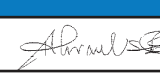





Report of condition of bank published pursuant to section 32(3) of the Banking and Financial Institutions Act, 2006			
PUBLICATION OF AUDITED FINANCIAL STATEMENTS			
MKOMBOZI COMMERCIAL BANK PLC			
CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2017			
(Amounts in million shillings)			
		Year Ended 31st Dec 2017	Year Ended 31st Dec 2016
A. ASSETS			
1	Cash	4,950	4,220
2	Balances with Bank of Tanzania	10,135	10,651
3	Investments in Government securities	15,517	12,726
4	Balances with other banks and financial institutions	6,264	3,611
5	Cheques and items for clearing	-	72
6	Inter branch float items	-	-
7	Bills negotiated	-	-
8	Customers' liabilities for acceptances	-	-
9	Interbank Loans Receivables	25,144	16,777
10	Investments in other securities	-	-
11	Loans, advances and overdrafts (net of allowances for probable losses)	81,806	73,807
12	Other assets	3,485	3,247
13	Equity Investments	39	20
14	Underwriting accounts	-	-
15	Property, Plant and Equipment	3,334	3,035
16	TOTAL ASSETS	150,674	128,166
B. LIABILITIES			
17	Deposits from other banks and financial institutions	3,314	431
18	Customer deposits	121,122	102,556
19	Cash letters of credit	-	-
20	Special deposits	-	-
21	Payment orders/transfers payable	-	-
22	Bankers' cheques and drafts issued	-	-
23	Accrued taxes and expenses payable	291	222
24	Acceptances outstanding	-	-
25	Interbranch float items	-	-
26	Unearned income and other deferred charges	-	-
27	Other liabilities	2,150	2,189
28	Borrowings	-	-
29	TOTAL LIABILITIES	126,876	105,399
30	NET ASSETS/(LIABILITIES)(16 minus 29)	23,798	22,767
C. SHAREHOLDERS' FUNDS			
31	Paid up share capital	20,615	20,615
32	Capital reserves	-	929
33	Retained earnings	2,462	569
34	Profit (Loss) account	-	-
35	Other capital accounts	721	655
36	Minority Interest	-	-
37	TOTAL SHAREHOLDERS' FUNDS	23,798	22,767
38	Contingent liabilities	967	476
39	Non performing loans & advances	6,496	5,152
40	Allowances for probable losses	3,418	4,600
41	Other non performing assets	-	-
D. SELECTED FINANCIAL CONDITION INDICATORS			
(i)	Shareholders Funds to total assets	15.8%	17.8%
(ii)	Non performing loans to total gross loans	7.00%	7.00%
(iii)	Gross loans and advances to total deposits	62.9%	76.5%
(iv)	Loans and Advances to total assets	58.6%	61.2%
(v)	Earning Assets to Total Assets	81.3%	80.6%
(vi)	Deposits Growth	18.1%	19.6%
(vii)	Assets growth	17.6%	15.1%

MKOMBOZI COMMERCIAL BANK PLC			
CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER 2017			
(Amounts in million of shillings)			
		Current Year 31st-Dec-17	Comparative Year 31-Dec-16
1	Interest Income	19,452	18,503
2	Interest Expense	(6,527)	(5,728)
3	Net Interest Income (1 minus 2)	12,925	12,775
4	Bad Debts Written-Off	-	-
5	Impairment Losses on Loans and Advances	(950)	(1,612)
6	Non Interest Income:	2,809	1,688
	6.1 Foreign Currency Dealings and Translation Gains/(Loss)	383	211
	6.2 Fees and Commissions	2,426	1,477
	6.3 Dividend Income	-	-
	6.4 Other Operating Income	-	-
7	Non Interest Expenses:	(12,839)	(11,354)
	7.1 Salaries and Benefits	(5,720)	(5,637)
	7.2 Fees and Commission	-	-
	7.3 Other Operating Expenses	(7,119)	(5,718)
8	Operating Income/(Loss)	1,945	1,497
9	Income Tax Provision	502	451
10	Net Income/ (Loss) After Income Tax	1,443	1,046
11	Other Comprehensive Income (itemize)	-	-
12	Total comprehensive income/(loss) for the year	1,443	1,046
13	Number of Employees	134	136
14	Basic Earnings Per Share	70	50.8
15	Number of Branches	6	6
SELECTED PERFORMANCE INDICATORS			
(i)	Return on Average Total Assets	1.4%	0.9%
(ii)	Return on Average Shareholders' Fund	8.4%	5.1%
(iii)	Non Interest Expense to Gross Income	57.7%	56.2%
(iv)	Net Interest Income to Average Earning Assets	2.9%	17.0%

CONDENSED STATEMENT OF CASH FLOW STATEMENT			
FOR THE YEAR ENDED 31ST DECEMBER 2017			
(Amounts in million shillings)			
		Current Year Cumulative 31-Dec-17	Comparative Year (Previous Year) 31-Dec-16
I:	Cash flow from operating activities:		
	Net income(loss)	1,945	1,497
	Adjustments for:		
	- Impairment/Amortization	1,532	2,557
	- Gain/loss on Sale of Assets	-	17
	- Net change in Loans and Advances	(7,999)	(10,499)
	- Net change in Deposits	18,565	16,823
	- Net change in Other Liabilities	2,467	(2,338)
	- Net change in Other Assets	(533)	(1,183)
	- Tax Paid	(308)	(1,055)
	- Others SMR	989	-
	Net cash provided (used) by operating activities	16,659	5,819
II:	Cash flow from investing activities:		
	Dividend Received	-	-
	Purchase of Fixed Assets	(1,377)	(2,172)
	Proceeds from Sale of Fixed Assets	-	-
	Purchase of Non-Dealing Securities	(2,791)	(362)
	Proceeds from Sale of Non-Dealing Securities	-	-
	Others (specify)	-	-
	Net cash provided (used) by investing activities	(4,168)	(2,534)
III:	Cash flow from financing activities:		
	Repayment of Long-term Debt		
	Proceeds from Issuance of Long Term Debt		
	Proceeds from Issuance of Share Capital		
	Payment of Cash Dividends	(340)	
	Net Change in Other Borrowings	-	-
	Others (specify)		
	Net Cash Provided (used) by Financing Activities	(340)	-
IV:	Cash and Cash Equivalents:		
	Net Increase/ (Decrease) in Cash and Cash Equivalents	12,151	3,285
	Cash and Cash Equivalents at the Beginning of the Quarter/Year	26,203	22,918
	Cash and Cash Equivalents at the end of tYear	38,354	26,203

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31ST-DECEMBER-2017							
(Amounts in million of shillings)							
	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	General Provision Reserve	Others	Total
Current Year (2017)							
Balance as at the beginning of the year	20,615	-	569	929	655	-	22,767
Profit for the year	-	-	1,443	-	-	-	1,443
Other Comprehensive Income							-
Transactions with owners			929	(929)			-
Dividends Paid			(412)				(412)
Regulatory Reserve			-				-
General Provision Reserve			(67)		67		-
Others							-
Balance as at the end of December 2017	20,615	-	2,462	(0)	721	-	23,798
Previous Year (2016)							
Balance as at the beginning of the year 2016	20,615	-	(811)	1,350	566	-	21,721
Profit for the year			1,046				1,046
Other Comprehensive Income							-
Transactions with owners			(88)		88		(0)
Dividends Paid							-
Regulatory Reserve			421	(421)			-
General Provision Reserve							-
Others							-
Balance as at the end of the year 2016	20,615	-	569	929	654	-	22,767

Signed by	
George R. Shumbusho - (Managing Director)	
Dennis F. Kejo - (Director of Finance)	
Thomas Enock - (Director of Internal Audit)	
The above extracts are from the financial statements of the bank for the year ended 31st December 2017 which have been prepared in accordance with International Financial Reporting Standard (IFRS) and companies act, cap 212, act No. 12 of 2002. The financial Statements were audited by Ernst & Young, Certified Public Accountants and received a clean audit report.	
Signed by:	
Method A. Kashonda - Chairperson	
Prof. Marcellina Mvula Chijoriga - (Deputy Chairperson)	



MKOMBOZI BANK INSURANCE AGENCY



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