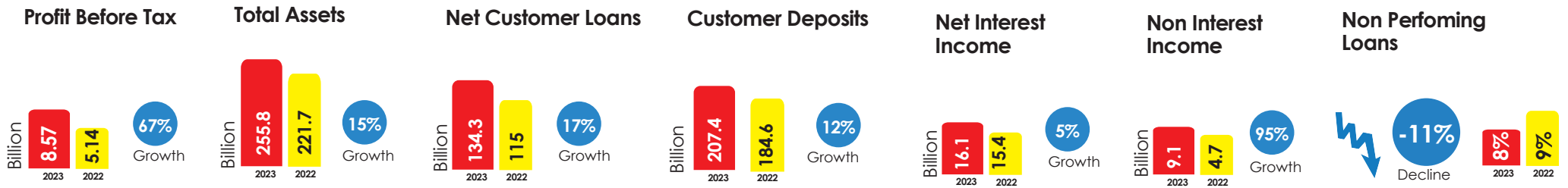


# AUDITED FINANCIAL STATEMENTS

Issued pursuant to regulations 7 and 8 of the Banking and Financial Institutions (Disclosures) Regulations, 2014



## STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2023

(Amounts in million shillings)

	Current Year 31.12.2023	Previous Year 31.12.2022
<b>A. ASSETS</b>		
1 Cash	8,480	9,188
2 Balances with Bank of Tanzania	16,653	12,748
3 Investments in Government securities	52,856	43,208
4 Balances with other banks and financial institutions	15,271	9,888
5 Cheques and items for clearing	91	123
6 Inter branch float items	-	-
7 Bills negotiated	-	-
8 Customers' liabilities for acceptances	-	-
9 Interbank Loans Receivables	7,524	14,122
10 Investments in other securities	-	2,002
11 Loans, advances and overdrafts (net of allowances for probable losses)	134,261	115,039
12 Other assets	6,515	7,132
13 Equity investments	539	539
14 Underwriting accounts	-	-
15 Property, Plant and Equipment	13,600	7,734
<b>16 TOTAL ASSETS</b>	<b>255,789</b>	<b>221,723</b>
<b>B. LIABILITIES</b>		
17 Deposits from other banks and financial institutions	-	-
18 Customer deposits	207,397	184,579
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	728	788
24 Acceptances outstanding	-	-
25 Interbranch float items	-	-
26 Unearned income and other deferred charges	-	-
27 Other liabilities	11,915	6,756
28 Borrowings	4,511	4,412
<b>TOTAL LIABILITIES</b>	<b>224,551</b>	<b>196,534</b>
<b>NET ASSETS/(LIABILITIES) (16 minus 29)</b>	<b>31,238</b>	<b>25,188</b>
<b>C. SHAREHOLDERS' FUNDS</b>		
31 Paid up share capital	23,555	23,555
32 Capital reserves	-	-
33 Retained earnings	3,435	(1,499)
34 Profit (Loss) account	-	-
35 Other capital accounts	4,248	3,132
36 Minority Interest	-	-
<b>TOTAL SHAREHOLDERS' FUNDS</b>	<b>31,238</b>	<b>25,188</b>
38 Contingent liabilities	4,490	5,528
39 Non performing loans & advances	11,593	11,470
40 Allowances for probable losses	3,749	3,843
41 Other non performing assets	-	-
<b>D. SELECTED FINANCIAL CONDITION INDICATORS</b>		
(i) Shareholders Funds to total assets	12%	11%
(ii) Non performing loans to total gross loans	8%	9%
(iii) Gross loans and advances to total deposits	67%	64%
(iv) Loans and Advances to total assets	54%	54%
(v) Earning Assets to Total Assets	82%	84%
(vi) Deposits Growth	12%	2%
(vii) Assets growth	15%	5%

## CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER 2023

(Amounts in million of shillings)

	Current Year 31/12/2023	Previous 31/12/2022
1 Interest Income	25,871	25,666
2 Interest Expense	(8,109)	(7,319)
<b>3 Net Interest Income (1 minus 2)</b>	<b>17,762</b>	<b>18,347</b>
4 Bad Debts Written-Off	-	-
5 Impairment Losses on Loans and Advances	(1,650)	(2,943)
<b>6 Non Interest Income:</b>	<b>9,114</b>	<b>5,692</b>
6.1 Foreign Currency Dealings and Translation Gains/(Loss)	1,875	1,033
6.2 Fees and Commissions	5,755	2,950
6.3 Dividend Income	-	-
6.4 Other Operating Income	1,484	1,709
<b>7 Non Interest Expenses:</b>	<b>(16,654)</b>	<b>(15,951)</b>
7.1 Salaries and Benefits	(8,733)	(7,877)
7.2 Fees and Commission	-	-
7.3 Other Operating Expenses	(7,921)	(8,074)
<b>8 Operating Income/(Loss)</b>	<b>8,572</b>	<b>5,145</b>
9 Income Tax Provision	(942)	476
<b>10 Net Income/ (Loss) After Income Tax</b>	<b>7,630</b>	<b>5,621</b>
11 Other Comprehensive (loss)/Income	(1,580)	1,178
<b>12 Total comprehensive income/(loss) for the year</b>	<b>6,050</b>	<b>6,799</b>
13 Number of Employees	185	167
14 Basic Earnings Per Share	324	239
15 Number of Branches	13	11
<b>SELECTED PERFORMANCE INDICATORS</b>		
(i) Return on Average Total Assets	3%	2%
(ii) Return on Average Shareholders' Fund	28%	20%
(iii) Non Interest Expense to Gross Income	48%	51%
(iv) Net Interest Income to Average Earning Assets	10%	11%

## CONDENSED STATEMENT OF CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2023

(Amounts in million shillings)

	Current Year 31/12/2023	Previous Year 31/12/2022
<b>I: Cash flow from operating activities:</b>		
<b>Net income (loss)</b>	<b>8,572</b>	<b>5,145</b>
Adjustments for:		
- Impairment/Amortization	2,466	5,008
- Net change in Loans and Advances	(19,223)	(8,179)
- Gain/loss on Sale of Assets	-	-
- Net change in Deposits	22,818	3,066
- Net change in Short Term Negotiable Securities	-	-
- Net change in Other Liabilities	583	906
- Net change in Other Assets	649	(1,638)
- Tax Paid	(349)	(395)
- Others	-	2,096
<b>Net cash provided (used) by operating activities</b>	<b>15,517</b>	<b>6,010</b>
<b>II: Cash flow from investing activities:</b>		
Dividend Received	-	-
Purchase of Fixed Assets	(2,486)	(981)
Proceeds from Sale of Fixed Assets	-	-
Purchase of Non-Dealing Securities	(9,648)	-
Proceeds from Sale of Non-Dealing Securities	-	-
Others (specify)	3,718	(1,953)
<b>Net cash provided (used) by investing activities</b>	<b>(8,416)</b>	<b>(2,934)</b>
<b>III: Cash flow from financing activities:</b>		
Repayment of Long-term Debt	(284)	-
Proceeds from Issuance of Long Term Debt	-	-
Proceeds from Issuance of Share Capital	-	-
Payment of Cash Dividends	-	-
Net Change in Other Borrowings	99	579
Others (specify)	(5,744)	(3,159)
<b>Net Cash Provided (used) by Financing Activities</b>	<b>(5,929)</b>	<b>(2,580)</b>
<b>IV: Cash and Cash Equivalents:</b>		
Net Increase/ (Decrease) in Cash and Cash	<b>1,171</b>	<b>496</b>
Cash and Cash Equivalents at the Beginning of the Quarter/Year	36,791	36,295
<b>Cash and Cash Equivalents at the end of the Quarter/Year</b>	<b>37,962</b>	<b>36,791</b>

## CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31ST DECEMBER 2023

Amounts in million of shillings

	Share Capital	Share Premium	Retained Earnings-Restated	Regulatory Reserve	General Provision Reserve	Fair Value Reserve	Total
<b>Current Year (2023)</b>							
<b>Balance as at the beginning of the year</b>	23,555	(735)	(1,498)	2,726	-	1,140	25,188
Profit for the year	-	-	7,630	-	-	-	7,630
Regulatory Reserve	-	-	(2,696)	2,696	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Other Comprehensive Income	-	-	-	-	-	(1,580)	(1,580)
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
<b>Balance as at the end of the year</b>	<b>23,555</b>	<b>(735)</b>	<b>3,435</b>	<b>5,423</b>	<b>-</b>	<b>(440)</b>	<b>31,238</b>
<b>Previous Year (2022)</b>							
<b>Balance as at the beginning of the year</b>	23,555	(735)	(9,055)	4,661	-	(37)	18,389
Profit for the year	-	-	5,622	-	-	-	5,622
Other Comprehensive Income	-	-	1,935	(1,935)	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	-	-	-	1,177	1,177
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
<b>Balance as at the end of the year</b>	<b>23,555</b>	<b>(735)</b>	<b>(1,498)</b>	<b>2,726</b>	<b>-</b>	<b>1,140</b>	<b>25,188</b>

## SELECTED EXPLANATORY NOTES

The above extracts are from the Financial Statements of the Bank for the year ended December 31, 2023 which have been prepared in accordance with International Financial Reporting Standards, and Companies Act, CAP 212 Act No. 12 of 2002. The Financial Statements were audited by PricewaterhouseCoopers; Certified Public Accountants (T) and received a clean audit report. The Financial Statements were approved by the Board of Directors and signed on their behalf by:

Name and Title	Signature	Date
1. Respage O. Kimafi-Managing Director		27th March 2024
2. Gasper Casmir Njuu - Board Chairperson		27th March 2024
3. Benedict Warisianga Sudi-Board Member		27th March 2024

## Mkombozi Wakala

Huduma zote hapo hapo mtaani kwako. Wewe ni kubenki tu!



- Kuweka na kutoa pesa
- Lipa Bili
- Kufunga akaunti

## Miamala ni popote ukiwa na:

Mkombozi i-Bank

1

Mkombozi Mobile

2

Mkombozi Debit Card

3

Sadaka Digital

4

Mkombozi Wakala (Cardless Withdraw)

5