



**REPORT OF THE CONDITION OF THE FINANCIAL INSTITUTION PUBLISHED ISSUED PURSUANT TO REGULATIONS 7 AND 8
OF THE BANKING AND FINANCIAL INSTITUTIONS (DISCLOSURES) REGULATIONS, 2014**

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH 2023

(Amounts in millions Shillings)

A.	ASSETS	BANK CURRENT QUARTER 31/03/2023	GROUP CURRENT QUARTER 31/03/2023	BANK PREVIOUS QUARTER 31/12/2022	GROUP PREVIOUS QUARTER 31/12/2022
1	Cash	-	-	-	-
2	Balances with Bank of Tanzania	804	804	1,141	1,141
3	Investments in Government Securities	9,395	9,395	12,687	12,687
4	Balances with Other Banks and financial institutions	2,813	3,105	2,066	2,357
5	Cheques and Items for Clearing	-	-	-	-
6	Interbranch float items	-	-	-	-
7	Bills Negotiated	-	-	-	-
8	Customer Liability on Acceptances	-	-	-	-
9	Interbank Loans receivables	-	-	-	-
10	Investments in other Securities	-	300	-	300
11	Loans, Advances and Overdrafts	311,742	311,856	314,804	314,916
	(Net of Allowances for Probable Losses)				
12	Other Assets	80,506	79,485	135,846	134,818
13	Equity Investments	19,161	17,308	18,847	16,999
14	Underwriting accounts	-	-	-	-
15	Property Plant and Equipment	1,699	1,821	2,362	2,654
16	TOTAL ASSETS	426,122	424,074	487,754	485,871
B.	LIABILITIES				
17	Deposits from Other Banks and Financial Institutions	94,683	94,683	94,370	94,370
18	Customer Deposits	205,722	205,722	206,981	206,981
19	Cash Letters of Credit	-	-	-	-
20	Special deposits	-	-	-	-
21	Payment Order/Transfers Payable	-	-	-	-
22	Bankers' Cheques and Drafts Issued	-	-	-	-
23	Accrued Taxes and Expenses Payable	11,453	11,453	13,868	13,868
24	Acceptances Outstanding	-	-	-	-
25	Inter Branch Float items	-	-	-	-
26	Unearned income and other deferred charges	-	-	-	-
27	Other Liabilities	61,019	61,850	52,568	53,304
28	Borrowings	30,699	30,699	32,359	32,359
29	TOTAL LIABILITIES	403,576	404,406	400,146	400,882
30	NET ASSETS /LIABILITIES	22,546	19,667	87,608	84,989
C.	SHAREHOLDERS' FUNDS AND RESERVES				
31	Paid Up Share Capital	219,138	219,138	219,138	219,138
32	Capital Reserves	-	-	-	-
33	Retained Earnings	(212,270)	(215,015)	(12,518)	(15,090)
34	Profit (Loss) Account	(1,459)	(1,718)	(135,954)	(136,126)
35	Other capital accounts	17,137	17,262	16,942	17,067
36	Minority interest	-	-	-	-
37	TOTAL SHAREHOLDERS' FUNDS AND RESERVES	22,546	19,667	87,608	84,989
38	Contingent Liabilities	14,009	14,009	13,788	13,788
39	Non Performing Loans and Advances	77,948	77,948	75,090	75,090
40	Allowances for Probable Losses	50,016	50,016	48,917	48,917
41	Other Non Performing Assets	1,872	1,872	1,874	1,874
D	SELECTED FINANCIAL CONDITION INDICATORS	%	%	%	%
i	Shareholders Funds to Total Assets	5.3%	4.6%	18.0%	17.5%
ii	Non Performing Loans to Total Gross Loans	21.1%	21.1%	20.2%	20.2%
iii	Gross Loans and Advances to Total Deposits	123.0%	123.0%	122.9%	122.9%
iv	Loans and Advances to Total Assets	73.2%	73.5%	64.5%	64.8%
v	Earning Assets to Total Assets	79.9%	79.8%	71.0%	70.9%
vi	Deposit Growth	-0.3%	-0.3%	0.7%	0.7%
vii	Asset Growth	-12.6%	-12.7%	-21.6%	-21.7%

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31ST MARCH 2023

(Amounts in millions Shillings)

	SHARE CAPITAL	SHARE PREMIUM	RETAINED EARNINGS	REGULATORY RESERVE	GENERAL PROVISION RESERVE	OTHERS	TOTAL
GROUP							
CURRENT QUARTER							
Balance at the beginning of the Quarter (01st January 2023)	219,138	-	(151,215)	-	-	17,066	84,989
Profit for the Quarter	-	-	(1,718)	-	-	-	(1,718)
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Audit Adjustments 2022	-	-	(63,800)	-	-	195	(63,604)
Balance at the end of the current period (31st March 2023)	219,138	-	(216,733)	-	-	17,262	19,667
PREVIOUS QUARTER							
Balance at the beginning of the Quarter (01st October 2022)	219,138	-	(140,530)	125,441	-	17,066	221,115
Profit for the Quarter	-	-	(136,126)	-	-	-	(136,126)
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	125,441	(125,441)	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Balance at the end of the period (31st December 2022)	219,138	-	(151,215)	-	-	17,066	84,989
BANK							
CURRENT QUARTER							
Balance at the beginning of the Quarter (01st January 2023)	219,138	-	(148,472)	-	-	16,942	87,608
Profit for the Quarter	-	-	(1,459)	-	-	-	(1,459)
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Audit Adjustments 2022	-	-	(63,798)	-	-	195	(63,603)
Balance at the end of the current period (31st March 2023)	219,138	-	(213,729)	-	-	17,137	22,546
PREVIOUS QUARTER							
Balance at the beginning of the Quarter (01st October 2022)	219,138	-	(137,960)	125,441	-	16,942	223,561
Profit for the Quarter	-	-	(135,953)	-	-	-	(135,953)
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	125,441	(125,441)	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Balance at the end of the period (31st December 2022)	219,138	-	(148,472)	-	-	16,942	87,608

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31ST MARCH 2023

(Amounts in millions Shillings)

€		BANK CURRENT QUARTER 31/03/2023	GROUP CURRENT QUARTER 31/03/2023	BANK COMPARATIVE QUARTER 31/03/2022	GROUP COMPARATIVE QUARTER 31/03/2022	BANK CURRENT YEAR CUMULATIVE 31/03/2023	GROUP CURRENT YEAR CUMULATIVE 31/03/2023	BANK COMPARATIVE YEAR CUMULATIVE 31/03/2022	GROUP COMPARATIVE YEAR CUMULATIVE 31/03/2022
1	Interest Income	8,551	8,551	7,262	7,262	8,551	8,551	7,262	7,262
2	Interest Expense	(3,418)	(3,418)	(3,713)	(3,713)	(3,418)	(3,418)	(3,713)	(3,713)
3	Net Interest Income	5,133	5,133	3,549	3,549	5,133	5,133	3,550	3,550
4	Bad Debts Written Off	(3,254)	(3,254)	(44)	(44)	(3,254)	(3,254)	(44)	(44)
5	Impairment losses on loans and Advances	(308)	(308)	535	535	(308)	(308)	535	535
6	Non Interest Income	610	492	785	913	610	492	785	913
	6.1 Foreign currency Dealings and Translation Gain /(Loss)	179	179	650	650	179	179	650	650
	6.2 Fees and Commissions	141	173	84	152	141	173	84	152
	6.3 Dividend Income	-	-	-	-	-	-	-	-
	6.4 Other operating income	290	140	51	111	290	140	51	111
7	Non Interest Expense	(4,265)	(4,406)	(4,487)	(4,599)	(4,265)	(4,406)	(4,487)	(4,599)
	7.1 Salary and benefits	(3,061)	(3,139)	(3,232)	(3,302)	(3,061)	(3,139)	(3,232)	(3,302)
	7.2 Fees and Commissions	-	-	-	-	-	-	-	-
	7.3 Other operating expenses	(1,204)	(1,267)	(1,255)	(1,297)	(1,204)	(1,267)	(1,255)	(1,297)
8	Operating Income/(Loss) beforeTax	(2,085)	(2,343)	338	354	(2,085)	(2,343)	338	354
9	Income Tax Provision	626	626	-	-	626	626	-	-
10	Net Income /(Loss) after Income Tax	(1,459)	(1,718)	338	354	(1,459)	(1,718)	338	354
11	Other Comprehensive Income (itemize)	-	-	-	-	-	-	-	-
12	Total comprehensive income/(loss) for the year	(1,459)	(1,718)	338	354	(1,459)	(1,718)	338	354
13	Number of employees	143	149	148	154	143	149	148	154
14	Basic Earnings per share	(7)	(7)	2	2	(7)	(7)	2	2
15	Number of branches	-	-	-	-	-	-	-	-
F	SELECTED PERFORMANCE INDICATORS								
	(i) Return on Average Total Assets	-1.6%	-1.6%	0.1%	0.1%	-1.6%	-1.6%	0.1%	0.1%
	(ii) Return on Average Shareholders Fund	-7.0%	-7.0%	0.2%	0.2%	-7.0%	-7.0%	0.2%	0.2%
	(iii) Non Interest Expense to Gross Income	46.6%	48.7%	55.8%	56.3%	46.6%	48.7%	55.8%	56.3%
	(iv) Net Interest Income to Average Earning Assets	1.5%	1.0%	0.7%	0.5%	1.5%	1.0%	0.7%	0.5%

CONDENSED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31ST MARCH 2023

(Amounts in millions Shillings)

	BANK FOR THE QUARTER ENDED 31/03/2023	GROUP FOR THE QUARTER ENDED 31/03/2023	BANK FOR THE QUARTER ENDED 31/12/2022	GROUP FOR THE QUARTER ENDED 31/12/2022	BANK CURRENT YEAR CUMULATIVE 31/03/2023	GROUP CURRENT YEAR CUMULATIVE 31/03/2023	BANK COMPARATIVE YEAR CUMULATIVE 31/03/2022	GROUP COMPARATIVE YEAR CUMULATIVE 31/03/2022
I: Cashflow from operating activities								
Net Income(Loss)	(2,085)	(2,343)	(135,954)	(136,126)	(2,085)	(2,343)	338	354
Adjustments for:								
Impairment/Amortisation	70	81	74	89	70	81	42	58
Net change in Loans and Advances	3,062	3,062	136,746	136,746	3,062	3,062	9,185	9,184
(Gain)/Loss on sale of Assets	-	-	-	-	-	-	-	-
Net change in Deposits	(946)	(946)	2,108	2,108	(946)	(946)	(6,362)	(6,362)
Net change in Short term Negotiable Securities	-	-	-	-	-	-	-	-
Net change in other liabilities	(2,100)	(1,986)	971	533	(2,100)	(1,986)	1,016	917
Net change in other Assets	4,194	4,328	(215)	(186)	4,194	4,328	1,104	334
Tax paid	-	-	-	-	-	-	-	-
Other :- Net change in deferred income	-	-	-	-	-	-	-	-
Net cash provided (used) by operating activities	2,194	2,195	3,731	3,164	2,194	2,195	5,322	4,485
II:Cash flow used in investing activities								
Dividend Received	-	-	-	-	-	-	-	-
Purchase of Fixed Assets	(13)	(13)	-	-	(13)	(13)	(2)	(2)
Proceeds from Sale Of Fixed Assets	-	-	-	-	-	-	-	-
Purchase of non-dealing securities	-	-	-	-	-	-	-	-
Proceeds from sale of non-dealing securities	-	-	-	-	-	-	-	-
Others: Proceeds from disposal Investment Asset	-	-	-	-	-	-	-	-
Net cash provided (used) by investing activities	(13)	(13)	-	-	(13)	(13)	(2)	(2)
III:Cash flow from financing activities								
Repayment of Long Term Borrowing	(1,771)	(1,771)	(1,480)	(1,480)	(1,771)	(1,771)	(1,838)	(1,838)
Proceeds from Issuance of Long Term Dept	-	-	-	-	-	-	-	-
Proceeds from Issuance of Share Capital	-	-	-	-	-	-	-	-
Payment of Cash Dividends	-	-	-	-	-	-	-	-
Net Change in Other Borrowings	-	-	-	-	-	-	-	-
Proceeds from disposal of available for sale investments	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-
Net cash provided (used) by Financing Activities	(1,771)	(1,771)	(1,480)	(1,480)	(1,771)	(1,771)	(1,838)	(1,838)
IV: Cash and Cash Equivalents								
Net Increase/Decrease in Cash and Cash Equivalents.	411	411	2,251	1,684	411	411	3,483	2,646
Cash and Cash equivalents At the beginning of the quarter	3,207	3,498	956	1,813	3,207	3,498	742	2,550
Cash and Cash equivalents at the end of the quarter	3,618	3,909	3,207	3,498	3,618	3,909	4,224	5,196

Signed By:

Ms. Lilian M. Mbassy Acting Managing Director
Ms. Mwasam S. Suleiman Director of Finance
Ms. Christine V. Mbonya Director Internal Audit

We, the undersigned directors, attest to the faithful representation 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 International Financial Reporting Standards and the requirements of the Banking and Financial Institutions Act, 2006 and they present a true and fair view.

Signed By:

Mr. Sosthenes L. Kewe Chairman of the Board
Date: 27/4/2023

MINIMUM DISCLOSURE OF BANK CHARGES AND FEES

ITEM/TRANSACTION	CHARGE/FEE	
Banking Sector - Deposit & Lending rates		
A Types of Lending Rates	lending Rate - PA (%)	
	TZS	USD
(a) Flat	N/A	N/A
(b) Declining	16.0	9.0
(c) Negotiable	N/A	N/A