

BALANCE SHEET AS AT 31ST DECEMBER, 2020

	TZS '000	TZS '000
	Current Year 31 - 12 - 2020	Previous Year 31 - 12 - 2019
A. ASSETS		
1. Cash	11,081,328	12,308,710
2. Balances with Bank of Tanzania	32,667,015	18,756,238
3. Investment in Government securities	0	0
4. Balances with other Banks and Financial institution	3,127,826	5,854,327
5. Cheques and items for clearing	153,473	65,494
6. Interbranch float items	0	0
7. Bills negotiated	0	0
8. Customers' liabilities for acceptances	0	0
9. Interbank Loans Receivables	2,480,757	19,223,998
10. Investment in Other securities	0	0
11. Financing (net of allowances for probable losses)	133,263,154	162,644,151
12. Other assets	10,380,262	9,551,392
13. Equity investments	0	0
14. Underwriting Accounts	0	0
15. Property, Plant and Equipment	9,693,629	9,677,365
16. TOTAL ASSETS	202,847,443	238,081,675
B. LIABILITIES		
17. Deposits from other banks and Financial Institutions	2,320,687	0
18. Customer deposits	162,957,424	190,383,867
19. Cash Letters of Credit	0	0
20. Special deposits	8,776,439	13,170,304
21. Payment orders/ transfers, payables	0	0
22. Bankers Cheques and Drafts Issued	116,974	110,250
23. Accrued Taxes and Expenses Payable	280,365	772,342
24. Acceptances Outstanding	0	0
25. Interbranch float items	0	0
26. Unearned income and other deferred charges	31,308	97,441
27. Other Liabilities	8,260,030	6,422,850
28. Borrowings	0	0
29. TOTAL LIABILITIES	182,743,228	210,957,053
30. NET ASSETS/(LIABILITIES)(16 minus 29)	20,104,215	27,124,622
C. SHAREHOLDERS' FUNDS		
31. Paid up Share capital	39,963,384	39,697,089
32. Preference Share Capital	0	0
32. Capital Reserve	1,201,986	10,624,547
33. Retained Earnings	(13,774,452)	(23,928,976)
34. Profit (Loss) Account	(7,286,703)	731,962
35. Other Capital Accounts	0	0
36. Minority Interest	0	0
37. TOTAL SHAREHOLDERS' FUNDS	20,104,215	27,124,622
D. SELECTED FINANCIAL CONDITION INDICATORS		
(i) Shareholders Funds to total assets	9.9%	11.4%
(ii) Nonperforming financing to total financing	4.9%	11.5%
(iii) Gross financing to total deposits	79.0%	81.0%
(iv) Financing to total assets	67.3%	68.3%
(v) Deposits Growth	(14%)	3.7%
(iv) Assets growth	(17%)	5.6%

INCOME STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2020

	TZS '000	TZS '000
	Current Year 31 - 12 - 2020	Previous Year 31 - 12 - 2019
1. Income from Financing	15,693,857	19,567,061
2. Depositors' Profit	(4,097,588)	(5,810,968)
3. Net Financing Income	11,596,269	13,756,093
4. Bad debts written off	(3,059,253)	0
5. Impairment losses on Financing	(2,608,101)	(208,367)
6. Non Funded Income	7,164,098	7,273,804
6.1 Foreign currency Dealings and Translation Gains/(loss)	1,242,616	1,725,884
6.2 Fees and Commissions	5,921,482	5,528,330
6.3 Dividend Income	0	0
6.4 Other Operating Income	0	19,590
7. Operating Expenses	(20,912,782)	(19,893,488)
7.1 Salaries and Benefits	(9,097,100)	(9,256,536)
7.2 Fees and Commissions	(106,221)	(157,549)
7.3 Other operating Expenses	(11,709,461)	(10,479,403)
7.4 Pre Operating expenses	0	0
8. Operating Income/(Loss)	(7,819,768)	928,042
9. Income/deferred Tax Provision	533,065	(196,080)
10. Net Income/(loss) after Income Tax	(7,286,703)	731,962
11. Number of employees	244	239
12. Basic Earnings Per Share	(182)	18
13. Number of Branches	9	9
SELECTED PERFORMANCE INDICATORS		
Return on average total assets		
Return on ordinary shareholder's funds	(3.3%)	0.3%
Operating expenses to gross income	(36.2%)	2.7%
Profit margin to average earning assets	91.5%	74.1%
	7.2%	7.7%

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31 DECEMBER 2020

	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	General Provision Reserve	Oth-ers	Total
Current Year 2020							
Balance as at the beginning of the year	39,697,089	0	(23,197,014)	10,624,548	0	0	27,124,623
Opening IFRS 9 Adjustment (Net of Deferred Tax)	0	0	-	0	0	0	0
Total comprehensive loss for year	0	0	(7,286,703)	0	0	0	(7,286,703)
Issue of share	266,295	0	0	0	0	0	266,295
Other Comprehensive Income	0	0	0	0	0	0	0
Transactions with owners	0	0	0	0	0	0	0
Dividends Paid	0	0	0	0	0	0	0
Regulatory Reserve	0	0	9,422,563	(9,422,563)	0	0	0
General Provision Reserve	0	0	0	0	0	0	0
Others	0	0	0	0	0	0	0
Balance as at the end of the previous period	39,963,384	0	(21,061,154)	1,201,985	0	0	20,104,215
Previous Year 2019							
Balance as at the beginning of the Year	39,697,089	0	(17,465,000)	2,843,597	1,316,975	0	26,392,661
Profit for the year	0	0	0	0	0	0	0
Issue of share	0	0	0	0	0	0	0
Other Comprehensive Income	0	0	731,962	0	0	0	731,962
Transactions with owners	0	0	0	0	0	0	0
Dividends Paid	0	0	0	0	0	0	0
Transfer to Regulatory Reserve	0	0	(7,780,950)	7,780,950	0	0	0
Transfer from General provision	0	0	1,316,975.00	0	(1,316,975)	0	0
Others	0	0	0	0	0	0	0
Balance as at the end of the current period	39,963,384	0	(23,197,014)	10,624,547	0	0	27,124,622

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2020

	TZS '000	TZS '000
	Current Year 31 - 12 - 2020	Previous Year 31 - 12 - 2019
I. Cash flow from Operating Activities:		
Net Income before tax	(7,819,769)	928,042
-Adjustment for Non-cash Items		
Impairment/Amortization/Depreciation	9,264,009	2,664,455
Gain/loss from sale of fixed assets	0	0
- net change in Financing	23,713,643	(10,449,554)
- net change in deposits	(24,564,937)	7,248,471
- net change in statutory minimum reserve	(3,365,517)	1,713,306
- net change in other liabilities	1,375,627	(155,424)
- net change in other assets	(194,618)	118,552
- Tax paid	(119,732)	(112,828)
- Others (Securities)	0	0
Net cash provided (used) by operating activities	(1,711,294)	1,955,020
II: Cash flow from investing activities		
Dividend received	0	0
Purchase of property and equipment	(274,546)	(1,754,341)
Purchase of computer software	(245,364)	(1,107,000)
Proceeds from sale of fixed assets	0	0
Purchase of non-dealing securities	0	0
Proceed from sale of non- dealing Securities	0	0
Adjustment to work in progress	0	0
Net cash provided (used) by investing activities	(519,910)	(2,861,341)
III. Cash flow from Financing activities		
Repayment of long-term debt	0	0
Proceeds from issuance of shares	0	0
Proceeds from issuance of Share Capital	266,295	0
Payment of cash dividends	0	0
Net change in other borrowings	0	0
Payment of lease liability	(1,455,923)	(1,061,117)
Net cash provided(used) by financing activities	(1,189,628)	(1,061,117)
IV. Cash and cash equivalents		
Net increase (decrease) in cash and cash equivalents	(3,420,831)	(1,967,438)
Cash and cash equivalents at the beginning of the year	42,300,400	44,267,838
Cash and cash equivalents at the end of the year	38,879,569	42,300,400

The above extracts are from the Financial Statements of the Bank for year ended 31st December 2020, which have been prepared in accordance with International Financial Reporting Standards (IFRS), Islamic Sharia Principles and the provisions of the Tanzania Companies Act, 2002. The Financial Statements were audited by KPMG (Certified Public Accountants) and received unqualified audit report.

The Financial Statements were approved by the Board of Directors on March 31, 2021 and signed on their behalf by:

Mr. Joseph Gonsalves Signed on May 6, 2021
(Director)

Mr. Salem Balleith Signed on May 6, 2021
(Director)