

# PUBLICATION OF AUDITED FINANCIAL STATEMENTS

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

## CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2020

(Amounts in million shillings)

	Year Ended Dec 2020	31 Dec 2020	Comparative (Previous Year) 31-Dec-19
<b>A. ASSETS</b>			
1	Cash	9,188	8,744
2	Balances with Bank of Tanzania	12,900	12,230
3	Investments in Government securities	28,037	23,780
4	Balances with other banks and financial institutions	11,959	7,007
5	Cheques and items for clearing	209	215
6	Inter branch float items	3	-
7	Bills negotiated	-	-
8	Customers' liabilities for acceptances	-	-
9	Interbank Loans Receivables	23,651	16,228
10	Investments in other securities	2,002	2,002
11	Loans, advances and overdrafts (net of allowances for probable losses)	121,381	122,084
12	Other assets	3,019	2,518
13	Equity Investments	539	539
14	Underwriting accounts	-	-
15	Property, Plant and Equipment	7,090	8,692
<b>16</b>	<b>TOTAL ASSETS</b>	<b>219,979</b>	<b>204,038</b>
<b>B. LIABILITIES</b>			
17	Deposits from other banks and financial institutions	-	-
18	Customer deposits	183,908	161,926
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	-	-
24	Acceptances outstanding	-	-
25	Interbranch float items	-	-
26	Unearned income and other deferred charges	-	-
27	Other liabilities	6,604	8,590
28	Borrowings	8,894	16,799
<b>29</b>	<b>TOTAL LIABILITIES</b>	<b>199,406</b>	<b>187,315</b>
<b>30</b>	<b>NET ASSETS/(LIABILITIES) (16 minus 29)</b>	<b>20,573</b>	<b>16,723</b>
<b>C. SHAREHOLDERS' FUNDS</b>			
31	Paid up share capital	20,615	20,615
32	Capital reserves	-	-
33	Retained earnings	(7,424)	(4,741)
34	Profit (Loss) account	3,850	(6,583)
35	Other capital accounts	3,531	7,432
36	Minority Interest	-	-
<b>37</b>	<b>TOTAL SHAREHOLDERS' FUNDS</b>	<b>20,573</b>	<b>16,723</b>
38	Contingent liabilities	1,595	1,612
39	Non performing loans & advances	12,599	26,134
40	Allowances for probable losses	4,848	9,308
41	Other non performing assets	-	-
<b>D. Ratios</b>			
(i)	Shareholders Funds to total assets	9%	8%
(ii)	Non performing loans to total gross loans	10%	20%
(iii)	Gross loans and advances to total deposits	69%	83%
(iv)	Loans and Advances to total assets	57%	64.3%
(v)	Earning Assets to Total Assets	79%	80.9%
(vi)	Deposits Growth	14%	18.4%
(vii)	Assets growth	8%	14.1%

## CONDENSED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2020

(Amounts in million of shillings)

	Current Year 31-Dec-20	Comperative Year 31- Dec-19
1	Interest Income	25,121
2	Interest Expense	(10,539)
<b>3</b>	<b>Net Interest Income (1 minus 2)</b>	<b>14,582</b>
4	Bad Debts Written-Off	(4,103)
5	Impairment Losses on Loans and Advances	357
<b>6</b>	<b>Non Interest Income</b>	<b>4,917</b>
6.1	Foreign Currency Dealings and Translation Gains/(Loss)	904
6.2	Fees and Commissions	3,217
6.3	Dividend Income	-
6.4	Other Operating Income	795
<b>7</b>	<b>Non Interest Expenses:</b>	<b>(16,007)</b>
7.1	Salaries and Benefits	(8,385)
7.2	Fees and Commission	-
7.3	Other Operating Expenses	(7,622)
<b>8</b>	<b>Operating Income/(Loss)</b>	<b>3,849</b>
9	Income Tax Provision	-
10	Net Income/(Loss) After Income Tax	3,849
11	Other Comprehensive Income (itemize)	-
<b>12</b>	<b>Total comprehensive income/(loss) for the year</b>	<b>3,849</b>
13	Number of Employees	164
14	Basic Earnings Per Share	187
15	Number of Branches	11
<b>SELECTED PERFORMANCE INDICATORS</b>		
(i)	Return on Average Total Assets	0.5%
(ii)	Return on Average Shareholders' Fund	20.6%
(iii)	Non Interest Expense to Gross Income	53.3%
(iv)	Net Interest Income to Average Earning Assets	8.7%

## CONDENSED STATEMENT OF CASH FLOW STATEMENT FOR THE YEAR ENDED 31st DECEMBER 2020

(Amounts in million shillings)

	Current Year Cumulative 31-Dec-20	Comparative (Previous Year) 31-Dec-19
<b>I: Cash flow from operating activities:</b>		
<b>Net income(loss)</b>	<b>3,849</b>	<b>(5,438)</b>
Adjustments for:		
- Impairment/Amortization	2,193	2,120
- Net change in Loans and Advances	702	(27,140)
- Gain/loss on Sale of Assets	-	-
- Net change in Deposits	21,982	25,459
- Net change in Short Term Negotiable Securities	1,220	4,078
- Net change in Other Liabilities	(1,578)	(1,016)
- Net change in Other Assets	(8,206)	(6,486)
- Tax Paid	(233)	(301)
- Others SMR	(2,162)	903
<b>Net cash provided (used) by operating activities</b>	<b>17,766</b>	<b>(7,821)</b>
<b>II: Cash flow from investing activities:</b>		
Dividend Received	-	-
Purchase of Fixed Assets	(678)	(1,635)
Proceeds from Sale of Fixed Assets	30	9
Purchase of Non-Dealing Securities	(4,257)	4,013
Proceeds from Sale of Non-Dealing Securities	-	-
Others (specify)	-	-
<b>Net cash provided (used) by investing activities</b>	<b>(4,905)</b>	<b>2,387</b>
<b>III: Cash flow from financing activities:</b>		
Repayment of Long-term Debt	-	-
Proceeds from Issuance of Long Term Debt	-	-
Proceeds from Issuance of Share Capital	-	-
Payment of Cash Dividends	-	-
Net Change in Other Borrowings	-	-
Others (Lease hold Payment)	(1,325)	(1,294)
<b>Net Cash Provided (used) by Financing Activities</b>	<b>(1,325)</b>	<b>(1,294)</b>
<b>IV: Cash and Cash Equivalents:</b>		
<b>Net Increase/ (Decrease) in Cash and Cash Equivalents</b>	<b>11,536</b>	<b>(6,728)</b>
Cash and Cash Equivalents at the Beginning of the Year	35,693	42,421
<b>Cash and Cash Equivalents at the end of Year</b>	<b>47,229</b>	<b>35,693</b>

## CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31 DECEMBER 2020

Amounts in million of shillings

	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	General Provision Reserve	Others	Total
<b>Current Year 2020</b>							
<b>Balance at the beginning of the Year</b>	20,615	-	(11,324)	7,432	-	-	16,723
Profit for the year	-	-	3,849	-	-	-	3,849
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	3,900	(3,900)	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
<b>Balance as at the end of December 2020</b>	<b>20,615</b>	<b>-</b>	<b>(3,575)</b>	<b>3,531</b>	<b>-</b>	<b>-</b>	<b>20,572</b>
<b>Previous Year 2019</b>							
<b>beginning the year</b>	20,615	-	1,898	11	781	-	23,306
Profit for the year	-	-	(6,583)	-	-	-	(6,583)
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	(7,420)	7,420	-	-	-
General Provision Reserve	-	-	781	-	(781)	-	-
Others	-	-	-	-	-	-	-
<b>Balance as at the end of the Year 2019</b>	<b>20,615</b>	<b>-</b>	<b>(11,324)</b>	<b>7,432</b>	<b>-</b>	<b>-</b>	<b>16,723</b>

## SELECTED EXPLANATORY NOTES

Name and Title	Signature	Date
Respige O. Kimati (Chief Executive Officer)		
Dennis F. Kejo (Chief Finance Officer)		
Crispin Paul K (Chief Internal Auditor)		

The above extracts are from the financial statements of the bank for the year ended 31st December 2020 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.

Name	Signature	Date
Prof. Marcellina Mvula Chijoriga Board Chairperson	(Signed)	
Ms. Uphoo Swai Board Member	(Signed)	