



PUBLICATION OF FINANCIAL STATEMENTS
(Regulation 7)

CONDENSED STATEMENT OF FINANCIAL POSITION (Amounts in million shillings)		Current Quarter 30th September 2017	Previous Quarter 30th June 2017
A. ASSETS			
1	Cash	5,978	4,741
2	Balances with Bank of Tanzania	13,625	10,575
3	Investments in Government securities	48,802	59,881
4	Balances with other banks and financial institutions	7,957	2,207
5	Cheques and items for clearing	(78)	301
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)	98,136	95,017
12	Other Assets	4,738	5,031
13	Equity Investments	500	500
14	Underwriting Accounts	0	0
15	Property and Equipment	1,615	1,540
16	TOTAL ASSETS	181,274	179,795
B. LIABILITIES			
17	Deposits from other banks and financial institutions	17,984	16,687
18	Customer deposits	112,010	112,043
19	Cash letters of Credit	0	0
20	Special Deposits	414	279
21	Payment orders/transfers payable	0	0
22	Bankers' cheques and drafts issued	321	414
23	Accrued taxes and expenses payable	2,030	1,648
24	Acceptances outstanding	0	0
25	Interbranch float items	0	0
26	Unearned income and other deferred charges	2,785	3,756
27	Other Liabilities	2,172	1,093
28	Borrowings	11,444	11,409
29	TOTAL LIABILITIES	149,160	147,328
30	NET ASSETS/(LIABILITIES) (16 minus 29)	32,114	32,466
C.SHAREHOLDERS' FUNDS			
31	Paid up Share Capital	22,627	22,627
32	Share premium	7,076	7,076
33	Retained Earnings	-2,462	-2,939
34	Profit (Loss) Account	229	582
35	Regulatory Reserve	4,643	5,121
36	Minority Interest	0	0
37	TOTAL SHAREHOLDERS' FUNDS	32,114	32,466
38	Contingent Liabilities	1,245	4,310
39	Non performing Loans & Advances	9,586	10,434
40	Allowances for Probable Losses	4,628	4,026
41	Other non Performing Assets	0	0
D.SELECTED FINANCIAL CONDITION INDICATORS			
(i)	Shareholders Funds to Total Assets	18%	18%
(ii)	Non performing Loans to Total Gross Loans	9%	11%
(iii)	Gross Loans and Advances to Total Deposits	79%	77%
(iv)	Loans and Advances to Total Assets	54%	53%
(v)	Earning Assets to Total Assets	85%	87%
(vi)	Deposits Growth	-0.03%	0.11%
(vii)	Assets Growth	1%	-5%

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED SEPTEMBER 30, 2017

(Amounts in million shillings)	Current Quarter 30th September 2017	Comparative Quarter 30th September 2016	Current Year Cumulative 30th September 2017	Comparative Year Cumulative 30th September 2016
1 Interest Income	4,459	5,256	14,097	15,260
2 Interest Expense	(2,131)	(2,273)	(6,548)	(6,261)
3 Net Interest Income (1 + 2)	2,328	2,983	7,549	8,999
4 Bad Debts Written-Off	125	32	276	574
5 Impairment Losses on Loans and Advances	(543)	(779)	(606)	(1,209)
6 Non Interest Income:	1,909	2,236	7,219	8,363
6.1 Foreign Currency Dealings and translation Gain/(Loss)	143	183	477	699
6.2 Fees and Commissions	648	696	1,820	1,847
6.3 Dividend Income	0	0	0	0
6.4 Other Operating Income	49	38	173	109
7 Non Interest Expenses:	2,749	3,154	9,689	11,017
7.1 Salaries and Benefits	(1,456)	(1,497)	(4,280)	(4,440)
7.2 Fees and Commission	0	0	0	0
7.3 Other Operating Expenses	(1,779)	(1,600)	(5,027)	(4,656)
8 Operating Income/(Loss)	(3,235)	(3,097)	(9,307)	(9,097)
9 Income Tax Provision	(486)	56	382	1,921
10 Net Income/ (Loss) After Income Tax	146	(17)	(115)	(576)
11 Other Comprehensive Income (itemize)	(340)	39	268	1,344
12 Total comprehensive income/(loss) for the year	0	0	0	0
13 Number of Employees	(340)	39	268	1,344
14 Basic Earnings per Share	100	95	100	95
15 Number of Branches	(15.47)	1.79	12.18	61.17
	5	5	5	5
<u>SELECTED PERFORMANCE INDICATORS</u>				
(i) Return on Average Total Assets	-1.1%	0.1%	0.3%	1.4%
(ii) Return on Average Shareholder Funds	-6.0%	0.7%	1.6%	8.2%
(iii) Non Interest Expenses to Gross Income	102.1%	79.4%	92.9%	78.1%
(iv) Net Interest Income to Average Earnings Assets	6.0%	7.5%	6.4%	7.0%



CONDENSED STATEMENT OF CASH FLOW FOR THE QUARTER ENDED SEP 30, 2017

I. Cash flow from operating activities (Amounts in million shillings)	Current Quarter 30th September 2017	Previous Quarter 30th June 2017		Current Year Cumulative 30th September 2017	Comparative Year Cumulative 30th September 2016
Operating Income/(Loss)	(486)	577	382	382	1,921
Adjustments for:					
-Impairment/Amortization	295	295	874	874	1,017
-Net change in Loans and Advances	(3,119)	(1,328)	(1,066)	(1,066)	856
-Gain/loss on Sale of Assets	0	0	0	0	0
-Net change in Deposits	102	79	(4,667)	(4,667)	4,958
-Net change in Short Term Negotiable Securities	30,753	4,392	24,726	24,726	11,097
-Net change in Other Liabilities	948	(4,995)	(2,258)	(2,258)	(5,511)
-Net change in Other Assets	1,521	(244)	5,802	5,802	10,192
- Tax Paid	95	95	285	285	697
-Others (specify) SMR- Movement	0	0	0	0	10,744
Net cash provided (Used) by operating activities	30,108	(1,129)	24,077	24,077	35,970
II. Cash flow from investing activities:					
Dividend Received	0	7	7	7	0
Purchase of Fixed Assets	(380)	(96)	(514)	(514)	(239)
Proceeds from Sale of Fixed Assets	0	0	0	0	0
Purchase of Non- Dealing Securities	0	0	0	0	0
Proceeds from Sale of Non-Dealing Securities	0	0	0	0	0
Others (specify) - Purchase of Intangible Assets	0	0	0	0	0
Net cash (Used in) / generated from investing activities	(380)	(89)	(507)	(507)	(239)
III. Cash flow from financing activities:					
Repayment of Long-term Debt	0	(1,748)	(1,748)	(1,748)	(1,669)
Proceeds from Issuance of Long Term Debt	0	0	0	0	0
Proceeds from Issuance of Share Capital	0	0	0	0	0
Payment of Preference Dividends	0	0	0	0	(52)
Net Change in other Borrowings	0	0	0	0	0
Others (specify) - WHT paid on Bonus Shares	0	0	0	0	0
Net Cash generated from Financing Activities	0	(1,748)	(1,748)	(1,748)	(1,721)
IV. Cash and Cash Equivalents:					
Net Increase/ (Decrease) in Cash and Cash Equivalents	29,728	(2,966)	21,822	21,822	34,010
Cash and Cash Equivalents at the beginning of the Quarter	20,940	23,907	20,940	20,940	14,824
Cash and Cash Equivalents at the end of the Year	50,669	20,940	42,763	42,763	48,834



CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT SEP 30, 2017

	Share capital	Share Premium	Retained Earning	Regulatory reserve	General provision Reserve	Others	Total
Current Year							
Balance as at the beginning of the year	22,626.99	7,076.37	(1,410.42)	2,720.13	871.88	-	31,884.96
Profit for the year	-	-	228.62	-	-	-	228.62
Other Comprehensive Income	-	-	-	-	-	-	-
Transaction with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory reserve	-	-	(1,041.04)	1,041.04	-	-	-
General Provision Reserve	-	-	(10.22)	-	10.22	-	-
Others	-	-	-	-	-	-	-
Balance as at the end of the current period	22,626.99	7,076.37	(2,233.06)	3,761.16	882.10	-	32,113.57
Previous Year							
Balance as at the beginning of the year	22,626.99	7,076.37	(2,962.49)	2,575.07	764.56	-	30,080.50
Profit for the year	-	-	1,856.46	-	-	-	1,856.46
Other Comprehensive Income	-	-	-	-	-	-	-
Transaction with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	(52.00)	-	-	-	(52.00)
Regulatory reserve	-	-	(145.06)	145.06	-	-	-
General Provision Reserve	-	-	(107.33)	-	107.33	-	-
Others	-	-	-	-	-	-	-
Balance as at the end of the previous period	22,626.99	7,076.37	(1,410.42)	2,720.13	871.88	-	31,884.96

Pankaj Kansara
Managing Director & Chief Executive Officer
 23rd October 2017

Msafiri Kibebeti
Head of Finance
 23rd October 2017

Lewis Mugizi
Ag. Head of Internal Audit
 23rd October 2017

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)

23rd October 2017

2. Sharmapal Aggarwal (Chairman)

23rd October 2017