



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

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

BALANCE SHEET (AMOUNTS IN MILLIONS OF TANZANIAN SHILLINGS)		Current Quarter 30th June 2015	Previous Quarter 31st March 2015
A. ASSETS			
1	Cash	5,232	4,537
2	Balances with Bank of Tanzania	14,311	11,045
3	Investments in Government securities	33,469	47,982
4	Balances with other banks and financial institutions	22,718	7,812
5	Cheques and items for clearing	(642)	476
6	Inter branch float items	0	0
7	Bills negotiated	0	0
8	Customers liabilities for acceptances	0	0
9	Interbank loans receivable	0	0
10	Investments in other Securities	0	0
11	Loans, Advances and Overdrafts (net of allowances for probable losses)	95,363	98,405
12	Other Assets	6,200	5,452
13	Equity Investments	500	500
14	Underwriting Accounts	0	0
15	Property and Equipment	2,484	2,935
16	TOTAL ASSETS	179,636	179,144
B. LIABILITIES			
17	Deposits from other banks and financial institutions	11,948	30,761
18	Customer deposits	120,221	114,539
19	Cash letters of Credit	0	0
20	Special Deposits	263	259
21	Payment orders/transfers payable	0	0
22	Bankers' cheques and drafts issued	269	288
23	Accrued taxes and expenses payable	1,063	619
24	Acceptances outstanding	0	0
25	Interbranch float items	0	0
26	Unearned income and other deferred charges	1,175	1,812
27	Other Liabilities	1,274	1,708
28	Borrowings	13,930	0
29	TOTAL LIABILITIES	150,143	149,985
30	NET ASSETS/(LIABILITIES) (16 minus 29)	29,493	29,159
C.SHAREHOLDERS' FUNDS			
31	Paid up Share Capital	22,627	22,627
32	Share Premium	7,076	7,076
33	Retained Earnings	(3,321)	(2,988)
34	Profit (Loss) Account	1,171	837
35	Regulatory Reserve	1,939	1,606
36	Minority Interest	0	0
37	TOTAL SHAREHOLDERS' FUNDS	29,493	29,159
38	Contingent Liabilities	6,290	9,266
39	Non performing Loans & Advances	18,018	16,568
40	Allowances for Probable Losses	8,090	9,910
41	Other non Performing Assets	0	0
		-	(0)
D.SELECTED FINANCIAL CONDITION INDICATORS			
(i)	Shareholders Funds to Total Assets	16%	16%
(ii)	Non performing Loans to Total Gross Loans	17%	15%
(iii)	Gross Loans and Advances to Total Deposits	80%	75%
(iv)	Loans and Advances to Total Assets	53%	55%
(v)	Earning Assets to Total Assets	84%	86%
(vi)	Deposits Growth	5.0%	-6%
(vii)	Assets Growth	0.3%	2%

INCOME STATEMENT FOR THE QUARTER ENDED JUNE 30, 2015

(AMOUNTS IN MILLIONS OF TANZANIAN SHILLINGS)					
		Current Quarter 30th June 2015	Comparative Quarter 30th June 2014	Current Year Cumulative 30th June 2015	Comparative Year Cumulative 30th June 2014
1	Interest Income	4,730	4,709	9,690	9,727
2	Interest Expense	(2,188)	(2,666)	(4,307)	(5,583)
3	Net Interest Income (1 + 2)	2,542	2,043	5,383	4,144
4	Bad Debts Written-Off	23	6	42	7
5	Impairment Losses on Loans and Advances	(723)	489	(1,343)	1,146
		1,842	2,537	4,083	5,297
6	Non Interest Income:				
6.1	Foreign Currency Dealings and translation Gain/(Loss)	964	480	2,071	811
6.2	Fees and Commissions	611	582	1,221	1,257
6.3	Dividend Income	0	0	0	0
6.4	Other Operating Income	29	130	68	326
		3,446	3,730	7,442	7,690
7	Non Interest Expenses:				
7.1	Salaries and Benefits	(1,328)	(1,240)	(2,506)	(2,424)
7.2	Fees and Commission	0	0	0	0
7.3	Other Operating Expenses	(1,622)	(1,653)	(3,226)	(3,091)
		(2,950)	(2,892)	(5,732)	(5,514)
8	Operating Profit /(Loss) Before Taxation	496	838	1,710	2,176
9	Income Tax Provision	(149)	(251)	(513)	(653)
10	Profit/(Loss) After Income Tax	347	587	1,197	1,523
11	Number of Employees	111	106	111	106
12	Basic Earnings per Share	15.79	27.68	54.47	71.88
13	Diluted Earnings per Share	15.33	26.86	52.91	69.74
14	Number of Branches	6	6	6	6
	<u>SELECTED PERFORMANCE INDICATORS</u>				
	(i) Return on Average Total Assets	1.1%	1.9%	1.9%	5.0%
	(ii) Return on Average Shareholder Funds	6.8%	8.3%	11.7%	15.3%
	(iii) Non Interest Expenses to Gross Income	71.2%	89.4%	65.6%	84.3%
	(iv) Net Interest Income to Average Earnings Assets	6.7%	5.9%	6.9%	6.0%



CASH FLOW STATEMENT FOR THE QUARTER ENDED JUNE 30, 2015

I. Cash flow from operating activities	Current Quarter 30th June 2015	Previous Quarter 31st March 2015
(AMOUNTS IN MILLIONS OF TANZANIAN SHILLINGS)		
Operating Profit /(Loss) Before Taxation	496	1,215
Adjustments for:		
-Impairment/Amortization	394	402
-Net change in Loans and Advances	3,042	(11,639)
-Gain/loss on Sale of Assets	0	0
-Net change in Deposits	5,682	(7,298)
- Due from and to other Banks	(2,588)	(1,456)
-Net change in Short Term Negotiable Securities	(3,764)	20,340
-Net change in Other Liabilities	12,605	(835)
-Net change in Other Assets	(388)	2,193
- Tax Paid	(229)	(229)
-Others (specify) SMR- Movement	(3,240)	2,400
Net cash provided (Used) by operating activities	12,009	5,093
II. Cash flow from investing activities:		
Dividend Received	0	0
Purchase of Fixed Assets	(19)	(4)
Proceeds from Sale of Fixed Assets	0	0
Others (specify) - Purchase of Intangible Assets	0	0
Net cash (Used in) /generated from investing activities	(19)	(4)
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	11,990	5,089
Cash and Cash Equivalents at the beginning of the Quarter	7,575	2,486
Cash and Cash Equivalents at the end of the Year	19,565	7,575

Pankaj Kansara
Managing Director & Chief Executive Officer
 10th August 2015

Julius Ruwaichi
Head of Finance
 10th August 2015

Christopher Kazalla
Head of Internal Audit
 10th August 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)

10th August 2015

2. Sharmapal Aggarwal (Chairman)

10th August 2015