

Report of Condition of the bank pursuant to section 32(3) of the Banking and Financial Institutions Act, 2006

AUDITED FINANCIAL STATEMENTS



AUDITED BALANCE SHEET AS AT 31ST DECEMBER, 2024

	TZS '000	TZS '000
	Current Year 31 - 12 - 2024	Previous Year 31 - 12 - 2023
A. ASSETS		
1. Cash	13,096,646	11,185,415
2. Balances with Bank of Tanzania	43,542,859	37,356,052
3. Investment in Government securities	0	0
4. Balances with other Banks and Financial institution	8,939,471	4,648,301
5. Cheques and items for clearing	206,796	43,775
6. Interbranch float items	0	0
7. Bills negotiated	0	0
8. Customers' liabilities for acceptances	0	0
9. Interbank Loans Receivables	24,451,874	22,760,647
10. Investment in Other securities	1,000,719	1,000,719
11. Financing (net of allowances for probable losses)	197,893,050	173,785,012
12. Other assets	7,660,181	9,504,633
13. Equity investments	0	0
14. Underwriting Accounts	0	0
15. Property, Plant and Equipment	8,908,404	8,961,148
16. TOTAL ASSETS	305,700,000	269,245,702
B. LIABILITIES		
17. Deposits from other banks and Financial Institutions	18,210,665	0
18. Customer deposits	221,513,344	208,708,286
19. Cash Letters of Credit	0	0
20. Special deposits	14,255,817	14,255,817
21. Payment orders/ transfers, payables	0	0
22. Bankers Cheques and Drafts Issued	113,349	122,835
23. Accrued Taxes and Expenses Payable	2,740,518	1,574,257
24. Acceptances Outstanding	0	0
25. Interbranch float items	0	0
26. Unearned income and other deferred charges	18,614	38,539
27. Other Liabilities	10,554,906	12,204,568
28. Borrowings	6,750,000	6,750,000
29. TOTAL LIABILITIES	274,157,212	243,654,302
30. NET ASSETS/(LIABILITIES)(16 minus 29)	31,542,788	25,591,400
C. SHAREHOLDERS' FUNDS		
31. Paid up Share capital	45,060,215	45,060,215
32. Preference Share Capital	0	0
32. Capital Reserve	0	0
33. Retained Earnings	(19,468,815)	(19,864,455)
34. Profit (Loss) Account	5,951,388	395,640
35. Other Capital Accounts	0	0
36. Minority Interest	0	0
37. TOTAL SHAREHOLDERS' FUNDS	31,542,788	25,591,400
D. SELECTED FINANCIAL CONDITION INDICATORS		
(i) Shareholders Funds to total assets	10.3%	9.5%
(ii) Nonperforming financing to total financing	5.1%	3.3%
(iii) Gross financing to total deposits	88.30%	81.8%
(iv) Financing to total assets	64.7%	64.5%
(v) Deposits Growth	5.7%	16.4%
(iv) Assets growth	13.5%	11.8%

AUDITED INCOME STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2024

	TZS '000	TZS '000
	Current Year 31 - 12 - 2024	Previous Year 31 - 12 - 2023
1. Income from Financing	28,879,091	22,229,204
2. Depositors' Profit	(1,919,588)	(1,873,278)
3. Net Financing Income	26,959,503	20,355,926
4. Bad debts written off	(121,063)	(2,986,307)
5. Impairment losses on Financing	(2,926,169)	(2,793,732)
6. Non Funded Income	9,098,962	7,767,576
6.1 Foreign currency Dealings and Translation Gains/(loss)	1,722,875	1,121,702
6.2 Fees and Commissions	7,376,087	6,645,874
6.3 Dividend Income	0	0
6.4 Other Operating Income	0	0
7. Operating Expenses	(23,520,133)	(21,523,153)
7.1 Salaries and Benefits	(11,422,283)	(9,476,791)
7.2 Fees and Commissions		
7.3 Other operating Expenses	(12,097,850)	(12,046,362)
7.4 Pre Operating expenses	0	0
8. Operating Income/(Loss)	9,491,100	820,310
9. Income/deferred Tax Provision	(3,539,712)	(424,670)
10. Net Income/(Loss) after Income Tax	5,951,388	395,640
11. Number of employees	351	328
12. Basic Earnings Per Share	0	0
13. Number of Branches	10	10
SELECTED PERFORMANCE INDICATORS		
Return on average total assets	3.1%	0.3%
Return on ordinary shareholder's funds	18.9%	1.5%
Operating expenses to gross income	63.0%	74.0%
Profit margin to average earning assets	13.7%	12.3%

CONDENSED AUDITED STATEMENT OF CHANGES IN EQUITY AS AT 31 DECEMBER 2024

	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	Total
Current Year 2024					
Balance as at the beginning of the year	45,060,215	0	(19,468,815)	-	25,591,400
Total comprehensive profit for year	0	0	5,951,388	0	5,951,388
Issue of share	0	0	0	0	0
Other Comprehensive Income	0	0	0	0	0
Transactions with owners	0	0	0	0	0
Dividends Paid	0	0	0	0	0
Regulatory Reserve	0	0	-	-	0
General Provision Reserve	0	0	0	0	0
Others	0	0	0	0	0
Balance as at the end of the previous period	45,060,215	0	(13,517,427)	-	31,542,788
Current Year 2023					
Balance as at the beginning of the Year	45,060,215	0	(21,067,846)	1,203,391	25,195,760
Total comprehensive profit for year	0	0	395,640	0	395,640
Issue of share	0	0	0	0	0
Other Comprehensive Income	0	0	0	0	0
Transactions with owners	0	0	0	0	0
Dividends Paid	0	0	0	0	0
Regulatory Reserve	0	0	1,203,391	(1,203,391)	0
General Provision Reserve	0	0	0	0	0
Others	0	0	0	0	0
Balance as at the end of the current period	45,060,215	0	(19,468,815)	-	25,591,400

CONDENSED AUDITED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31 DECEMBER 2023

	TZS '000	TZS '000
	Current Year 31 - 12 - 2024	Previous Year 31 - 12 - 2023
I. Cash Flow from Operating Activities:		
Net Income before tax	9,491,100	820,310
Adjustment for Non-cash Items		
- Impairment/Amortization/Depreciation	5,126,789	8,746,928
- Gain/loss from sale of fixed assets	0	0
- Income from financing and investment activities	(28,879,091)	(22,229,204)
- Forex gain/loss	(92,565)	(82,625)
- Finance cost on lease liabilities*	574,348	633,562
- net change in Financing	(25,724,194)	(26,454,388)
- net change in deposits	31,011,058	24,069,439
- net change in statutory minimum reserve	(1,245,400)	(2,030,634)
- net change in other liabilities	151,023	1,664,315
- net change in other assets	(180,679)	411,299
- Others (Securities)	0	0
- Income received from financing and investment activities	26,993,060	19,099,464
- Tax paid	(560,000)	(132,489)
- Finance cost paid – lease liabilities	(574,348)	(633,562)
Net cash provided(used) by operating activities	16,091,101	3,882,413
II: Cash flow from investing activities		
Dividend received	0	0
Purchase of property and equipment	(1,632,267)	(495,069)
Purchase of computer software	(171,917)	-
Proceeds from sale of fixed assets	0	0
Purchase of non-dealing securities	0	0
Proceed from sale of non- dealing Securities	0	0
Net cash provided(used) by investing activities	(1,804,184)	(495,069)
III. Cash flow from Financing activities		
Repayment of long-term debt	0	0
Proceeds from issuance of Share Capital	0	0
Payment of cash dividends	0	0
Net change in other borrowings	0	0
Payment of lease liability	(1,731,993)	(1,840,772)
Net cash provided(used) by financing activities	(1,731,993)	(1,840,772)
IV. Cash and cash equivalents		
Net increase (decrease) in cash and cash equivalents	12,554,924	1,546,573
Cash and cash equivalents at 1 January	62,197,683	60,766,302
Effect of exchange rate fluctuations on cash and cash equivalent	280,111	(115,192)
Cash and cash equivalents at the end of the year	75,032,718	62,197,683

The above extracts are from the Financial Statements of the Bank for year ended 31st December 2024, 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 Ernst & Young (Certified Public Accountants) and received unqualified audit report.

The Financial Statements were approved by the Board of Directors on March 28, 2025 and signed on their behalf by:

Mr. Joseph Gonsalves
(Director) March 28, 2025

Mr. Salem Balleith
(Director) March 28, 2025



For Eligible
Pensioners under
PSSSF, HAZINA, NSSF
& ZSSF

