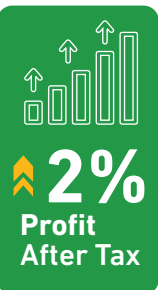




TANZANIA AGRICULTURAL DEVELOPMENT BANK(T) LTD

Extracts from the Audited Financial Statements as at 31st December 2022

Report of the condition of Bank Published Pursuant to 7 and 8 of the Banking and Financial institutions (Disclosures) 2014



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AUDITED STATEMENT OF FINANCIAL POSITION AS AT 31st DECEMBER 2022

(Amounts in million shillings)

	Current Year 31-Dec-22	Previous Year 31-Dec-21
A: ASSETS		
01. Cash	-	-
02. Balances with Bank of Tanzania	53,920	33,703
03. Investment in Government Securities	26,962	15,864
04. Balances with other Banks and financial Institution	23,995	-
05. Cheques and items for clearing	-	-
06. Inter branch Float Items	-	-
07. Bills negotiated	-	-
08. Customer liabilities for acceptances	-	-
09. Interbank Loans Receivables	67,599	152,056
10. Investment in other Securities	-	-
11. Loans, Advances and Overdrafts (Net of allowances for probable losses)	263,843	151,956
12. Other Assets	7,872	7,361
14. Equity Investments	-	-
15. Underwriting accounts	-	-
16. Property, Plant and Equipment	3,592	1,907
TOTAL ASSETS	447,784	362,847

B: LIABILITIES

17. Deposits from Other Banks and financial Institutions	-	-
18. Special Customer Deposits	4,360	1,524
19. Cash Letter of Credit	-	-
20. Special Deposits	61,759	54,940
21. Payment orders/Transfers payable	-	-
22. Bankers Cheques and Draft Issued	-	-
23. Accrued Taxes and Expenses Payable	778	3,328
24. Acceptances Outstanding	-	-
25. Interbranch Float Items	-	-
26. Unearned income and Other deferred charges	24,013	3,366
27. Other liabilities	2,177	4,025
28. Borrowings	52,383	-
29. TOTAL LIABILITIES	145,470	67,183
30. NET ASSETS/(LIABILITIES)	302,314	295,664

C: SHAREHOLDERS' FUNDS

31. Paid up share capital	268,202	268,202
32. Capital Reserves	-	-
33. Retained Earnings	33,974	27,210
34. Profit(Loss) Account	-	-
35. Other Capital accounts	137	252
36. Minority Interest	-	-
37. TOTAL SHAREHOLDERS' FUNDS	302,314	295,664

38. Contingent Liabilities	24	605
39. Non performing loans & advances	13,207	12,625
40. Allowance for probable losses	12,732	10,262
41. Other non performing assets	234	-

D: SELECTED FINANCIAL CONDITION INDICATORS

(i) Shareholders Fund to total assets	68%	81%
(ii) Non performing loans & advances to total gross loans	6%	6%
(iii) Gross loans advances to total deposits	418%	287%
(iv) Loans and Advances to total assets	59%	45%
(v) Earning Assets to Total Assets	85%	97%
(vi) Deposits Growth	12%	2%
(vii) Assets growth	2%	(4%)

AUDITED STATEMENT OF CHANGES IN EQUITY AS AT 31st DECEMBER 2022

(Amounts in million shillings)

	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	Capital Grants	Total
Current Year						
Balance as at the beginning of the year	268,202	-	27,210	-	252	295,664
Profit for the year	-	-	11,189	-	-	11,189
Adjustment	-	-	(3,374)	-	-	(3,374)
Divident Paid	-	-	(1,050)	-	-	(1,050)
Amortization of capital grant	-	-	-	-	(115)	(115)
At 31st December 2022	268,202	-	33,974	-	137	302,314
Previous Year						
Balance as at the beginning of the year	60,000	-	16,262	-	457	76,719
Profit for the year	-	-	10,948	-	-	10,948
Additional Capital	208,202	-	-	-	-	208,202
Divident Paid	-	-	-	-	-	-
Amortization of capital grant	-	-	-	-	(205)	(205)
At 31st December 2021	268,202	-	27,210	-	252	295,664

AUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31st DECEMBER 2022

(Amounts in million shillings)

	Current Year 31-Dec-22	Previous Year 31-Dec-21
01. Interest Income	33,511	31,382
02. Interest expense	(744)	(1,530)
03. Net Interest Income	32,767	29,852
04. Bad debts written off	-	-
05. Impairment Losses on Loans and Advances	(4,137)	(2,707)
06. Non Interest Income	4,065	2,490
6.1 Foreign currency Dealings and Translation Gains/(Loss). "	309	90
6.2 Fees and Commissions	2,267	1,697
6.3 Dividend Income	-	-
6.4 Other Operating Income	1,489	703
07. Non-Interest Expenses	(17,057)	(13,605)
7.1 Salaries and Benefits	(9,902)	(8,126)
7.2 Fees and Commission	-	-
7.3 Other Operating Expenses	(7,155)	(5,479)
08. Operating Income/(Loss)	15,638	16,030
09. Income Tax provision	(4,449)	(5,082)
10. Net Income/(Loss) After Income Tax	11,189	10,948
11. Number of employees	105	78
12. Basic Earnings Per Share	42	37
13. Diluted Earnings Per Share	42	37
14. Number of Branches	6	4

SELECTED PERFORMANCE INDICATORS

i) Return on Average Total Assets	3%	3%
ii) Return on Average Shareholder's fund	4%	4%
iii) Non interest expense to gross income	46%	42%
iv) Net Interest Income to Average Earning Assets	9%	9%

AUDITED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31st DECEMBER 2022

(Amounts in million shillings)

	Current Year 31-Dec-22	Previous Year 31-Dec-21
I. Cash flow from operating activities:		
Net income/(Loss)	15,638	16,030
Adjustment for non Cash items:		
- Impairment charges on Loans and Advances	2,703	2,707
- Depreciation and Amortization	1,358	1,898
Net change in short term negotiable Securities	-	-
Net change in Placement over 90 days	-	-
Net change in loans and Advances	(118,336)	(33,847)
Net change in other Assets	(619)	(613)
Net change in Deposits	-	-
Net change in other Liabilities	(1,848)	909
Tax paid	(6,538)	(6,153)
Other	(1,536)	(728)
Net cash (used)/provided in operating activities	(109,178)	(19,796)
II: Cash flow from investing activities		
Purchase of investment in government securities	(11,098)	(15,864)
Purchase of property and equipment	(2,224)	(682)
Purchase of intangible assets	-	(350)
Proceeds from sale of assets	-	56
Other	-	-
Net cash (used)/provided in investing activities	(13,322)	(16,840)
III. Cash flow from Financing activities		
Payment of Cash Dividends	(1,050)	-
Decrease/increase in deposits	9,654	(26,685)
Payment of lease liability	(867)	(728)
Grant received during the year	22,021	268
Borrowings received	52,123	-
Net cash used /provided by financing activities	81,881	(27,145)
IV. Cash and cash equivalents		
Net increase (decrease) in cash and cash equivalents	(40,620)	(63,781)
Cash and cash equivalents at the beginning of the year	186,361	250,142
Cash and cash equivalents at the end of the year	145,741	186,361

DISCLOSURE

During the year under review the bank was charged NIL penalties. The above extracts are from the Audited Financial Statements of the bank for the year ended 31st December, 2022, which have been prepared in accordance with International Financial Reporting Standards (IFRS), the Corporations Act, 1992, the Public Procurement Act, 2011 and Public Finance Act, 2001. The Financial Statements were audited by Deloitte & Touche, Certified Public Accountants (Tanzania), appointed by the CAG to audit the bank's Financial Statements on his behalf and the bank received a clean report.

The financial statements were approved by the Board of Directors on 24th March 2023 and signed on their behalf by:

Signed by: Mr. Ishmael Kasekwa
Board Chairperson **Date:** May 5th, 2023

Signed by: Mr. Frank Nyabundege
Managing Director **Date:** May 5th, 2023