

TANZANIA AGRICULTURAL DEVELOPMENT BANK(T) LTD

Publication of Financial Statements for Second Quarter Ended 30th June 2020

Issued pursuant to regulations 7 and 8 of the Banking and Financial institutions (Disclosures) Regulations, 2014

TADB performamce highlights up to end of Q-2020



TADB approaches the agricultural lending through cluster-based value chain financing, with a mission to catalyze the entire value chain ranging from a spectrum of activities such as unlocking the market potential and seed multiplication to providing funding for key infrastructure such as irrigation schemes and warehouses.

As of June 2020, the bank has disbursed total of TZS 200.38 billion and reached 1.72 million customers, 30 percent of whom are women across the country. TADB has continued to fulfill its role of supporting the vision of the President, Dr. John Pombe Magufuli to build Tanzania's industrial sector by financing and investing in 182 agricultural consolidation projects and manufacturing in 22 value chains. In the implementation of these projects, a total of 112.6 billion shillings has been allocated to 24 agro-industries including processing and value addition of maize, grapes, palms, sunflowers, paddy, milk and beef from 22 regions.

Industrialisation



112.6 Billion
Total disbursement



24 Agro-processing Industries and factoires financed



567,860
farmers benefitning from these industries

Regions benefited

22 Lake and western 56%, Southern 16%, Southern highlands 5% Eastern 17%, Zanzibar 3%, Central and Nothern 2%



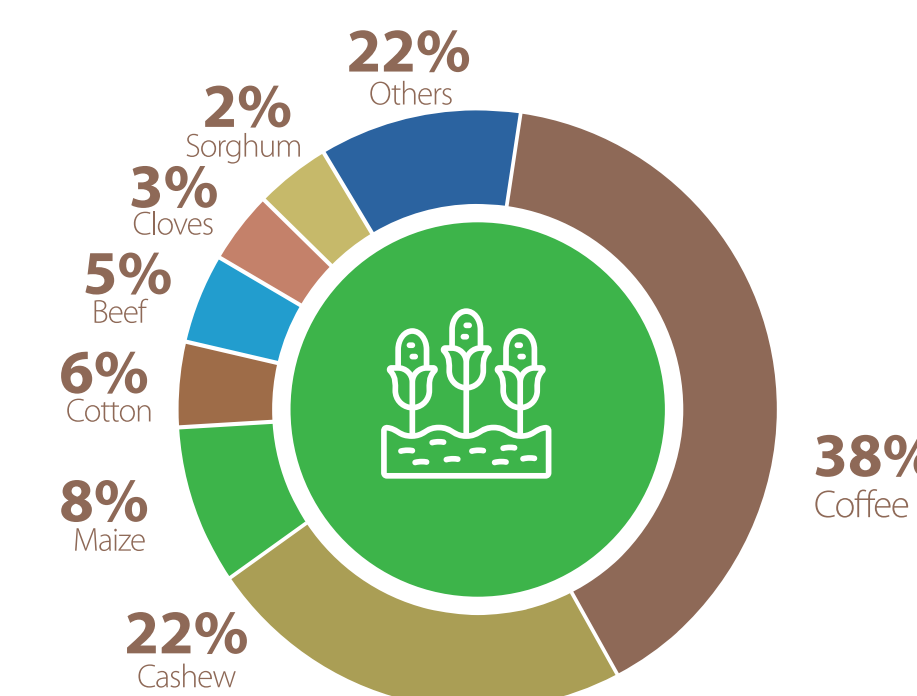
1,720,900+
Beneficiaries



182
Projects financed



22
Value chains



Financing under Smallholder Credit Guarantee Scheme (SCGS)

SCGS is to catalyze financial sector lending to the Agriculture sector especially to smallholder farmers in the rural areas. The scheme aims at transforming smallholder farmers from subsistence farming to commercial farming by encouraging the adaptation of modern technology/techniques, which ultimately create employments and promote food security



TZS 50.72 Billion
Loans disbursed



Direct beneficiaries

6,748

1,175-are women

43 - AMCOS
23 - Smallscale industries



Partner FI's
5 - Commercial Banks
3 - Other Financial Institutions



29
Regions benefited

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2020 (Amounts in Million of Shillings)		
DETAILS	Current Quarter 30-06-2020	Previous Quarter 31-03-2020
1 Cash		
2 Balance with Bank of Tanzania	597	94
3 Investment in government securities	-	-
4 Balance with other banks and financial institutions	122,642	94,527
5 Cheques and items for clearing		
6 Interbranch float items		
7 Bills Negotiated		
8 Customers' liabilities for acceptances		
9 Interbank loans receivables	158,488	139,757
10 Investments in other securities		
11 Loans, advances and overdrafts		
(Net of Allowance for Probable Losses)	429,730	732,365
12 Other Assets	1,880	1,955
13 Equity Investments	-	-
14 Underwriting accounts	-	-
15 Property, Plant and Equipment	2,984	3,282
16 TOTAL ASSETS	716,321	971,979
B. LIABILITIES		
17 Deposits from other banks and financial institution		
18 Customer deposits		
19 Cash letters of credit		
20 Special deposits	431,905	690,168
21 Payment orders / transfers payable		
22 Bankers' cheques and draft issued		
23 Accrued taxes and expenses payable	915	434
24 Acceptances outstanding		
25 Interbranch float items		
26 Uneamed income and other deferred charges		
27 Other Liabilities	1,663	1,779
28 Borrowings	208,519	208,900
29 TOTAL LIABILITIES	643,001	901,281
30 NET ASSETS/(LIABILITIES) (16 minus 29)	73,319	70,698
C. CAPITAL AND RESERVES		
31 Paid up share capital	60,000	60,000
32 Share Premium	-	-
33 Retained earnings	8,034	8,034
34 Profit / (loss) account	4,694	1,869
35 Other capital accounts	591	796
36 Minority interest		
37 TOTAL SHAREHOLDERS' FUNDS	73,319	70,698
38 Contingent liabilities	-	-
39 Non Performing Loans & Advances	4,933	3,365
40 Allowances for Probable Losses	5,101	4,687
41 Other Non Performing Assets	-	-
D. SELECTED FINANCIAL CONDITION INDICATORS		
(i) Shareholders funds to total assets	18.98%	20.67%
(ii) Non performing loans to total gross loans	4.79%	3.30%
(iii) Gross loans and advances to total deposits	0.00%	0.00%
(iv) Loans and Advances to total assets	25.82%	29.93%
(v) Earning assets to total assets	98.59%	98.44%
(vi) Deposit growth	0.00%	0.00%
(vii) Assets growth	-26.30%	3.80%

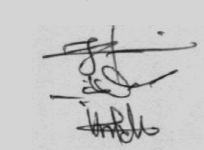
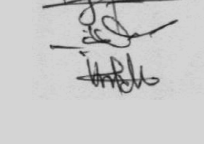
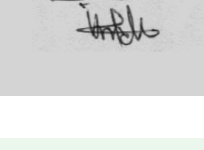
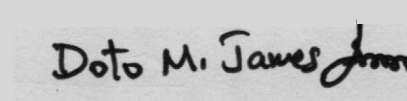
CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 30TH JUNE 2020. (Amount in Million of shillings)						
	Share Capital	Share Premium	Retained Earning	Regulatory Reserve	Others	Total
Balance as at the beginning of the year	60,000	-	8,037	-	1,000	69,037
Profit for the Quarter			4,589			4,589
Other Comprehensive Income						
Transactions with the Owners						
Dividend Paid						
Regulatory Reserve						
General Provision Reserve						
Others					412	412
Balance as at the End of the Current Period	60,000	-	12,626	-	588	73,214
Previous Year 31 December 2019						
Balance as at the beginning of the year	60,000	-	5,277	-	1,818	67,095
Profit for the year			3,060			3,060
Other Comprehensive Income						
Transactions with the Owners						
Dividend Paid			(300)			(300)
Regulatory Reserve						
General Provision Reserve						
Others			-		(818)	(818)
Balance as at the End of the Previous Period	60,000		8,037	-	1,000	69,037

THE MINIMUM DISCLOSURE OF CHARGES AND FEES	
Lending rates	8%- 15%
Appraisal fees	1%
Guarantee fees	1%

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH JUNE 2020 (Amounts in Million of Shillings)				
	Current Quarter 30-06-2020	Comparative Quarter (Previous Year) 30-06-2019	Current Year Cumulative 30-06-2020	Comparative Year Cumulative (Previous Year) 30.06.2019
1. Interest Income	6,778	4,084	12,979	7,368
2. Interest Expense	(533)	(492)	(999)	(823)
3. Net Interest Income (1 minus 2)	6,245	3,592	11,980	6,544
4. Bad Debts Written Off	-	-	-	-
5. Impairment losses on loans and advances	548	202	1,111	552
6. Non-Interest Income	858	693	1,203	2,159
6.1 Foreign currency dealings and translation gains/loss	327	(63)	370	77
6.2 Fees and commissions	326	552	424	1,673
6.3 Other operating income	204	204	409	409
7. Non Interest Expenses:	(2,518)	(3,093)	(5,366)	(6,184)
7.1 Salaries and benefits	(1,571)	(1,626)	(3,387)	(3,328)
7.2 Fees and commissions	-	-	-	-
7.3 Other operating expenses	(947)	(1,467)	(1,980)	(2,855)
8. Operating Income / (Loss)	4,307	991	6,706	1,968
9. Income tax provision	(1,211)	(297)	(2,012)	(590)
10. Net Income (Loss) After Income Tax	2,826	694	4,694	1,377
11. Number of employees	66	69	66	69
12. Basic Earnings per share	-	-	-	-
13. Diluted earnings per share	-	-	-	-
14.Number of branches/zonal offices	4	4	4	4
SELECTED PERFORMANCE INDICATORS				
(i) Return on average total assets	2.92%	0.35%	1.39%	0.37%
(ii) Return on average shareholders' fund	15.61%	4.08%	13.17%	4.06%
(iii) Non interest expense to gross income	35.45%	72.17%	40.71%	71.05%
(iv) Net interest income to average earning assets	6.55%	1.45%	6.74%	1.42%

Average figures shall be computed by assuming up the end balances for respective month in the period devided by number of months in the period

CONDENSED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 30TH JUNE 2020 (Amount in Million of shillings)				
	Current Quarter 30-06-2020	Previous Quarter 31-03-2020	Current Quarter 30-06-2020	Previous Quarter 30-06-2019
CASH FLOW FROM OPERATING ACTIVITIES:				
Operating Income (loss) before tax:	4,037	2,670	6,706	1,968
Adjustment for:				
- Adjustment for depreciation	326	373	699	659
- Impairment Loans and Advances	548	562	1,111	552
- Amortization of capital grants	(204)	(204)	409	(409)
- Net change in loans and Advances	302,635	(945)	301,690	(420,727)
- Gain / Loss on Sales of Assets	-	-	-	-
- Net Change in statutory minimum reserve	-	-	-	-
- Net Change in Deposits	371,737	20	371,757	-
- Net Change in Short Term Negotiable securities	-	-	-	-
- Net change in Loans, Advances and Overdrafts	-	-	-	-
- Net change of Placements with maturities over three months	-	-	-	-
- Net Change in Other Liabilities	365	509	874	989
- Net Change in Other Assets	75	12	87	(614)
- Tax Paid	(730)	(541)	(1,271)	(302)
- Others (Amortization from Grant)	-	-	-	-
Net Cash Provided (Used) By Operating Activities	678,789	2,455	681,244	417,883
CASH FLOW FROM INVESTING ACTIVITIES:				
Dividend Received	-	-	-	-
Purchase of Fixed Assets	(29)	(69)	(98)	(1,025)
Proceeds From Sale of Fixed Assets	-	-	-	-
Purchase of Non-Dealing Securities	-	-	-	-
Proceeds From Sale Non-Dealing Securities	-	-	-	-
Others (Special deposits)	-	-	-	-
Net Cash Provided (Used) By Investing Activities	(29)	(69)	(98)	1,025
CASH FLOW FROM FINANCING ACTIVITIES:				
Borrowings	-	-	-	-
Repayment of Long-Term Debt	-	-	-	-
Proceeds From RIF Project	(779)	-	(779)	-
Current portion amortisation on Grants	-	-	-	-
Proceed from PSCP on Purchase of ICT Systems	-	-	-	-
Net Change in Other Borrowings	-	10,000	10,000	400,263
Net Cash Provided (Used) By Financing Activities:	(779)	10,000	9,221	400,263
CASH AND CASH EQUIVALENTS:				
Net Increase (Decrease) in Cash and Cash Equivalents	677,981	12,386	690,368	18,645
Cash and Cash Equivalents at the Beginning of the Quarter	234,378	221,992	221,992	124,942
Cash and Cash Equivalents at the End of the Quarter	912,359	234,378	912,359	106,297

SELECTED EXPLANATORY NOTES FOR THE QUARTER ENDED 30TH JUNE 2020			
In preparation of the quarterly financial statements, consistent accounting policies have been used as those applicable to the previous year audited financial statements (if there were changes during the quarter, the changes be explained as per IAS 34 & IAS 8			
Signed by:	Name	Signature	Date
Managing Director	Japhet Justine		
Director of Finance	Derick Lugemala		
Head of Internal Audit	Joyce Maduhu		
We, the undersigned non-executive members of the Board of 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 the International Financial Reporting Standards and the requirement of the Banking and Financial institutions Act,2006 and they present a true and fair view.			
Signed by:	Name	Signature	
Chairperson	Doto M. James John		

DAR ES SALAAM HEADOFFICE
Accacia Estate Building
4th Floor Plot 84 - 14109 Kinondoni,
Kinondoni Road,
P.O. Box 63372 Dar ES Salaam, Tanzania
Phone : +255 28 292 3501/2.

DODOMA ZONAL OFFICE
PSPF Dodoma Plaza
5th Floor Plot 28& NCC Link Area,
Benjamini Mkapa Road,
P.O. Box 2143 Dodoma, Tanzania.
Phone : +255 26 2963849.

MWANZA ZONAL OFFICE
TBA Building
Ground Floor Ex. TRA Office,
Postal Road,
P.O.Box 141 Mwanza, Tanzania.
Phone : +255 28 2541763

MBEYA ZONAL OFFICE

Plot No. 28 Block E
Jacaranda Street,
P.O.Box 2581 Mbeya, Tanzania.
Phone : +255 25 2503053.

KIGOMA ZONAL OFFICE

Ushirika Building
Shede Street & Bangwe Road,
Kigoma
0800 110 120