



PUBLICATION OF FINANCIAL STATEMENTS

FOR THE QUARTER ENDED 30TH SEPTEMBER 2018

**REPORT OF CONDITION OF BANK PURSUANT TO REGULATIONS 7 AND 8 OF THE BANKING AND
FINANCIAL INSTITUTIONS (DISCLOSURES) REGULATIONS, 2014**

**CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED
30 SEPTEMBER 2018**

(Amounts in million shillings)

	Current	Comparative	Current Year	Comparative Year
	Quarter	Quarter	Cumulative	Cumulative
	30 September 2018	30 September 2017	30 September 2018	30 September 2017
1 Interest income	11,619	15,816	37,617	48,006
2 Interest expense	(2,434)	(4,750)	(9,019)	(14,332)
3 Net interest income	9,185	11,066	28,598	33,674
4 Bad debts written-off	(0)	(5)	(0)	(6)
5 Impairment losses on loans and advances	(1,531)	(2,489)	(5,763)	(6,798)
6 Non- interest income:	649	408	1,884	1,264
6.1 Foreign currency dealings and translation gains/(losses)	3	(10)	75	81
6.2 Fees and commissions	436	292	1,255	873
6.3 Dividend income	-	-	-	-
6.4 Other operating income	210	126	554	310
7 Non interest expenses	(9,509)	(9,089)	(27,938)	(27,261)
7.1 Salaries and benefits	(4,211)	(4,250)	(12,982)	(12,810)
7.2 Fees and commission	(329)	(322)	(1,001)	(886)
7.3 Other operating expense	(4,968)	(4,516)	(13,955)	(13,564)
8 Operating income/(loss)	(1,205)	(109)	(3,219)	873
9 Income tax provision	362	(27)	952	(322)
10 Net profit/(loss) after income tax	(843)	(137)	(2,267)	551
11 Other Comprehensive Income (itemize)	-	-	-	-
12 Total comprehensive income/(loss) for the year	(843)	(137)	(2,267)	551
13 Number of employees	617	742	617	742
14 Basic Earnings Per Share	(84.3)	16.56	(75.6)	22.25
15 Number of branches	13	13	13	13
<u>SELECTED PERFORMANCE INDICATORS</u>				
(i) Return on average total assets	-2.0%	-0.3%	-1.6%	0.4%
(ii) Return on average ordinary shareholders' funds	-10.5%	-1.7%	-9.2%	2.5%
(iii) Non interest expense to gross income	77.5%	56.0%	70.7%	55.3%
(iv) Net Interest income to average earning assets	29.4%	27.3%	28.3%	27.8%

ACCESSBANK TANZANIA LIMITED
CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2018

		(Amounts in million shillings)	
		30 September 2018	30 June 2018
A.	<u>ASSETS</u>		
1	Cash	9,472	7,727
2	Balances with Bank of Tanzania	13,043	16,240
3	Investment in government securities	-	-
4	Balances with other banks and financial institutions	2,198	1,877
5	Cheques and Items for clearing	174	138
6	Inter branch float items	-	-
7	Bills negotiated	-	-
8	Customers' liabilities for acceptances	-	-
9	Interbank loans receivable	14,500	13,000
10	Investment in other securities	-	-
11	Loans, advances and overdrafts (Net of allowances for probable losses)	103,853	120,057
12	Other assets	15,733	17,661
13	Equity investments	-	-
14	Underwriting accounts	-	-
15	Property, plant and equipment (net)	3,737	3,966
16	TOTAL ASSETS	162,709	180,665
B.	<u>LIABILITIES</u>		
17	Deposits from other banks and financial institutions	-	-
18	Customer deposits	107,756	127,577
19	Cash letters of credit	-	-
20	Special deposits	-	-
21	Payment orders/transfers payable	-	-
22	Bankers' cheques and drafts issued	-	-
23	Accrued taxes and expenses payable	4,959	3,452
24	Acceptances outstanding	-	-
25	Inter branch float items	-	-
26	Unearned income and other deferred charges	2,572	2,588
27	Other liabilities	5,928	4,895
28	Borrowings	9,711	9,528
29	TOTAL LIABILITIES	130,926	148,039
30	NET ASSETS / (LIABILITIES) (16 minus 29)	31,782	32,626
C.	<u>SHAREHOLDERS' FUNDS</u>		
31	Paid up share capital	40,000	40,000
32	Deposits for shares	-	-
33	Retained Earnings	(6,946)	(7,178)
34	Profit/(Loss) account	(2,267)	(1,423)
35	General Provision Reserve	995	1,228
36	Minority interest	-	-
37	TOTAL SHAREHOLDERS' FUNDS	31,782	32,626
38	Contingent liabilities	8,256	9,431
39	Non performing loans & advances	19,471	19,062
40	Allowances for probable losses	21,736	21,566
41	Other non performing assets	63	66
D.	<u>SELECTED FINANCIAL CONDITION INDICATORS</u>		
(i)	Shareholders' funds to total assets	19.53%	18.06%
(ii)	Non performing loans to total gross loans	15.50%	13.46%
(iii)	Gross loans and advances to total deposits	116.55%	111.01%
(iv)	Loans and advances to total assets	63.83%	66.45%
(v)	Earning assets to total assets	72.74%	73.65%
(vi)	Deposits growth	-15.54%	-9.40%
(vii)	Assets growth	-9.94%	-8.44%

**CONDENSED STATEMENT OF CASH FLOW STATEMENT
FOR THE QUARTER ENDED ON 30 SEPTEMBER 2018**

(Amounts in million shillings)

**Current Quarter
30 September 2018**

**Previous
Quarter
30 June 2018**

I: Cash flow from operating activities:

Net (loss)/profit before tax	(1,205)	(561)
Adjustments for:		
- Impairment charges and Amortization/depreciation charges	2,117	2,346
- net change in loans and advances	16,034	9,442
- gain/(loss) on sale of assets	1	5
- net change in deposits	(19,821)	(13,232)
- net change in short term negotiable securities	-	-
Negotiable Securities		
- net change in other liabilities	2,525	(493)
- net change in other assets	5,743	(1,797)
- tax paid	-	(1,414)
- others Net change in SMR	(1,346)	(607)
Net cash provided (used) by operating activities	4,049	(6,310)

II: Cash flow from investing activities:

Dividend received	-	-
Purchase of fixed assets	(454)	(79)
Proceeds from sale of fixed assets	1	5
Purchase of non-dealing securities	-	-
Proceeds from sale of non-dealing securities	-	-
Deferred revenue grant	-	-
Net cash provided (used) by investing activities	(453)	(74)

III: Cash from financing activities:

Repayment of long term debt	-	(2,300)
Proceeds from issuance of long term debt	-	-
Proceeds from issuance of share capital	-	-
Payment of cash dividends	-	-
Net change in other borrowings	184	(221)
Others		
Net cash provided (used) by financing activities	184	(2,521)

IV: Cash and cash equivalents:

Net decrease in cash and cash equivalents	3,779	(8,904)
Cash and cash equivalents at the beginning of the quarter	26,311	35,215
Cash and cash equivalents at the end of the quarter	30,090	26,311

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED ON 30TH SEPTEMBER 2018

	<i>(Amounts in million shillings)</i>						
	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	General Provision Reserve	Deposit for shares	Total
Current period up to September 2018							
Balance as at the beginning of the year	33,000	-	(4,078)	-	1,359	-	30,281
Profit/(Loss) for the year	-	-	(2,267)	-	-	-	(2,267)
Other Comprehensive Income	-	-	-	-	-	-	-
Transfers to Share Capital	7,000	-	-	-	-	-	7,000
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	364	-	(364)	-	-
Others - (IFRS-9)	-	-	(3,231)	-	-	-	(3,231)
Balance as at 30 September 2018	40,000	-	(9,213)	-	995	-	31,782
Previous Year-period up to December 2017							
Balance as at the beginning of the year	33,000	-	(3,448)	-	1,487	-	31,039
Profit/(Loss) for the year	-	-	(758)	-	-	-	(758)
Other Comprehensive Income	-	-	-	-	-	-	-
Transfers to Share Capital	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	128	-	(128)	-	-
Others - (Deposit for shares)	-	-	-	-	-	-	-
Balance as at 31 December 2017	33,000	-	(4,078)	-	1,359	-	30,281

In preparation of the quarterly financial statements, consistent accounting policies have been used as those applicable to the previous year audited financial statements.

<u>Name and Title</u>	<u>Signature</u>	<u>Date</u>
Armando Massimiliano Sirolla (Chief Executive Officer)	25th October 2018
Julius Ruwaichi (Chief Financial Officer)	25th October 2018
Andrew Mollel (Head of Internal Audit)	25th October 2018

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.

<u>Name</u>	<u>Signature</u>	<u>Date</u>
Bernd Zattler (Chairperson)	25th October 2018
Marco Mura (Director)	25th October 2018