



**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 DECEMBER 2022
(Amounts in millions Shillings)

A.	ASSETS	BANK CURRENT QUARTER 31/12/2022	GROUP CURRENT QUARTER 31/12/2022	BANK PREVIOUS QUARTER 30/09/2022	GROUP PREVIOUS QUARTER 30/09/2022
1	Cash	-	-	-	-
2	Balances with Bank of Tanzania	1,141	1,141	370	370
3	Investments in Government Securities	12,687	12,687	12,266	12,266
4	Balances with Other Banks and financial institutions	2,066	2,357	586	1,443
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 (Net of Allowances for Probable Losses)	314,804	314,916	451,550	451,662
12	Other Assets	135,846	134,818	136,052	135,068
13	Equity Investments	18,847	16,999	18,835	16,996
14	Underwriting accounts	-	-	-	-
15	Property Plant and Equipment	2,362	2,654	2,437	2,743
16	TOTAL ASSETS	487,754	485,871	622,095	620,848
B.	LIABILITIES				
17	Deposits from Other Banks and Financial Institutions	94,370	94,370	94,501	94,501
18	Customer Deposits	206,981	206,981	204,742	204,742
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	13,868	13,868	12,989	12,989
24	Acceptances Outstanding	-	-	-	-
25	Inter Branch Float items	-	-	-	-
26	Unearned income and other deferred charges	-	-	-	-
27	Other Liabilities	52,568	53,304	52,523	53,721
28	Borrowings	32,359	32,359	33,778	33,778
29	TOTAL LIABILITIES	400,146	400,882	398,534	399,732
30	NET ASSETS /LIABILITIES	87,608	84,989	223,562	221,116
C.	SHAREHOLDERS' FUNDS AND RESERVES				
31	Paid Up Share Capital	219,138	219,138	219,138	219,138
32	Capital Reserves	-	-	-	-
33	Retained Earnings	(12,518)	(15,090)	(141,626)	(144,108)
34	Profit (Loss) Account	(135,954)	(136,126)	3,666	3,578
35	Other capital accounts	16,942	17,067	142,384	142,509
36	Minority interest	-	-	-	-
37	TOTAL SHAREHOLDERS' FUNDS AND RESERVES	87,608	84,989	223,562	221,116
38	Contingent Liabilities	13,788	13,788	13,796	13,796
39	Non Performing Loans and Advances	75,090	75,090	370,868	370,868
40	Allowances for Probable Losses	48,917	48,917	104,872	104,872
41	Other Non Performing Assets	1,874	1,874	2,125	2,125
D	SELECTED FINANCIAL CONDITION INDICATORS	%	%	%	%
i	Shareholders Funds to Total Assets	18.0%	17.5%	35.9%	35.6%
ii	Non Performing Loans to Total Gross Loans	20.2%	20.2%	55.5%	55.5%
iii	Gross Loans and Advances to Total Deposits	218.9%	215.4%	220.5%	216.9%
iv	Loans and Advances to Total Assets	64.5%	64.8%	72.6%	72.7%
v	Earning Assets to Total Assets	71.0%	70.9%	77.6%	77.5%
vi	Deposit Growth	0.7%	0.7%	0.0%	0.0%
vii	Asset Growth	-21.6%	-21.7%	-0.5%	-0.4%

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31ST DECEMBER 2022
(Amounts in millions Shillings)

	SHARE CAPITAL	SHARE PREMIUM	RETAINED EARNINGS	REGULATORY RESERVE	GENERAL PROVISION RESERVE	OTHERS	TOTAL
GROUP							
CURRENT YEAR							
Balance at the beginning of the Quarter (01st October 2022)	219,138	-	(140,530)	125,441	-	17,067	221,116
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 Quarter (31st December 2022)	219,138	-	(151,216)	-	-	17,067	84,989
PREVIOUS QUARTER							
Balance at the beginning of the Quarter (01st July 2022)	219,138	-	(143,725)	125,075	-	17,067	217,555
Profit for the Quarter	-	-	3,578	-	-	-	3,578
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	(366)	366	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	(17)	-	-	-	(17)
Balance at the end of the Quarter (30th September 2022)	219,138	-	(140,530)	125,441	-	17,067	221,116
BANK							
CURRENT QUARTER							
Balance at the beginning of the Quarter (01st October 2022)	219,138	-	(137,960)	125,441	-	16,942	223,562
Profit for the Quarter	-	-	(135,954)	-	-	-	(135,954)
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	125,441	(125,441)	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Balance at the end of the Quarter (31st December 2022)	219,138	-	(148,472)	-	-	16,942	87,608
PREVIOUS QUARTER							
Balance at the beginning of the Quarter (01st July 2022)	219,138	-	(141,260)	125,075	-	16,942	219,896
Profit for the Quarter	-	-	3,666	-	-	-	3,666
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	(366)	366	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Others (2021 Audit Adjustment)	-	-	-	-	-	-	-
Balance at the end of the Quarter (30th September 2022)	219,138	-	(137,960)	125,441	-	16,942	223,562

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31ST DECEMBER 2022
(Amounts in millions Shillings)

€		BANK CURRENT QUARTER 31/12/2022	GROUP CURRENT QUARTER 31/12/2022	BANK COMPARATIVE QUARTER 31/12/2021	GROUP COMPARATIVE QUARTER 31/12/2021	BANK CURRENT YEAR CUMULATIVE 31/12/2022	GROUP CURRENT YEAR CUMULATIVE 31/12/2022	BANK COMPARATIVE YEAR CUMULATIVE 31/12/2021	GROUP COMPARATIVE YEAR CUMULATIVE 31/12/2021
1	Interest Income	23,798	23,798	11,118	11,118	59,240	59,240	59,414	59,414
2	Interest Expense	(4,013)	(4,013)	(4,167)	(4,167)	(15,934)	(15,934)	(16,535)	(16,535)
3	Net Interest Income	19,785	19,785	6,951	6,951	43,306	43,306	42,879	42,879
4	Bad Debts Written Off	(302,806)	(302,806)	(39)	(39)	(302,855)	(302,855)	(52)	(52)
5	Impairment losses on loans and Advances	150,530	150,530	(781)	(781)	143,784	143,784	(31,888)	(31,888)
6	Non Interest Income	930	1,000	212	258	3,714	4,053	672	879
	6.1 Foreign currency Dealings and Translation Gain /(Loss)	445	445	(79)	(79)	1,646	1,646	(629)	(629)
	6.2 Fees and Commissions	196	251	184	227	981	1,208	822	946
	6.3 Dividend Income	-	-	-	-	-	-	-	-
	6.4 Other operating income	290	304	107	109	1,087	1,199	479	562
7	Non Interest Expense	(4,393)	(4,635)	(5,829)	(6,044)	(20,424)	(20,819)	(22,081)	(22,737)
	7.1 Salary and benefits	(3,198)	(3,278)	(3,457)	(3,597)	(12,886)	(13,290)	(13,905)	(14,263)
	7.2 Fees and Commissions	-	-	-	-	-	-	-	-
	7.3 Other operating expenses	(1,195)	(1,357)	(2,372)	(2,447)	(7,138)	(7,528)	(8,177)	(8,473)
8	Operating Income/(Loss) beforeTax	(135,954)	(136,126)	514	344	(132,076)	(132,531)	(10,470)	(10,918)
9	Income Tax Provision	-	-	-16,782	(16,782)	-	-	(16,782)	(16,782)
10	Net Income /(Loss) after Income Tax	(135,954)	(136,126)	(16,268)	(16,438)	(132,076)	(132,531)	(27,252)	(27,701)
11	Other Comprehensive Income (itemize)	-	-	-	-	-	-	-	-
	Total comprehensive income/(loss) for the year	(135,954)	(136,126)	(16,268)	(16,438)	(132,076)	(132,531)	(27,252)	(27,701)
13	Number of employees	143	149	153	159	143	149	153	159
14	Basic Earnings per share	(620)	(621)	(74)	(75)	(603)	(604)	(124)	(125)
15	Number of branches	-	-	-	-	-	-	-	-
F	SELECTED PERFORMANCE INDICATORS								
	(i) Return on Average Total Assets	-24.7%	-24.6%	-2.6%	-2.6%	-23.8%	-24.0%	-4.4%	-4.4%
	(ii) Return on Average Shareholders Fund	-90.8%	-88.9%	-7.3%	-7.4%	-84.9%	-86.6%	-12.3%	-12.5%
	(iii) Non Interest Expense to Gross Income	17.8%	18.7%	51.4%	53.1%	31.8%	32.9%	36.7%	37.7%
	(iv) Net Interest Income to Average Earning Assets	4.8%	3.4%	1.4%	0.9%	10.4%	7.4%	8.8%	5.8%

CONDENSED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31ST DECEMBER 2022

	BANK FOR THE QUARTER ENDED 31/12/2022	GROUP FOR THE QUARTER ENDED 31/12/2022	BANK FOR THE QUARTER ENDED 30/09/2022	GROUP FOR THE QUARTER ENDED 30/09/2022	BANK CURRENT YEAR CUMMULATIVE 31/12/2022	GROUP CURRENT YEAR CUMMULATIVE 31/12/2022	BANK COMPARATIVE YEAR CUMULATIVE 31/12/2021	GROUP COMPARATIVE YEAR CUMULATIVE 31/12/2021
I: Cashflow from operating activities								
Net Income(Loss)	(135,954)	(136,126)	3,666	3,578	(132,076)	(132,531)	(10,470)	(10,918)
Adjustments for:								
Impairment/Amortisation	74	89	71	96	242	325	187	233
Net change in Loans and Advances	136,746	136,746	38	38	138,393	138,393	14,198	14,185
(Gain)/Loss on sale of Assets	-	-	-	-	-	-	-	-
Net change in Deposits	2,108	2,108	(4,647)	(4,647)	(8,963)	(8,963)	(5,566)	(5,566)
Net change in Short term Negotiable Securities	-	-	-	-	-	-	-	-
Net change in other liabilities	971	533	198	980	5,683	5,324	4,799	1,582
Net change in other Assets	(215)	(186)	3,211	3,210	6,568	5,781	8,512	9,985
Tax paid	-	-	-	-	-	-	(3,850)	(3,854)
Other :- Net change in deferred income	-	-	-	-	(486)	(486)	32	32
Net cash provided (used) by operating activities	3,731	3,164	2,538	3,255	9,361	7,844	7,843	5,679
II:Cash flow used in investing activities								
Dividend Received	-	-	-	-	-	-	-	-
Purchase of Fixed Assets	-	-	-	-	(6)	(6)	(82)	(195)
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	-	-	-	-	(6)	(6)	(82)	(195)
III:Cash flow from financing activities								
Repayment of Long Term Borrowing	(1,480)	(1,480)	(2,484)	(2,484)	(6,891)	(6,891)	(12,214)	(12,214)
Proceeds from Issuance of Long Term Debt	-	-	-	-	-	-	-	-
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	(1,480)	(1,480)	(2,484)	(2,484)	(6,891)	(6,891)	(12,214)	(12,214)
IV:Cash and Cash Equivalents								
Net Increase/Decrease in Cash and Cash Equivalents.	2,251	1,684	55	771	2,465	947	(4,454)	(6,730)
Cash and Cash equivalents At the beginning of the quarter	956	1,813	901	1,042	742	2,550	5,196	9,280
Cash and Cash equivalents At the end of the quarter	3,207	3,497	956	1,813	3,207	3,497	742	2,550

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. Juma Reli Chairman, Board Audit and Risk Committee
Date: 26/01/2023

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