



PUBLICATION OF FINANCIAL STATEMENTS

FOR THE QUARTER ENDED 31ST DECEMBER 2019

**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
31st December 2019**

	<i>(Amounts in million shillings)</i>			
	Current Quarter	Comparative Quarter	Current Year Cumulative	Comparative Year Cumulative
	31 December 2019	31 December 2018	31 December 2019	31 December 2018
1 Interest income	6,213	10,197	29,278	47,814
2 Interest expense	(2,207)	(1,899)	(6,727)	(10,918)
3 Net interest income	4,006	8,298	22,551	36,896
4 Bad debts written-off	-	(210)	-	(210)
5 Impairment losses on loans and advances	(243)	835	(4,359)	(4,928)
6 Non- interest income:	621	607	2,683	2,491
6.1 Foreign currency dealings and translation gains/(losses)	43	(47)	563	28
6.2 Fees and commissions	317	415	1,380	1,670
6.3 Dividend income	-	-	-	-
6.4 Other operating income	261	239	741	793
7 Non interest expenses	(6,049)	(10,604)	(27,902)	(38,542)
7.1 Salaries and benefits	(3,365)	(4,983)	(13,827)	(17,965)
7.2 Fees and commission	(187)	(291)	(1,079)	(1,292)
7.3 Other operating expense	(2,496)	(5,329)	(12,996)	(19,285)
8 Operating income/(loss)	(1,664)	(1,074)	(7,027)	(4,293)
9 Income tax provision	499	323	2,108	1,275
10 Net profit/(loss) after income tax	(1,165)	(751)	(4,919)	(3,018)
11 Other Comprehensive Income (itemize)	-	-	-	-
12 Total comprehensive income/(loss) for the year	(1,165)	(751)	(4,919)	(3,018)
13 Number of employees	386	421	386	421
14 Basic Earnings Per Share	(116.5)	(56.3)	(123.0)	(75.46)
15 Number of branches	9	9	9	9
<u>SELECTED PERFORMANCC INDICATORS</u>				
(i) Return on average total assets	-3.9%	-2.0%	-4.1%	-1.7%
(ii) Return on average ordinary shareholders' funds	-17.4%	-9.6%	-17.1%	-9.3%
(iii) Non interest expense to gross income	88.5%	98.2%	87.3%	76.6%
(iv) Net Interest income to average earning assets	23.8%	30.6%	28.6%	28.8%

ACCESSBANK TANZANIA LIMITED
CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31st DECEMBER 2019

(Amounts in million shillings)

31 December 2019 **30 September 2019**

A. ASSETS			
1	Cash	9,528	9,970
2	Balances with Bank of Tanzania	17,488	14,652
3	Investment in government securities	-	-
4	Balances with other banks and financial institutions	1,470	1,060
5	Cheques and Items for clearing	29	88
6	Inter branch float items	-	-
7	Bills negotiated	-	-
8	Customers' liabilities for acceptances	-	-
9	Interbank loans receivable	17,700	14,200
10	Investment in other securities	-	-
11	Loans, advances and overdrafts (Net of allowances for probable losses)	49,934	55,195
12	Other assets	23,029	16,045
13	Equity investments	-	-
14	Underwriting accounts	-	-
15	Property, plant and equipment (net)	2,322	2,529
16	TOTAL ASSETS	121,500	113,738
B. LIABILITIES			
17	Deposits from other banks and financial institutions	-	-
18	Customer deposits	76,947	76,472
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	4,056	1,872
24	Acceptances outstanding	-	-
25	Inter branch float items	-	-
26	Unearned income and other deferred charges	5,098	3,389
27	Other liabilities	8,702	4,144
28	Borrowings	-	0
29	TOTAL LIABILITIES	94,804	85,876
30	NET ASSETS / (LIABILITIES) (16 minus 29)	26,697	27,861
C. SHAREHOLDERS' FUNDS			
31	Paid up share capital	40,000	40,000
32	Deposits for shares	-	-
33	Retained Earnings	(8,384)	(8,384)
34	Profit/(Loss) account	(4,919)	(3,754)
35	General Provision Reserve	-	-
36	Minority interest	-	-
37	TOTAL SHAREHOLDERS' FUNDS	26,697	27,862
38	Contingent liabilities	1,339	1,390
39	Non performing loans & advances	22,440	21,631
40	Allowances for probable losses	17,178	19,192
41	Other non performing assets	64	64
D. SELECTED FINANCIAL CONDITION INDICATORS			
(i)	Shareholders' funds to total assets	21.97%	24.50%
(ii)	Non performing loans to total gross loans	33.44%	29.08%
(iii)	Gross loans and advances to total deposits	87.22%	97.27%
(iv)	Loans and advances to total assets	41.10%	48.53%
(v)	Earning assets to total assets	55.67%	61.01%
(vi)	Deposits growth	0.62%	-0.81%
(vii)	Assets growth	6.82%	-3.43%

**CONDENSED STATEMENT OF CASH FLOW STATEMENT
FOR THE QUARTER ENDED ON 31st DECEMBER 2019**

	(Amounts in million shillings)			
	Current Quarter 31 December 2019	Previous Quarter 30 September 2019	Cumulative Current Year 31 December 2019	Cumulative Previous Year 31 December 2018
I: Cash flow from operating activities:				
Net (loss)/profit before tax	(1,664)	(1,623)	(7,027)	(4,293)
Adjustments for:				
- Impairment charges and Amortization/depreciation charges	431	815	6,253	8,251
- net change in loans and advances	6,360	11,464	41,555	51,201
- gain/(loss) on sale of assets	1	53	87	6
- net change in deposits	476	(626)	(18,473)	(54,044)
- net change in short term negotiable securities Negotiable Securities	-	-	-	-
- net change in other liabilities	1,417	(2,279)	(563)	2,069
- net change in other assets	215	(505)	1,506	(3,116)
- tax paid	-	(1,540)	(1,540)	-
- others Net change in SMR	(14)	(655)	(2,271)	(3,992)
Net cash provided (used) by operating activities	7,222	5,105	19,527	(3,918)
II: Cash flow from investing activities:				
Dividend received	-	-	-	-
Purchase of fixed assets	(7)	(150)	(193)	(503)
Proceeds from sale of fixed assets	-	-	39	7
Purchase of non-dealing securities	-	-	-	-
Proceeds from sale of non-dealing securities	-	-	-	-
Deferred revenue grant	1,585	-	1,585	-
Net cash provided (used) by investing activities	1,578	(150)	1,431	(496)
III: Cash from financing activities:				
Repayment of long term debt	-	-	(9,494)	(2,372)
Proceeds from issuance of long term debt	-	-	-	-
Proceeds from issuance of share capital	-	-	-	7,000
Payment of cash dividends	-	-	-	-
Net change in other borrowings	-	-	-	-
Others	-	-	-	-
Net cash provided (used) by financing activities	-	-	(9,494)	4,628
IV: Cash and cash equivalents:				
Net decrease in cash and cash equivalents	8,800	4,953	11,464	212
Cash and cash equivalents at the beginning of the quarter/year	23,039	18,086	20,376	20,164
Cash and cash equivalents at the end of the quarter/year	31,840	23,039	31,840	20,376

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED ON 31ST DECEMBER 2019							
	(Amounts in million shillings)						
	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	General Provision Reserve	Deposit for shares	Total
Current period up to 31ST DECEMBER 2019							
Balance as at the beginning of the year	40,000	-	(9,257)	-	873	-	31,616
Profit/(Loss) for the year	-	-	(4,919)	-	-	-	(4,919)
Other Comprehensive Income	-	-	-	-	-	-	-
Transfers to Share Capital	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	873	-	(873)	-	-
Others - (IFRS-9)	-	-	-	-	-	-	-
Balance as at 31ST DECEMBER 2019	40,000	-	(13,303)	-	-	-	26,697
Previous Year-period up to 31st December 2018							
Balance as at the beginning of the year-2018	33,000	-	(4,078)	-	1,359	-	30,280
Profit/(Loss) for the year	-	-	(953)	-	-	-	(953)
Other Comprehensive Income	-	-	-	-	-	-	-
Transfers to Share Capital	7,000	-	-	-	-	-	7,000
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	486	-	(486)	-	-
Others - Net impact of IFRS 9 Transitional adjustment (net of tax).	-	-	(4,712)	-	-	-	(4,712)
Balance as at 31st December 2018	40,000	-	(9,257)	-	873	-	31,616

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)	28th January 2020
Julius Ruwaichi (Chief Financial Officer)	28th January 2020
Andrew Mollel (Head of Internal Audit)	28th January 2020

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>
Thomas Engelhardt (Chairperson)	28th January 2020
Johannes Mainhardt (Director)	28th January 2020