

**CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023**

(Amounts in Million Shillings)	Current Quarter 31-Dec-23	Previous Quarter 30-Sep-23
<b>A. ASSETS</b>		
1 Cash	20,926	20,927
2 Balances with Bank of Tanzania	38,573	34,670
3 Investments in Government securities	85,726	86,265
4 Balances with other banks and financial institutions	21,228	25,115
5 Cheques and items for clearing	52	300
6 Inter branch float items	-	-
7 Bills negotiated	-	-
8 Customers liabilities for acceptances	-	-
9 Interbank loans receivable	51,456	51,041
10 Investments in other Securities	-	-
11 Loans, Advances and Overdrafts (net of allowances for probable losses)	276,852	275,705
12 Other Assets	9,601	8,469
13 Equity Investments	811	811
14 Underwriting Accounts	-	-
15 Property and Equipment	9,944	10,521
<b>16 TOTAL ASSETS</b>	<b>515,169</b>	<b>513,824</b>
<b>B. LIABILITIES</b>		
17 Deposits from other banks and financial institutions	38,488	33,700
18 Customer deposits	261,689	270,945
19 Cash letters of Credit	657	690
20 Special Deposits	114,453	113,970
21 Payment orders/transfers payable	-	-
22 Bankers' cheques and drafts issued	365	359
23 Accrued taxes and expenses payable	6,312	6,040
24 Acceptances outstanding	-	-
25 Interbranch float items	-	-
26 Unearned income and other deferred charges	-	-
27 Other Liabilities	25,317	22,327
28 Borrowings	3,000	3,000
<b>29 TOTAL LIABILITIES</b>	<b>450,261</b>	<b>451,039</b>
<b>30 NET ASSETS/(LIABILITIES) (16 minus 29)</b>	<b>64,908</b>	<b>62,785</b>
<b>C. SHAREHOLDERS' FUNDS</b>		
31 Paid up Share Capital	136,620	136,620
32 Share premium	-	-
33 Retained Earnings	(91,960)	(91,960)
34 (Loss)/Profit Account	19,749	16,486
35 Other Capital Accounts	499	1,639
36 Minority Interest	-	-
<b>37 TOTAL SHAREHOLDERS' FUNDS</b>	<b>64,908</b>	<b>62,785</b>
38 Contingent Liabilities	41,191	41,953
39 Non performing Loans & Advances	43,705	35,918
40 Allowances for Probable Losses	46,546	49,243
41 Other non Performing Assets	-	-
<b>D. SELECTED FINANCIAL CONDITION INDICATORS</b>		
(i) Shareholders Funds to Total Assets	12.6%	12.2%
(ii) Non performing Loans to Total Gross Loans	13.5%	11.1%
(iii) Gross Loans and Advances to Total Deposits	87.1%	85.4%
(iv) Loans and Advances to Total Assets	53.7%	53.7%
(v) Earning Assets to Total Assets	84.5%	85.3%
(vi) Deposits Growth	-3.4%	0.0%
(vii) Assets Growth	0.3%	7.3%

**CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31 DECEMBER 2023**

(Amounts in Million Shillings)	Share capital	Share Premium	Advance toward share Capital	Retained Earning	Regulatory reserve	Fair Valuation Reserve	Others	Total
<b>Current Year</b>								
Balance as at the beginning of the year	136,620	-	-	(91,959)	-	1,964	-	46,625
Profit for the year	-	-	-	19,748	-	-	-	19,748
Other Comprehensive Income	-	-	-	-	-	(1,465)	-	(1,465)
Transaction with owners	-	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-	-
Regulatory reserve	-	-	-	-	-	-	-	-
General Provision Reserve	-	-	-	-	-	-	-	-
Others - Advance toward share Capital allotted	-	-	-	-	-	-	-	-
<b>Balance as at the end of the current period</b>	<b>136,620</b>	<b>-</b>	<b>-</b>	<b>(72,211)</b>	<b>-</b>	<b>499</b>	<b>-</b>	<b>64,908</b>
<b>Previous Year</b>								
Balance as at the beginning of the year	28,158	8,913	26,065	(63,759)	6,901	(612)	38,484	44,150
Profit for the year	-	-	-	(35,101)	-	-	-	(35,101)
Other Comprehensive Income	-	-	-	-	-	2,576	-	2,576
Transaction with owners	35,000	-	-	-	-	-	-	35,000
Dividends Paid	-	-	-	-	-	-	-	-
Regulatory reserve	-	-	-	6,901	(6,901)	-	-	-
General Provision Reserve	-	-	-	-	-	-	-	-
Others	73,462	(8,913)	(26,065)	-	-	-	(38,484)	-
<b>Balance as at the end of Previous Year</b>	<b>136,620</b>	<b>-</b>	<b>-</b>	<b>(91,959)</b>	<b>-</b>	<b>1,964</b>	<b>-</b>	<b>46,625</b>

**CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 31 DECEMBER 2023**

(Amounts in Million Shillings)	Current Quarter 31 Dec 2023	Comparative Quarter 31 Dec 2022	Current Year Cumulative 31 Dec 2023	Comparative Year Cumulative 31 Dec 2022
1 Interest Income	15,040	12,419	54,850	46,144
2 Interest Expense	(4,284)	(3,602)	(15,788)	(15,761)
<b>3 Net Interest Income (1 + 2)</b>	<b>10,756</b>	<b>8,817</b>	<b>39,062</b>	<b>30,383</b>
4 Bad Debts Written-Off	2,077	611	9,872	(3,793)
5 Impairment Losses on Loans and Advances	(3,625)	(11,380)	(12,586)	(27,903)
<b>6 Non Interest Income:</b>	<b>2,824</b>	<b>2,240</b>	<b>12,254</b>	<b>9,601</b>
6.1 Foreign Currency Dealings and translation Gain/(Loss )	1,093	866	5,062	3,107
6.2 Fees and Commissions	1,710	1,378	7,171	6,498
6.3 Dividend Income	-	-	-	-
6.4 Other Operating Income	21	(4)	21	(4)
<b>7 Non Interest Expenses:</b>	<b>(8,648)</b>	<b>(9,249)</b>	<b>(36,049)</b>	<b>(39,037)</b>
7.1 Salaries and Benefits	(3,535)	(2,946)	(14,622)	(14,527)
7.2 Fees and Commission	-	-	-	-
7.3 Other Operating Expenses	(5,149)	(6,303)	(21,427)	(24,510)
<b>8 Operating (Loss) /Income</b>	<b>3,348</b>	<b>(8,961)</b>	<b>12,553</b>	<b>(30,749)</b>
9 Income Tax Provision	(86)	(616)	7,195	(4,216)
<b>10 Net (Loss)/Income After Income Tax</b>	<b>3,262</b>	<b>(9,577)</b>	<b>19,748</b>	<b>(34,965)</b>
<b>11 Other Comprehensive Income (Gain on fair valuation of Government Bonds)</b>	<b>(1,140)</b>	<b>23</b>	<b>(1,465)</b>	<b>2,576</b>
<b>12 Total comprehensive(loss)/ income for the year</b>	<b>2,122</b>	<b>(9,554)</b>	<b>18,283</b>	<b>(32,389)</b>
13 Number of Employees	186	181	186	181
14 Basic Earnings per Share	24	(70)	145	(257)
15 Number of Branches	8	8	8	8
<b>SELECTED PERFORMANCE INDICATORS</b>				
(i) Return on Average Total Assets	2.5%	-6.7%	3.8%	-8.2%
(ii) Return on Average Shareholder Funds	20.4%	-65.2%	30.9%	-79.4%
(iii) Non Interest Expenses to Gross Income	63.9%	83.6%	70.2%	97.6%
(iv) Net Interest Income to Average Earnings Assets	9.9%	9.9%	8.9%	8.5%

**CONDENSED STATEMENT OF CASH FLOW FOR THE QUARTER ENDED 31 DECEMBER 2023**

(Amounts in Million Shillings)	Current Quarter 31 Dec 2023	Previous Quarter 30 Sep 2023	Current Year Cumulative 31 Dec 2023	Comparative Year Cumulative 31 Dec 2022
<b>I. Cash flow from operating activities</b>				
<b>Operating (Loss) /Income</b>	<b>3,348</b>	<b>3,779</b>	<b>12,553</b>	<b>(30,749)</b>
Adjustments for:				
-Impairment/Amortization	5,385	5,329	18,962	45,150
-Net change in Loans and Advances	(5,579)	(42,955)	(65,518)	(31,672)
-Gain/Loss on Sale of Assets	(4)	-	(21)	28
-Net change Deposits from other banks and financial institutions	4,788	(33,377)	8,766	(40,874)
-Net change in Deposits	(8,834)	61,862	61,674	40,594
-Net change in Short Term Negotiable Securities	(601)	(155)	(13,000)	2,487
-Net change in Other Liabilities	4,230	3,449	9,568	1,577
-Net change in Other Assets	(884)	2,097	(942)	(2,803)
- Tax Paid	(493)	(363)	(2,673)	(266)
-Others (Movement in Statutory Minimum Reserve)	(447)	(1,287)	(3,874)	(3,126)
<b>Net cash provided (Used) by operating activities</b>	<b>900</b>	<b>(1,621)</b>	<b>25,495</b>	<b>(19,654)</b>
<b>II. Cash flow from investing activities:</b>				
Dividend Received	-	-	-	-
Purchase of Fixed Assets	(387)	(51)	(1,170)	(530)
Proceeds from Sale of Fixed Assets	15	-	15	116
Purchase of Non- Dealing Securities	-	-	-	-
Proceeds from Sale of Non-Dealing Securities	-	-	-	-
Others (Purchase of Intangible Assets)	-	-	-	-
<b>Net cash (Used in) /generated from investing activities</b>	<b>(372)</b>	<b>(51)</b>	<b>(1,155)</b>	<b>(414)</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 - (Advance towards Share Capital)	-	-	-	35,000
Payment of Preference Dividends	-	-	-	-
Net Change in other Borrowings	-	-	-	-
Others (Specify) - Lease payment	(554)	(579)	(2,670)	(3,211)
<b>Net Cash generated from Financing Activities</b>	<b>(554)</b>	<b>(579)</b>	<b>(2,670)</b>	<b>31,789</b>
<b>IV. Cash and Cash Equivalents:</b>				
Net Increase/ (Decrease) in Cash and Cash Equivalents	(17)	(2,251)	21,670	11,721
Cash and Cash Equivalents at the beginning of the Quarter	108,231	110,482	86,544	70,548
<b>Cash and Cash Equivalents at the end of the Year</b>	<b>108,214</b>	<b>108,231</b>	<b>108,214</b>	<b>82,269</b>

Claver Serumaga Managing Director & Chief Executive Officer 22 January 2024	Genes I. Kunda Head of Finance 22 January 2024	Peter Kimwari Chief Internal Auditor 22 January 2024
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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.

<b>Name</b>	<b>Date</b>
1. Vinaykant Somaiya (Chairman)	22 January 2024
2. Ms. Stella Ndikimi (Director)	22 January 2024

