

Note 7 - Financial assets at fair value through other comprehensive income

This caption is analysed as follows:

AOA thousand					
	12-31-2023				
	Cost ⁽¹⁾	Change in fair value		Accrued interest	Book value
		Positive	Negative		
Bonds and other fixed-income securities					
Issued by public entities	42,775,123	8,129,839	(1,678,032)	2,104,665	51,331,595
Shares	429,389	1,346,032	-	-	1,775,421
	43,204,512	9,475,871	(1,678,032)	2,104,665	53,107,016

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

AOA thousand					
	12-31-2022				
	Cost ⁽¹⁾	Change in fair value		Accrued interest	Book value
		Positive	Negative		
Bonds and other fixed-income securities					
Issued by public entities	51,419,198	750,275	(1,009,072)	1,315,084	52,475,485
Issued by other entities	1,239,855	124,908	(111,432)	78,146	1,331,477
Shares	429,389	-	-	-	429,389
	53,088,442	875,183	(1,120,504)	1,393,230	54,236,351

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

As at December 31, 2023 and 2022, debt securities at fair value through other comprehensive income are measured in accordance with the accounting policy described in Note 2.5.

As at December 31, 2023 and 2022, the caption Bonds and other fixed income securities – From other issuers refers to non-adjustable Treasury bonds issued by the Angolan State.

As at December 31, 2022, the caption Bonds and other fixed income securities – From other issuers relates to the subscription of securities relating to a corporate issue of Angolan public debt, which took place during 2015, through the Avenir Entity. On July 1, 2023, this instrument reached maturity and the Bank received the full nominal value and the respective coupons.

As at December 31, 2023 and 2022, “Shares” includes the financial investment in EMIS – Empresa Inter-bancária de Serviços, S.A.R.L (EMIS), which was set up to manage electronic facilities for payments and other complementary services. As at December 31, 2023 and 2022, the Bank holds a 10.14% stake in the share capital of this entity, and its fair value is calculated as described in Note 38. The effect resulting from the fair value update, amounting to AOA 1,346,032 thousand, was recorded against “Revaluation reserves and other reserves and retained earnings” (Note 21), net of tax calculated at the rate in force (Note 14).

In the period ended December 31, 2023 and 2022, Bonds and other fixed-income securities presents the following changes:

							AOA thousand
	12-31-2022	Acquisitions	Maturities	Disposals	Exchange rate effect (Note 26)	Changes in fair value	12-31-2023
Bonds and other fixed-income securities							
Issued by public entities							
Non-adjustable Treasury Bonds	52,475,485	46,574,973	(19,498,489)	(35,721,663)	-	7,501,289	51,331,595
	52,475,485	46,574,973	(19,498,489)	(35,721,663)	-	7,501,289	51,331,595
Issued by other entities							
Foreign currency bonds	1,331,477	-	(1,012,849)	-	(227,006)	(91,623)	-
	53,806,962	46,574,973	(20,511,338)	(35,721,663)	(227,006)	7,409,666	51,331,595

							AOA thousand
	12-31-2021	Acquisitions	Maturities	Disposals	Exchange rate effect (Note 26)	Changes in fair value	12-31-2022
Bonds and other fixed-income securities							
Issued by public entities							
Non-readjustable Treasury bonds	876,645	51,223,882	(611,122)	-	-	986,080	52,475,485
	876,645	51,223,882	(611,122)	-	-	986,080	52,475,485
Issued by other entities							
Foreign currency bonds	1,708,133	-	-	-	(382,398)	5,742	1,331,477
	2,584,778	51,223,882	(611,122)	-	(382,398)	991,822	53,806,962

As provided for in IFRS 13, as at December 31, 2023 and 2022, financial instruments are measured in accordance with the following valuation hierarchy levels:

AOA thousand				
12-31-2023				
	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	-	51,331,595	-	51,331,595
Shares	-	-	1,775,421	1,775,421
	-	51,331,595	1,775,421	53,107,016

AOA thousand				
12-31-2022				
	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	-	52,475,485	-	52,475,485
Issued by other entities	-	1,331,477	-	1,331,477
Shares	-	-	429,389	429,389
	-	53,806,962	429,389	54,236,351

The main parameters used, during the year ended December 31, 2023 and 2022, 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 December 31, 2023 and 2022, the calculation of the fair value of “Bonds and other fixed-income securities” is based on the market prices available at BODIVA, as described in Note 38. The effect resulting from the fair value update, amounting to AOA 4,813,048 thousand, was recorded against “Revaluation reserves and other reserves and retained earnings” (Note 21), net of tax calculated at the rate in force (Note 14).

As at December 31, 2023 and 2022, the breakdown of financial assets at fair value through other comprehensive income, by residual maturity periods, is as follows:

AOA thousand						
12-31-2023						
	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	3,045	20,816,236	8,887,267	21,625,047	-	51,331,595
Shares	-	-	-	-	1,775,421	1,775,421
	3,045	20,816,236	8,887,267	21,625,047	1,775,421	53,107,016

AOA thousand						
12-31-2022						
	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	28,354,383	444,590	4,538,658	19,137,854	-	52,475,485
Issued by other entities	-	1,331,477	-	-	-	1,331,477
Shares	-	-	-	-	429,389	429,389
	28,354,383	1,776,067	4,538,658	19,137,854	429,389	54,236,351

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