



Report of Condition of Bank Published Pursuant to Section 32(3) of the Banking and Financial Institutions Act, 2006

1

**PUBLICATION OF FINANCIAL STATEMENTS
(Regulation 5)**

BALANCE SHEET (AMOUNTS IN MILLIONS OF TANZANIAN SHILLINGS)		Current Quarter 31st March 2015	Previous Quarter 31st December 2014
A. ASSETS			
1	Cash	4,537	6,126
2	Balances with Bank of Tanzania	11,045	14,341
3	Investments in Government securities	47,982	49,641
4	Balances with other banks and financial institutions	7,812	8,401
5	Cheques and items for clearing	476	393
6	Inter branch float items	-	-
7	Bills negotiated	-	-
8	Customers liabilities for acceptances	-	-
9	Interbank loans receivable	-	-
10	Investments in other Securities	-	-
11	Loans, Advances and Overdrafts (net of allowances for probable losses)	98,405	86,766
12	Other Assets	5,452	7,187
13	Equity Investments	500	500
14	Underwriting Accounts	0	0
15	Property and Equipment	2,935	3,040
16	TOTAL ASSETS	179,144	176,396
B. LIABILITIES			
17	Deposits from other banks and financial institutions	30,761	20,474
18	Customer deposits	114,539	121,451
19	Cash letters of Credit	-	-
20	Special Deposits	259	887
21	Payment orders/transfers payable	-	-
22	Bankers' cheques and drafts issued	288	288
23	Accrued taxes and expenses payable	619	644
24	Acceptances outstanding	-	-
25	Interbranch float items	-	-
26	Unearned income and other deferred charges	1,812	2,610
27	Other Liabilities	1,708	1,719
28	Borrowings	-	-
29	TOTAL LIABILITIES	149,985	148,074
30	NET ASSETS/(LIABILITIES) (16 minus 29)	29,159	28,322
C.SHAREHOLDERS' FUNDS			
31	Paid up Share Capital	22,627	22,627
32	Share Premium	7,076	7,076
33	Retained Earnings	(2,988)	(2,707)
34	Profit (Loss) Account	837	(281)
35	Regulatory Reserve	1,606	1,606
36	Minority Interest	-	-
37	TOTAL SHAREHOLDERS' FUNDS	29,159	28,322
38	Contingent Liabilities	9,266	10,780
39	Non performing Loans & Advances	14,024	12,798
40	Allowances for Probable Losses	9,910	10,149
41	Other non Performing Assets	-	-
D.SELECTED FINANCIAL CONDITION INDICATORS			
(i)	Shareholders Funds to Total Assets	16%	16%
(ii)	Non performing Loans to Total Gross Loans	13%	13%
(iii)	Gross Loans and Advances to Total Deposits	75%	68%
(iv)	Loans and Advances to Total Assets	55%	50%
(v)	Earning Assets to Total Assets	86%	82%
(vi)	Deposits Growth	-6%	0%
(vii)	Assets Growth	2%	-2%

(0)

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INCOME STATEMENT FOR THE QUARTER ENDED MARCH 31, 2015

(AMOUNTS IN MILLIONS OF TANZANIAN SHILLINGS)					
		Current Quarter 31st March 2015	Comparative Quarter 31st March 2014	Current Year Cumulative 31st March 2015	Comparative Year Cumulative 31st March 2014
1	Interest Income	4,959	5,018	4,959	5,018
2	Interest Expense	(2,118)	(2,917)	(2,118)	(2,917)
3	Net Interest Income (1 + 2)	2,841	2,101	2,841	2,101
4	Bad Debts Written-Off	20	1	20	1
5	Impairment Losses on Loans and Advances	(620)	657	(620)	657
		2,241	2,760	2,241	2,760
6	Non Interest Income:				
6.1	Foreign Currency Dealings and translation Gain/(Loss)	1,107	330	1,107	330
6.2	Fees and Commissions	610	675	610	675
6.3	Dividend Income	0	0	0	0
6.4	Other Operating Income	39	196	39	196
		3,996	3,960	3,996	3,960
7	Non Interest Expenses:				
7.1	Salaries and Benefits	(1,178)	(1,184)	(1,178)	(1,184)
7.2	Fees and Commission	0	0	0	0
7.3	Other Operating Expenses	(1,604)	(1,438)	(1,604)	(1,438)
		(2,782)	(2,622)	(2,782)	(2,622)
8	Operating Profit /(Loss) Before Taxation	1,215	1,338	1,215	1,338
9	Income Tax Provision	(364)	(401)	(364)	(401)
10	Profit/(Loss) After Income Tax	850	937	850	937
11	Number of Employees	106	103	106	106
12	Basic Earnings per Share	38.69	46.14	38.69	46.14
13	Diluted Earnings per Share	37.57	44.71	37.57	44.71
14	Number of Branches	6	6	6	6
<u>SELECTED PERFORMANCE INDICATORS</u>					
	(i) Return on Average Total Assets	1.9%	0.5%	1.9%	0.5%
	(ii) Return on Average Shareholder Funds	3.0%	3.8%	3.0%	3.8%
	(iii) Non Interest Expenses to Gross Income	60.5%	79.4%	60.5%	79.4%
	(iv) Net Interest Income to Average Earnings Assets	7.6%	1.4%	7.6%	1.4%



CASH FLOW STATEMENT FOR THE QUARTER ENDED MARCH 31, 2015

I. Cash flow from operating activities	Current Quarter	Previous Quarter
(AMOUNTS IN MILLIONS OF TANZANIAN SHILLINGS)	31st March 2015	31st December 2014
Operating Profit /(Loss) Before Taxation	1,215	(2,061)
Adjustments for:		
-Impairment/Amortization	402	674
-Net change in Loans and Advances	(11,639)	101
-Gain/loss on Sale of Assets	0	0
-Net change in Deposits	(7,298)	7,421
- Due from and to other Banks	(1,456)	963
-Net change in Short Term Negotiable Securities	20,340	(29,415)
-Net change in Other Liabilities	(835)	(401)
-Net change in Other Assets	2,193	974
- Tax Paid	(229)	0
-Others (specify) SMR- Movement	2,400	0
Net cash provided (Used) by operating activities	5,093	(21,744)
II. Cash flow from investing activities:		
Dividend Received	0	0
Purchase of Fixed Assets	(4)	(22)
Proceeds from Sale of Fixed Assets	0	0
Others (specify) - Purchase of Intangible Assets	0	0
Net cash (Used in) /generated from investing activities	(4)	(22)
III. Cash flow from financing activities:		
Repayment of Long-term Debt	0	0
Proceeds from Issuance of Long Term Debt	0	0
Proceeds from Issuance of Share Capital	0	0
Payment of Preference Dividends	0	0
Net Change in other Borrowings	0	0
Others (specify) - WHT paid on Bonus Shares	0	0
Net Cash generated from Financing Activities	0	0
IV. Cash and Cash Equivalents:		
Net Increase/ (Decrease) in Cash and Cash Equivalents	5,089	(21,766)
Cash and Cash Equivalents at the beginning of the Quarter	2,486	24,253
Cash and Cash Equivalents at the end of the Year	7,575	2,486

Pankaj Kansara
Managing Director & Chief Executive Officer
 14th April 2015

Julius Ruwaichi
Head of Finance
 14th April 2015

Christopher Kazalla
Head of Internal Audit
 14th April 2015

We, the under-named, non-executive members of the Board of Directors, attest to the correctness 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 the instructions and are true and correct.

Name

Date

1. Shiraz Pira (Director)

20th April 2015

2. Sharmapal Aggarwal (Chairman)

20th April 2015