

NOTE 7**Financial assets at fair value through other comprehensive income**

This caption is analysed as follows:

(Thousands of AOA)

31-12-2021	Cost ⁽¹⁾	Potential added value		Interest	Book value
		Positive	Negative		
BONDS AND OTHER FIXED-INCOME SECURITIES					
Issued by public entities	806,439	586,149	(560,145)	44,202	876,645
Issued by other entities	1,622,252	137,627	(115,717)	63,971	1,708,133
Shares	429,389	-	-	-	429,389
	2,858,080	723,776	(675,862)	108,173	3,014,167

(Thousands of AOA)

31-12-2020 (restated)	Cost ⁽¹⁾	Potential added value		Interest	Book value
		Positive	Negative		
BONDS AND OTHER FIXED-INCOME SECURITIES					
Issued by public entities	2,803,495	86,168	-	163,140	3,052,803
Issued by other entities	2,190,828	127,132	(145,251)	86,067	2,258,777
Shares	448,954	-	-	-	448,954
	5,443,277	213,300	(145,251)	249,207	5,760,534

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

In accordance with the accounting policy described in Note 2.6, 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.

At 31 December 2021 and 2020, the caption Bonds and other fixed income securities - Issued by other entities relates to the subscription of securities relating to a corporate issue of Angolan public debt, which took place during 2015, through the Avenir Entity.

As at 31 December 2021 and 2020, Bonds and other fixed-income securities presents the following changes:

(Thousands of AOA)

	31-12-2020 (restated)	Acquisitions	Maturities	Disposals	Exchange rate effect (Note 26)	Changes in fair value	31-12-2021
BONDS AND OTHER FIXED-INCOME SECURITIES							
Issued by public entities							
Non-adjustable Treasury Bonds	3,052,803	15,247	(1,839,216)	(173,088)	-	(179,101)	876,645
	3,052,803	15,247	(1,839,216)	(173,088)	-	(179,101)	876,645
Issued by other entities							
Foreign currency bonds	2,258,777	-	-	-	(276,590)	(274,054)	1,708,133
	5,311,580	15,247	(1,839,216)	(173,088)	(276,590)	(453,155)	2,584,778

(Thousands of AOA)

	31-12-2019 (restated)	Acquisitions	Maturities	Disposals	Exchange rate effect (Note 26)	Changes in fair value	31-12-2020 (restated)
BONDS AND OTHER FIXED-INCOME SECURITIES							
Issued by public entities							
Non-adjustable Treasury Bonds	24,579,844	2,001,554	-	(22,779,393)	-	(749,202)	3,052,803
Treasury Bonds indexed to the US Dollar	7,168,411	-	(4,820,444)	(933,490)	(1,386,581)	(27,896)	-
	31,748,255	2,001,554	(4,820,444)	(23,712,883)	(1,386,581)	(777,098)	3,052,803
Issued by other entities							
Foreign currency bonds	2,084,520	-	-	-	343,135	(168,878)	2,258,777
	33,832,775	2,001,554	(4,820,444)	(23,712,883)	(1,043,446)	(945,976)	5,311,580

Shares includes the financial investment in EMIS – Empresa Interbancária de Serviços, S.A. (EMIS), which was set up to manage electronic facilities for payments and other complementary services. As at 31 December 2021 and 2020, the Bank holds a 10.14% and 9.81% interest, respectively, in the share capital of this company as well as additional financial investments, with the total investment amounting to AOA 429,389 thousand and AOA 448,954 thousand, respectively.

As provided for in IFRS 13, as at 31 December 2021 and 2020, financial instruments are measured in accordance with the following valuation hierarchy levels:

(Thousands of AOA)

31-12-2021	Level 1 Quoted prices in active market	Level 2 Observable market inputs	Level 3 Other valuation techniques	Total
BONDS AND OTHER FIXED-INCOME SECURITIES				
Issued by public entities	-	876,645	-	876,645
Issued by other entities	-	1,708,133	-	1,708,133
Shares	-	-	429,389	429,389
	-	2,584,778	429,389	3,014,167

(Thousands of AOA)

31-12-2020 (restated)	Level 1 Quoted prices in active market	Level 2 Observable market inputs	Level 3 Other valuation techniques	Total
BONDS AND OTHER FIXED-INCOME SECURITIES				
Issued by public entities	-	3,052,803	-	3,052,803
Issued by other entities	-	2,258,777	-	2,258,777
Shares	-	-	448,954	448,954
	-	5,311,580	448,954	5,760,534

The main parameters used, during the period ended 31 December 2021 and 2020, in the valuation model, as well as the description of the valuation levels provided for in IFRS 13, are described in Note 38.

As at 31 December 2021 and 2020, the breakdown of financial assets at fair value through other comprehensive income, by residual maturity periods, is as follows:

(Thousands of AOA)

31-12-2021	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	-	362,011	514,634	-	-	876,645
Issued by other entities	-	-	1,708,133	-	-	1,708,133
Shares	-	-	-	-	429,389	429,389
Balance as at 31 December 2021	-	362,011	2,222,767	-	429,389	3,014,167

(Thousands of AOA)

31-12-2020 (restated)	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	1,242,044	768,361	1,042,398	-	-	3,052,803
Issued by other entities	-	-	2,258,777	-	-	2,258,777
Shares	-	-	-	-	448,954	448,954
Balance as at 31 December 2020	1,242,044	768,361	3,301,175	-	448,954	5,760,534

Changes in the fair value reserve during the year are detailed in Note 21.