



**INTERNATIONAL COMMERCIAL BANK (TANZANIA) LIMITED**

**AUDITED FINANCIAL STATEMENTS**

**ISSUED PURSUANT TO REGULATIONS 7 AND 8 OF THE BANKING AND FINANCIAL INSTITUTIONS (DISCLOSURES) REGULATIONS, 2014**

**EXTRACTS FROM AUDITED FINANCIAL STATEMENTS (Regulation 8)**

**CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31st DEC 2020  
(AMOUNTS IN MILLION SHILLINGS)**

	CURRENT YEAR	COMPARATIVE PREVIOUS YEAR
	31.12.2020	31.12.2019
<b>A. ASSETS</b>		
1 Cash	1,035	2,996
2 Balances with Bank of Tanzania	4,200	4,987
3 Investments in Government securities	9,964	11,282
4 Balances with other banks and financial institutions	5,161	3,036
5 Cheques and items for clearing	723	605
6 Interbranch float items	-	-
7 Bills negotiated	-	-
8 Customers' liabilities for acceptances	-	-
9 Interbank Loans Receivables	-	-
10 Investments in other securities	-	-
11 Loans, advances and overdrafts (net of allowances for probable losses)	35,732	50,905
12 Other assets	9,808	5,180
13 Equity Investments	-	-
14 Underwriting accounts	-	-
15 Property, Plant and Equipment	434	556
<b>16 TOTAL ASSETS</b>	<b>67,055</b>	<b>79,546</b>
<b>B. LIABILITIES</b>		
17 Deposits from other banks and financial institutions	3,489	18,274
18 Customer deposits	33,882	36,154
19 Cash letters of credit	-	-
20 Special deposits	162	216
21 Payment orders/transfers payable	-	-
22 Bankers' cheques and drafts issued	77	121
23 Accrued taxes and expenses payable	1,111	146
24 Acceptances outstanding	-	-
25 Interbranch float items	-	-
26 Unearned income and other deferred charges	62	-
27 Other liabilities	3,197	4,558
28 Borrowings	-	-
<b>29 TOTAL LIABILITIES</b>	<b>41,980</b>	<b>59,468</b>
<b>30 NET ASSETS (LIABILITIES) (16 minus 29)</b>	<b>25,076</b>	<b>20,079</b>
<b>C. SHARE HOLDERS' FUND</b>		
31 Paid up share capital	28,937	20,025
32 Capital reserves	7,455	4,140
33 Retained earnings	(7,509)	(2,998)
34 Profit (Loss) accounts	(3,807)	(1,089)
35 Other capital accounts	-	-
36 Minority interest	-	-
<b>37 TOTAL SHAREHOLDERS' FUNDS</b>	<b>25,076</b>	<b>20,079</b>
38 Contingent liabilities	1,558	2,537
39 Non performing loans and advances	18,195	11,550
40 Allowance for Probable Losses	2,499	1,227
41 Other non performing assets	-	-
<b>D. PERFORMANCE INDICATORS</b>		
(I) Shareholders Funds to total assets	37%	25%
(II) Non performing loans to total gross loans	45%	22%
(III) Gross loans and advances to total deposits	143%	95%
(IV) Loans and advances to total assets	61%	64%
(V) Earning Assets to Total Assets	76%	82%
(VI) Deposits Growth	-10%	-40%
(VII) Assets Growth	0%	-29%

**CONDENSED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31st DEC 2020  
(AMOUNTS IN MILLION SHILLINGS)**

	CURRENT QUARTER	COMPARATIVE QUARTER (PREVIOUS YEAR)	CURRENT YEAR CUMULATIVE	COMPARATIVE YEAR CUMULATIVE (PREVIOUS YEAR)
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
1 Interest income	1,394	1,775	5,658	7,260
2 Interest Expense	409	700	2,615	3,384
<b>3 Net Interest Income (1 minus 2)</b>	<b>985</b>	<b>1,075</b>	<b>3,042</b>	<b>3,876</b>
4 Bad debts Written-off	1,808	347	1,808	400
5 Impairment Losses on Loans and Advances	778	579	2,468	584
<b>6.1 Non interest income</b>	<b>325</b>	<b>643</b>	<b>1,299</b>	<b>1,329</b>
6.1 Foreign Currency Dealings and Translation Gains/(losses)	(14)	37	128	70
6.2 Fees and Commissions	35	43	178	542
6.3 Dividend Income	-	-	-	-
6.4 Other Operating Income	304	562	993	718
<b>7.1 Non Interest Expense</b>	<b>1,328</b>	<b>1,078</b>	<b>5,261</b>	<b>5,653</b>
7.1 Salaries and Benefits	558	380	2,122	2,019
7.2 Fees and Commission	54	24	136	267
7.3 Other operating Expenses	716	674	3,003	3,368
<b>8 Operating Income/(Losses)</b>	<b>(2,604)</b>	<b>(287)</b>	<b>(5,195)</b>	<b>(1,432)</b>
9 Income Tax Provision	-	(30)	1,386	343
<b>10 Net Income(Losses) After Income Tax</b>	<b>(2,604)</b>	<b>(257)</b>	<b>(3,809)</b>	<b>(1,089)</b>
<b>11 Other Comprehensive Income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>12 Total Comprehensive</b>	<b>(2,604)</b>	<b>(257)</b>	<b>(3,809)</b>	<b>(1,089)</b>
13 Number of employees	60	65	60	65
14 Basic Earnings Per Share	(130)	(13)	(190)	(54)
15 Dilute Earning Per Share	(130)	(13)	(190)	(54)
16 Number of Branches	5	5	5	5
<b>PERFORMANCE INDICATORS</b>				
(I) Return on Average Total Assets	-15.62%	-0.35%	-15.51%	-1.37%
(II) Return on Average Shareholders' Fund	-45.18%	-1.29%	-22.67%	-5.42%
(III) Non Interest Expenses to Gross Income	77.23%	44.59%	75.62%	65.82%
(IV) Net Interest Income to Average Earning Assets	7.43%	5.04%	5.24%	5.94%

**CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31st DEC 2020  
(AMOUNTS IN MILLION SHILLINGS)**

	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	General Provision Reserve	Others	Total
<b>Balance as at the beginning of the year 2020</b>	<b>20,025</b>		<b>(4,086)</b>	<b>4,140</b>			<b>20,079</b>
Prior year adjustments			(109)				(109)
Profit for the year			(3,809)				(3,809)
Other Comprehensive income							
Transactions with owners							
Dividends paid			(3,315)	3,315			
Regulatory Reserve							
General Provision Reserve							
Others							
Issued Share Capital	8,915						8,915
<b>Balance as at the end of the period 31.12.2020</b>	<b>28,940</b>		<b>(11,320)</b>	<b>7,455</b>			<b>25,076</b>
<b>Previous Year</b>							
<b>Balance as at the beginning of the year 2019</b>	<b>20,025</b>		<b>(1,825)</b>	<b>2,445</b>	<b>396</b>		<b>21,041</b>
Prior year adjustments			126				126
Profit for the year			(1,089)				(1,089)
Other Comprehensive income							
Transaction with owners							
Dividends Paid			(1,299)	1,695	(396)		
Regulatory Reserve							
General Provision Reserve							
Others							
<b>Balance as at the end of the period 31.12.2019</b>	<b>20,025</b>		<b>(4,086)</b>	<b>4,140</b>			<b>20,079</b>

**CONDENSED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31st DEC 2020  
(AMOUNTS IN MILLION SHILLINGS)**

	CURRENT QUARTER	PREVIOUS QUARTER	CURRENT YEAR CUMULATIVE	COMPARATIVE YEAR CUMULATIVE (PREVIOUS YEAR)
	31.12.2020	30.09.2020	31.12.2020	31.12.2019
<b>I Cash flow from operating activities</b>				
Net Income (Loss)	(2,604)	(1,408)	(5,195)	(1,432)
<b>Adjustments for:-</b>				
- Impairment/Amortization	2,646	924	4,719	1,332
- Net change in Loans and Advances	2,874	1,283	10,897	1,336
- Gain/Loss on Sale of Assets	-	-	-	-
- Net change in Deposits	(4,133)	(18,425)	(16,261)	(36,517)
- Net change in Short Term Negotiable	-	-	-	-
- Net change in Other Liabilities	1,755	(95)	(918)	1,152
- Net change in Other Assets	(3,021)	(615)	(3,439)	(3,973)
- Tax Paid	-	-	-	-
- SMR	477	1,289	1,592	1,640
- Other	-	-	(21)	219
<b>Net cash provided (used) by operating activities</b>	<b>(2,006)</b>	<b>(17,047)</b>	<b>(8,627)</b>	<b>(36,242)</b>
<b>II Cash flow from investing activities</b>				
Dividend Receivable	-	-	-	-
Purchase of Fixed Assets	(23)	(32)	(13)	(83)
Proceeds from sale of Fixed Assets	-	-	-	-
Purchase of Non-Dealing Securities	-	-	-	-
Proceeds from Sale of Non-Dealing Securities	-	-	-	-
Others (T-bill/bond/Placement)	6,291	2,387	(2,817)	(4,020)
<b>Net cash provided (used) by investing activities</b>	<b>6,268</b>	<b>2,355</b>	<b>(2,830)</b>	<b>(83)</b>
<b>III Cash flow from financing activities</b>				
Repayment of Long-term Debt	-	-	-	-
Proceeds from Insurance of Long-term Debt	-	-	-	-
Proceeds from Insurance of Share Capital	4,188	4,727	8,915	-
Payment of Cash Dividends	-	-	-	-
Net Change in Other Borrowings	-	-	-	-
Other (Specify)	-	-	-	-
<b>Net cash provided (used) by Financing activities</b>	<b>4,188</b>	<b>4,727</b>	<b>8,915</b>	<b>-</b>
<b>IV Cash and Cash Equivalents:</b>				
Net Increase/(Decrease) in Cash and Cash equivalent	8,450	(9,965)	(2,542)	(36,324)
Cash and Cash Equivalents at the Beginning of the Quarter	5,086	15,051	11,430	47,754
<b>Cash and Cash Equivalents at the end of the Quarter</b>	<b>13,536</b>	<b>5,086</b>	<b>8,888</b>	<b>11,430</b>

In preparation of the quarterly financial statements, consistent accounting policies have been used as those applicable to the previous year audited financial statements.

Signed By:

**VILLY VELLAYAPPAN** Chief Executive Officer Date: 27 Jan 2021  
**GEORGE MSAMBAZI** Head - Finance Date: 27 Jan 2021  
**JOHN MWAKASONDA** Head - Internal Audit Date: 27 Jan 2021

We, the undersigned directors, attest to the faithful representation of the above statements. We declare that the statements have been examined by us and to the best of our knowledge and belief, have been prepared in conformance with International Financial Reporting Standards and the requirements of the Banking and Financial Institutions Act, 2006 and they present a true and fair view.

Signed By:

**ALFRED MKOMBO** Director Date: 27 Jan 2021  
**CHARLES RWECHUNGURA** Director Date: 27 Jan 2021