



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 31<sup>ST</sup> DECEMBER 2021  
(Amounts in millions Shillings)

	BANK CURRENT QUARTER 31/12/2021	GROUP CURRENT QUARTER 31/12/2021	BANK PREVIOUS QUARTER 30/09/2021	GROUP PREVIOUS QUARTER 30/09/2021
<b>A. ASSETS</b>				
1 Cash	-	-	-	-
2 Balances with Bank of Tanzania	4	4	1,458	1,458
3 Investments in Government Securities	16,472	16,472	21,562	21,562
4 Balances with Other Banks and financial institutions	738	2,545	1,119	2,130
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	-	299	-	310
11 Loans, Advances and Overdrafts (Net of Allowances for Probable Losses)	450,153	450,305	450,581	450,724
12 Other Assets	129,439	128,891	131,366	130,724
13 Equity Investments	17,697	17,611	17,707	17,628
14 Underwriting accounts	-	-	-	-
15 Property Plant and Equipment	572	813	201	340
16 <b>TOTAL ASSETS</b>	<b>615,075</b>	<b>616,941</b>	<b>623,993</b>	<b>624,875</b>
<b>B. LIABILITIES</b>				
17 Deposits from Other Banks and Financial Institutions	110,443	110,443	117,097	117,097
18 Customer Deposits	211,909	211,909	209,422	209,422
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	9,476	9,476	5,866	5,866
24 Acceptances Outstanding	-	-	-	-
25 Inter Branch Float Items	-	-	-	-
26 Unearned income and other deferred charges	486	486	472	472
27 Other Liabilities	45,772	47,855	36,967	37,938
28 Borrowings	27,301	27,301	27,333	27,333
29 <b>TOTAL LIABILITIES</b>	<b>403,386</b>	<b>405,469</b>	<b>397,157</b>	<b>398,128</b>
30 <b>NET ASSETS /LIABILITIES</b>	<b>211,688</b>	<b>211,472</b>	<b>226,837</b>	<b>226,748</b>
<b>C. SHAREHOLDERS' FUNDS AND RESERVES</b>				
31 Paid Up Share Capital	219,138	219,138	219,138	219,138
32 Capital Reserves	-	-	-	-
33 Retained Earnings	(134,996)	(134,772)	(137,153)	(136,929)
34 Profit (Loss) Account	(20,171)	(20,342)	(6,286)	(6,456)
35 Other capital accounts	147,718	147,447	151,138	150,995
36 Minority interest	-	-	-	-
37 <b>TOTAL SHAREHOLDERS' FUNDS AND RESERVES</b>	<b>211,688</b>	<b>211,472</b>	<b>226,837</b>	<b>226,748</b>
38 Contingent Liabilities	10,610	10,610	15,543	15,543
39 Non Performing Loans and Advances	357,425	357,425	352,575	352,575
40 Allowances for Probable Losses	101,910	101,910	97,611	97,611
41 Other Non Performing Assets	2,361	2,361	2,746	2,746
<b>D. SELECTED FINANCIAL CONDITION INDICATORS</b>	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>
i Shareholders Funds to Total Assets	34%	34%	36%	36%
ii Non Performing Loans to Total Gross Loans	55%	55%	54%	54%
iii Gross Loans and Advances to Total Deposits	203%	201%	199%	199%
iv Loans and Advances to Total Assets	73%	73%	72%	72%
v Earning Assets to Total Assets	79%	79%	79%	78%
vi Deposit Growth	-1%	-1%	0%	0%
vii Asset Growth	-1%	-1%	-2%	-1%

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31<sup>ST</sup> DECEMBER 2021  
(Amounts in millions Shillings)

GROUP	SHARE CAPITAL	SHARE PREMIUM	RETAINED EARNINGS	REGULATORY RESERVE	GENERAL PROVISION RESERVE	OTHERS	TOTAL
<b>CURRENT QUARTER</b>							
Balance at the beginning of the Quarter (01 <sup>st</sup> October 2021)	219,138	-	(143,556)	134,887	-	16,279	226,748
Profit for the Quarter	-	-	(20,341)	-	-	-	(20,341)
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	3,420	(3,420)	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	5,064	-	-	-	-
Balance at the end of the current period (31 <sup>st</sup> December 2021)	219,138	-	(155,412)	131,467	-	16,279	206,407
<b>PREVIOUS QUARTER</b>							
Balance at the beginning of the Quarter (01 <sup>st</sup> July 2021)	219,138	-	(139,092)	136,880	-	16,279	233,204
Profit for the Quarter	-	-	(6,456)	-	-	-	(6,456)
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	(1,992)	(1,992)	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Balance at the end of the current period 30 <sup>th</sup> September 2021	219,138	-	(143,556)	134,887	-	16,279	226,748
<b>BANK</b>							
<b>CURRENT QUARTER</b>							
Balance at the beginning of the Quarter (01 <sup>st</sup> October 2021)	219,138	-	(143,439)	134,887	-	16,251	226,837
Profit for the year	-	-	(20,171)	-	-	-	(20,171)
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	3,420	(3,420)	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Audit Adjustment	-	-	5,022	-	-	-	5,022
Balance at the end of the current period 31 <sup>st</sup> December 2021	219,138	-	(155,167)	131,467	-	16,251	211,688
<b>PREVIOUS QUARTER</b>							
Balance at the beginning of the Quarter (01 <sup>st</sup> July 2021)	219,138	-	(140,443)	138,177	-	16,215	233,123
Profit for the Quarter	-	-	(6,286)	-	-	-	(6,286)
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	3,289	(3,289)	-	-	-
Balance at the end of the current period 30 <sup>th</sup> September 2021	219,138	-	(143,439)	134,887	-	16,251	226,837

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31<sup>ST</sup> DECEMBER 2021  
(Amounts in millions Shillings)

E	BANK CURRENT QUARTER 31/12/2021	GROUP CURRENT QUARTER 31/12/2021	BANK COMPARATIVE QUARTER 31/12/2020	GROUP COMPARATIVE QUARTER 31/12/2020	BANK CURRENT YEAR CUMULATIVE 31/12/2021	GROUP CURRENT YEAR CUMULATIVE 31/12/2021	BANK COMPARATIVE YEAR CUMULATIVE 31/12/2020	GROUP COMPARATIVE YEAR CUMULATIVE 31/12/2020
1. Interest Income	11,118	11,118	16,810	16,810	59,414	59,414	64,029	64,029
2. Interest Expense	(4,167)	(4,167)	(5,522)	(5,522)	(16,535)	(16,535)	(20,723)	(20,723)
3. <b>Net Interest Income</b>	<b>6,952</b>	<b>6,952</b>	<b>11,288</b>	<b>11,288</b>	<b>42,879</b>	<b>42,879</b>	<b>43,306</b>	<b>43,306</b>
4. Bad Debts Written Off	(39)	(39)	(51)	(51)	(52)	(52)	(3,776)	(3,776)
5. Impairment losses on loans and Advances	(3,984)	(3,984)	(3,670)	(3,670)	(34,941)	(34,941)	(4,182)	(4,182)
6. <b>Non Interest Income</b>	<b>(212)</b>	<b>(258)</b>	<b>583</b>	<b>939</b>	<b>672</b>	<b>879</b>	<b>2,394</b>	<b>2,926</b>
6.1 Foreign currency Dealings and Translation Gain /(Loss)	(79)	(79)	48	48	(629)	(629)	656	656
6.2 Fees and Commissions	184	227	434	764	882	946	1,171	1,603
6.3 Dividend Income	-	-	-	-	-	-	-	-
6.4 Other operating income	107	109	197	223	479	562	568	667
7. <b>Non Interest Expense</b>	<b>(6,530)</b>	<b>(6,745)</b>	<b>(17,236)</b>	<b>(17,441)</b>	<b>(22,932)</b>	<b>(23,587)</b>	<b>(30,981)</b>	<b>(31,837)</b>
7.1 Salary and benefits	(3,601)	(3,741)	(3,872)	(3,983)	(14,048)	(14,407)	(13,843)	(14,285)
7.2 Fees and Commissions	-	-	-	-	-	-	-	-
7.3 Other operating expenses	(2,929)	(3,004)	(13,363)	(13,458)	(8,884)	(9,180)	(17,138)	(17,552)
8. <b>Operating Income/(Loss) beforeTax</b>	<b>(3,389)</b>	<b>(3,558)</b>	<b>9,085</b>	<b>8,935</b>	<b>(14,373)</b>	<b>(14,822)</b>	<b>6,762</b>	<b>6,437</b>
9. Income Tax Provision	(16,782)	(16,782)	-	-	(16,782)	(16,782)	-	-
10. <b>Net Income /(Loss ) after Income Tax</b>	<b>(20,171)</b>	<b>(20,341)</b>	<b>9,085</b>	<b>8,935</b>	<b>(31,156)</b>	<b>(31,604)</b>	<b>6,762</b>	<b>6,437</b>
11. <b>Other Comprehensive Income (Itemize)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
12. <b>Total comprehensive income/(loss) for the year</b>	<b>(20,171)</b>	<b>(20,341)</b>	<b>9,085</b>	<b>8,935</b>	<b>(31,156)</b>	<b>(31,604)</b>	<b>6,762</b>	<b>6,437</b>
13. Number of employees	153	159	161	167	153	159	161	167
14. Basic Earnings per share	(92)	(92)	(41)	(41)	(142)	(143)	31	30
15. Number of branches	-	-	-	-	-	-	-	-
<b>F. SELECTED PERFORMANCE INDICATORS</b>								
(i) Return on Average Total Assets	-3%	-1%	-1%	-1%	-2%	-2%	1%	1%
(ii) Return on Average Shareholders Fund	-9%	-2%	-4%	-4%	-7%	-7%	3%	3%
(iii) Non Interest Expense to Gross Income	58%	59%	99%	98%	38%	39%	47%	48%
(iv) Net Interest Income to Average Earning Assets	1%	1%	2%	1%	9%	6%	8%	5%

CONDENSED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31<sup>ST</sup> DECEMBER 2021  
(Amounts in millions Shillings)

	Bank For the Quarter Ended 31/12/2021	Group For the Quarter Ended 31/12/2021	Bank For the Quarter Ended 30/09/2021	Group For the Quarter Ended 30/09/2021	Bank Current Year Cummulative 31/12/2021	Group Current Year Cummulative 31/12/2021	Bank Comparative year Cumulative 31/12/2020	Group Comparative year Cumulative 31/12/2020
<b>I: Cashflow from operating activities</b>								
Net Income/(Loss)	(3,389)	(3,558)	(6,286)	(6,456)	(14,373)	(14,822)	6,762	6,437
<b>Adjustments for:</b>								
Impairment/Amortisation	45	57	45	57	187	233	193	240
Net change in Loans and Advances	428	419	7,597	7,648	17,242	17,229	4,866	4,908
(Gain)/Loss on sale of Assets	-	-	-	-	-	-	-	-
Net change in Deposits	(4,168)	(4,168)	(1,054)	(1,054)	(5,027)	(5,027)	1,151	1,151
Net change in Short term Negotiable Securities	-	-	-	-	-	-	-	-
Net change in other liabilities	3,274	3,393	673	708	5,119	1,903	23,165	26,901
Net change in other Assets	5,505	6,464	396	831	8,513	9,986	(14,275)	(14,505)
Tax paid	(1,050)	(1,051)	(1,050)	(1,051)	(3,850)	(3,854)	(2,056)	(2,070)
Other:- Net change in deferred income	(14)	(14)	(14)	14	31	31	(246)	(246)
- Net change in SMR	-	-	-	-	-	-	-	-
<b>Net cash provided (used) by operating activities</b>	<b>632</b>	<b>1,542</b>	<b>308</b>	<b>669</b>	<b>7,842</b>	<b>5,679</b>	<b>19,559</b>	<b>22,815</b>
<b>II:Cash flow used in investing activities</b>								
Dividend Received	-	-	-	-	-	-	-	-
Purchase of Fixed Assets	(8)	(121)	-	-	(82)	(195)	(79)	(79)
Proceeds from Sale Of Fixed Assets	-	-	-	-	-	-	-	-
Purchase of non-dealing securities	-	-	-	-	-	-	-	-
Proceeds from sale of non-dealing securities	-	-	-	-	-	-	-	100
Others: Proceeds from disposal Investment Asset	-	-	-	-	-	-	-	168
<b>Net cash provided (used) by investing activities</b>	<b>(8)</b>	<b>(121)</b>	<b>-</b>	<b>-</b>	<b>(82)</b>	<b>(195)</b>	<b>(79)</b>	<b>189</b>
<b>III:Cash flow from financing activities</b>								
Repayment of Long Term Borrowing	(2,459)	(2,459)	(1,886)	(1,886)	(12,214)	(12,214)	(16,474)	(16,474)
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	-	-	-	-	-	-	-	-
<b>Net cash provided (used) by Financing Activities</b>	<b>(2,459)</b>	<b>(2,459)</b>	<b>(1,886)</b>	<b>(1,886)</b>	<b>(12,214)</b>	<b>(12,214)</b>	<b>(16,474)</b>	<b>(16,474)</b>
<b>IV: Cash and Cash Equivalents</b>								
<b>Net Increase/Decrease in Cash and Cash Equivalents.</b>	<b>(1,835)</b>	<b>(1,038)</b>	<b>1,578</b>	<b>1,217</b>	<b>(4,454)</b>	<b>(6,730)</b>	<b>3,006</b>	<b>6,530</b>
Cash and Cash equivalents At the beginning of the quarter	2,577	3,588	4,155	4,805	5,196	9,280	2,190	2,750
<b>Cash and Cash equivalents At the end of the quarter</b>	<b>742</b>	<b>2,550</b>	<b>2,577</b>	<b>3,588</b>	<b>742</b>	<b>2,550</b>	<b>5,196</b>	<b>9,280</b>

Signed By:

<b>Signed By:</b>		
Mr. Charles G. Singili Ms. Mwasam S. Suleiman Ms. Christine V. Mbonya	Managing Director Director of Finance 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.		
<b>Signed By:</b>		
Dr. Maria S. H. Mashingo	Board Chairperson	
Date:	27/01/2022	

MINIMUM DISCLOSURE OF BANK CHARGES AND FEES

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