

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31 DECEMBER 2020

DETAILS	Current Year 31-Dec-20	Previous Year 31-Dec-19
A. ASSETS		
Cash and bank balances	130,783,132,946	109,254,240,079
Loans and advances to banks	118,805,164,686	112,356,123,221
Loans and advances to customers	120,816,420,716	102,300,527,011
Property and equipment	2,365,168,928	3,489,707,762
Intangible assets	347,655,762	96,040,805
Right-of-use assets	499,870,069	-
Other assets	817,786,478	845,091,948
Deferred tax asset	2,442,315,468	1,121,984,753
Total assets	376,877,515,053	329,463,715,579
B. CAPITAL AND RESERVES		
Share capital	60,000,000,000	60,000,000,000
Retained earnings	16,261,651,485	8,036,594,650
Capital grants	456,946,185	1,000,003,242
Total capital and reserves	76,718,597,670	69,036,597,892
C. LIABILITIES		
Lease liabilities	517,594,024	-
Special customer deposits	29,400,257,930	631,879,344
Special funds	53,749,571,382	49,110,381,239
Current tax liabilities	1,364,135,799	188,809,181
Other liabilities	3,115,294,621	1,596,270,346
Deferred income	3,555,308,511	460,038,000
Long term borrowings	208,456,755,116	208,439,739,577
Total liabilities	300,158,917,383	260,427,117,687
Total equity and liabilities	376,877,515,053	329,463,715,579

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2020

DETAILS	Current Year 31-Dec-20	Previous Year 31-Dec-19
Cash flows from operating activities:		
Income before tax	11,884,246,436	4,066,334,973
Adjustments for: -		
Depreciation and amortization	1,986,547,491	1,238,557,586
Capital grant amortised	(543,057,057)	(817,570,834)
Revenue grant utilized	101,860,350	-
Interest expense on lease	59,763,173	-
Interest expense on long-term borrowing	1,572,232,735	1,358,870,168
Foreign currency exchange (gain)/loss	(441,156,160)	349,682,056
Impairment charge	3,456,599,866	1,771,340,652
Operating cash flow before working capital changes	18,077,036,834	7,967,214,601
Increase in loans and advances to customers	(21,800,612,631)	(114,669,748,442)
Decrease/(increase) in other assets	27,346,860	(175,657,491)
Increase in other liabilities	1,519,024,275	281,522,078
Net cash used in operating activities	(20,254,241,496)	(114,563,883,855)
Tax paid	(3,804,193,696)	(1,824,327,496)
Net cash used in operating activities	(5,981,398,358)	(108,420,996,750)
Cash flow from investing activities:		
Purchase of property and equipment	(131,060,100)	(1,167,001,042)
Purchase of intangible assets	(279,245,374)	(101,671,001)
Net cash used in investing activities	(410,305,474)	(1,268,672,043)
Cash flow from financing activities:		
Increase in deposits	33,407,568,729	104,168,565,583
Dividend payment	-	(300,000,000)
Payment of lease liability	(745,357,358)	-
Interest paid on long-term borrowing	(1,317,781,734)	1,326,134,096
Grant received during the year	3,197,130,861	460,038,000
Net cash flows from financing activities	34,541,560,498	105,654,737,679
Net change in cash and cash equivalents	28,149,856,666	(4,034,931,114)
Cash and cash equivalents at beginning of the year	221,991,792,018	226,026,723,132
Cash and cash equivalents at end of the year	250,141,648,684	221,991,792,018

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2020

DETAILS	Current Year 31-Dec-20	Previous Year 31-Dec-19
Interest income	27,754,672,578	16,848,332,822
Interest expense	(1,851,503,551)	(1,654,308,525)
Net interest income	25,903,169,027	15,194,024,297
Impairment charges	(3,456,599,866)	(1,771,340,652)
Non-interest income	22,446,569,161	13,422,683,645
Foreign exchange gain	701,502,549	101,397,150
Revenue grants	644,917,407	817,570,834
Fees and commission	889,897,995	2,044,505,235
Other income	-	13,960,686
	2,236,317,951	2,977,433,905
Administrative expenses		
Salary and benefits	7,865,265,238	7,028,681,844
Other operating expenses	2,946,827,947	4,066,543,147
Depreciation and amortisation	1,986,547,491	1,238,557,586
	12,798,640,676	12,333,782,577
Profit before tax	11,884,246,436	4,066,334,973
Income tax expense	(3,659,189,601)	(1,006,471,015)
Profit after tax	8,225,056,835	3,059,863,958
Other comprehensive income	-	-
Total comprehensive income	8,225,056,835	3,059,863,958

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2020

	Share Capital TZS	Retained Earnings TZS	Capital Grants TZS	Total Equity TZS
Balance at 1 January 2019	60,000,000,000	5,276,730,692	1,817,574,076	67,094,304,768
Profit for the year	-	3,059,863,958	-	3,059,863,958
Amortization of capital grant	-	-	(817,570,834)	(817,570,834)
Dividend paid	-	(300,000,000)	-	(300,000,000)
Balance at 31 December 2019	60,000,000,000	8,036,594,650	1,000,003,242	69,036,597,892
Balance at 1 January 2020	60,000,000,000	8,036,594,650	1,000,003,242	69,036,597,892
Profit for the year	-	8,225,056,835	-	8,225,056,835
Amortization of capital grant	-	-	(543,057,057)	(543,057,057)
Dividend paid	-	-	-	-
At 31 December 2020	60,000,000,000	16,261,651,485	456,946,185	76,718,597,670

The Financial Statements were approved by the Board of Directors and signed on their behalf by:

Signed by	Name	Signature	Date
Board Chairman	Ishmael Kasekwa		December 2021
Managing Director	Frank Nyabundege		December 2021
Director of Finance	Derick Lugemala		December 2021
Head of Internal Audit	Joyce Maduhu		December 2021