 2017	4,370,437	3,926,824	58,004,747	16,661,593	15,191,510	98,155,111