



AUDITED FINANCIAL STATEMENTS

REPORT OF CONDITION OF BANK PURSUANT TO SECTION 32(3) OF BANKING AND FINANCIAL INSTITUTIONS ACT, 2006.

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31st DEC 2023
(All Amounts in millions of Tanzanian shillings)

	31.12.2023	31.12.2022
A. ASSETS		
1 Cash	1,724	1,449
2 Balances with Bank of Tanzania	5,245	7,225
3 Investments in Government securities	22,333	19,106
4 Balances with other banks and financial institutions	6,535	976
5 Cheques and items for clearing	(16)	(11)
6 Inter branch 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)	12,134	17,993
12 Other assets	14,416	15,480
13 Equity Investments	-	-
14 Underwriting accounts	-	-
15 Property, Plant and Equipment	328	358
16 TOTAL ASSETS	62,698	62,576
B. LIABILITIES		
17 Deposits from other banks and financial institutions	-	0
18 Customer deposits	33,107	32,772
19 Cash letters of credit	-	-
20 Special deposits	165	162
21 Payment orders/transfers payable	-	-
22 Bankers' cheques and drafts issued	-	0
23 Accrued taxes and expenses payable	804	682
24 Acceptances outstanding	-	-
25 Interbranch float items	-	-
26 Unearned income and other deferred charges	66	61
27 Other liabilities	2,086	2,653
28 Borrowings	-	-
29 TOTAL LIABILITIES	36,228	36,331
30 NET ASSETS (LIABILITIES) (16 minus 29)	26,469	26,245
C. SHARE HOLDERS' FUND		
31 Paid up share capital	40,788	28,937
32 Capital reserves	2,730	2,747
33 Retained earnings	(17,263)	(17,595)
34 Profit (Loss) accounts	214	304
35 Other capital accounts	-	11,851
36 Minority interest	-	-
37 TOTAL SHAREHOLDERS' FUNDS	26,469	26,245
38 Contingent liabilities	590	477
39 Non performing loans and advances	7,895	7,718
40 Allowance for Probable Losses	1,951	1,926
41 Other non performing assets	-	-
D. SELECTED FINANCIAL CONDITION INDICATORS		
(I) Shareholders Funds to total assets	42.22%	41.94%
(II) Non performing loans to total gross loans	47.98%	35.52%
(III) Gross loans and advances to total deposits	49.45%	66.03%
(IV) Loans and advances to total assets	19.35%	28.75%
(V) Earning Assets to Total Assets	65.40%	60.85%
(VI) Deposits Growth	1.02%	-26.06%
(VII) Assets Growth	0.19%	-15.52%

CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31st DECEMBER 2023
(All Amounts in millions of Tanzanian shillings)

	CURRENT YEAR CUMULATIVE	COMPARATIVE YEAR CUMULATIVE
	31.12.2023	31.12.2022
1 Interest income	5,120	5,080
2 Interest Expense	1,978	1,839
3 Net Interest Income (1 minus 2)	3,141	3,241
4 Bad debts Written-off	608.67	0
5 Impairment Losses on Loans and Advances	304	494
6 Non interest income	3,985	3,498
6.1 Foreign Currency Dealings and Translation Gains/(losses)	123	88
6.2 Fees and Commissions	51	52
6.3 Dividend Income	-	-
6.4 Other Operating Income	3,811	3,358
7 Non Interest Expense	5,878	5,444
7.1 Salaries and Benefits	1,917	1,970
7.2 Fees and Commission	98	92
7.3 Other operating Expenses	3,863	3,382
8 Operating Income/(Losses)	335	802
9 Income Tax Provision	(121)	(497)
10 Net Income/(Losses) After Income Tax	214	304
11 Other Comprehensive Income	-	-
12 Total Comprehensive Income	214	304
13 Number of employees	54	55
14 Basic Earnings Per Share	5	11
15 Dilute Earning Per Share	5	7
16 Number of Branches	4	4
(i) SELECTED PERFORMANCE INDICATORS		
(ii) Return on Average Total Assets	0.34%	0.45%
(iii) Return on Average Shareholders' Fund	0.81%	1.18%
(iv) Non Interest Expenses to Gross Income	64.57%	63.46%
(v) Net Interest Income to Average Earning Assets	7.94%	7.90%

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31st DECEMBER, 2023
(All Amounts in millions of Tanzanian shillings)

Current year	Share capital	Other capital accounts	Retained Earning	Regulatory reserve	Total
Balance as at the beginning of the year 2023	28,937	11,851	(17,291)	2,747	26,245
Prior adjustments	-	-	11	-	11
Profit for the year	-	-	214	-	214
Other Comprehensive Income	-	-	-	-	-
Transactions with owners	-	-	-	-	-
Dividend paid	-	-	-	-	-
Regulatory Reserve	-	-	17	(17)	-
General Provision Reserve	-	-	-	-	-
Others	-	-	-	-	-
Issued Share Capital	11,851	(11,851)	-	-	-
Balance as at the end of the period 31.12.2023	40,788	-	(17,049)	2,730	26,469
Previous Year					
Balance as at the beginning of the year 2022	28,937	11,851	(17,488)	2,254	25,554
Prior adjustments	-	-	386	-	386
Profit for the year	-	-	304	-	304
Other Comprehensive Income	-	-	-	-	-
Transactions with owners	-	-	-	-	-
Dividend paid	-	-	-	-	-
Regulatory reserve	-	-	(493)	493	-
General Provision reserve	-	-	-	-	-
Others	-	-	-	-	-
Issued Share Capital	-	-	-	-	-
Balance as at the end of the period 31.12.2022	28,937	11,851	(17,291)	2,747	26,245

CONDENSED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31st DECEMBER 2023
(All Amounts in millions of Tanzanian shillings)

	CURRENT YEAR CUMULATIVE	PREVIOUS YEAR CUMULATIVE
	31.12.2023	31.12.2022
I Cash flow from operating activities		
Net Income (Loss)	335	802
Adjustments for:-		
-Impairment/Amortization	854	883
-Net change in Loans and Advances	5,543	3,516
-Gain/Loss on Sale of Assets	-	-
-Net change in Deposits	445	(12,021)
-Net change in Short Term Negotiable	-	-
-Net change in Other Liabilities	35	70
-Net change in Other Assets	100	5,483
-Tax Paid	(25)	(22)
-SMR	(38)	309
-Other	-	-
Net cash provided (used) by operating activities	7,248	(981)
II Cash flow from investing activities		
Dividend Receivable	-	-
Purchase of Fixed Assets	(166)	(5,473)
Proceeds from sale of Fixed Assets	-	-
Purchase of Non-Dealing Securities	-	-
Proceeds from Sale of Non-Dealing Securities	-	-
Others (T-bill/bond/Placement)	(3,272)	(372)
Net cash provided (used) by investing activities	(3,438)	(5,845)
III Cash flow from financing activities		
Repayment of Long-term Debt	-	-
Proceeds from Insurance of Long-term Debt	-	-
Proceeds from Insurance of Share Capital	-	-
Payment of Cash Dividends	-	-
Net Change in Other Borrowings	-	-
Other (Specify)	-	-
Net cash provided (used) by Financing activities	-	-
IV Cash and Cash Equivalents:		
Net Increase/(Decrease) in Cash and Cash equivalent	3,810	(6,826)
Cash and Cash Equivalents at the Beginning of the year	7,529	14,355
Cash and Cash Equivalents at the end of the year	11,339	7,529

The extract from audited financial statements of the Bank for the year ended 31 December, 2023 which has been prepared in accordance with International Financial Reporting Standards (IFRSs). Financial Statements were audited by Nexia SJ Tanzania and received a clean audit report.

The financial were approved by Board of Directors on 27th March, 2024 and signed by:-

Mr. Sashidharan G Nair

Mr. Alfred L Mkombo