



PUBLICATION OF FINANCIAL STATEMENTS

FOR THE QUARTER ENDED 30TH JUNE 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 JUNE 2018**

	<i>(Amounts in million shillings)</i>			
	Current Quarter	Comparative Quarter	Current Year Cumulative	Comparative Year Cumulative
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
1 Interest income	12,590	15,903	25,998	32,190
2 Interest expense	(2,922)	(4,685)	(6,585)	(9,582)
3 Net interest income	9,669	11,218	19,413	22,608
4 Bad debts written-off	-	(1)	-	(1)
5 Impairment losses on loans and advances	(1,731)	(2,408)	(4,232)	(4,309)
6 Non- interest income:	588	434	1,235	856
6.1 Foreign currency dealings and translation gains/(losses)	53	26	71	91
6.2 Fees and commissions	408	295	819	581
6.3 Dividend income	-	-	-	-
6.4 Other operating income	127	113	344	184
7 Non interest expenses	(9,086)	(8,844)	(18,430)	(18,172)
7.1 Salaries and benefits	(4,287)	(4,217)	(8,770)	(8,560)
7.2 Fees and commission	(320)	(289)	(672)	(564)
7.3 Other operating expense	(4,479)	(4,337)	(8,987)	(9,048)
8 Operating income/(loss)	(560)	400	(2,014)	982
9 Income tax provision	155	(120)	591	(295)
10 Net profit/(loss) after income tax	(405)	280	(1,423)	687
11 Other Comprehensive Income (itemize)	-	-	-	-
12 Total comprehensive income/(loss) for the year	(405)	280	(1,423)	687
13 Number of employees	634	776	634	776
14 Basic Earnings Per Share	(40.5)	33.9	(142.3)	41.7
15 Number of branches	13	13	13	13
<u>SELECTED PERFORMANCE INDICATORS</u>				
(i) Return on average total assets	-0.8%	0.5%	-1.4%	0.6%
(ii) Return on average ordinary shareholders' funds	-4.8%	3.5%	-8.5%	4.8%
(iii) Non interest expense to gross income	68.9%	54.1%	67.7%	55.0%
(iv) Net Interest income to average earning assets	28.7%	27.7%	28.8%	28.1%

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

(Amounts in million shillings)

30 June 2018

31 March 2018

A. ASSETS		
1 Cash	7,727	7,871
2 Balances with Bank of Tanzania	16,240	15,175
3 Investment in government securities	-	-
4 Balances with other banks and financial institutions	1,877	902
5 Cheques and Items for clearing	138	117
6 Inter branch float items	-	-
7 Bills negotiated	-	-
8 Customers' liabilities for acceptances	-	-
9 Interbank loans receivable	13,000	21,842
10 Investment in other securities	-	-
Loans, advances and overdrafts (Net of allowances for probable losses)	120,057	131,307
12 Other assets	17,661	15,864
13 Equity investments	-	-
14 Underwriting accounts	-	-
15 Property, plant and equipment (net)	3,966	4,240
16 TOTAL ASSETS	180,665	197,316
B. LIABILITIES		
17 Deposits from other banks and financial institutions	-	-
18 Customer deposits	127,577	140,808
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	3,452	4,471
24 Acceptances outstanding	-	-
25 Inter branch float items	-	-
26 Unearned income and other deferred charges	2,588	2,653
27 Other liabilities	4,894	4,304
28 Borrowings	9,528	12,048
29 TOTAL LIABILITIES	148,039	164,284
30 NET ASSETS / (LIABILITIES) (16 minus 29)	32,626	33,032
C. SHAREHOLDERS' FUNDS		
31 Paid up share capital	40,000	40,000
32 Deposits for shares	-	-
33 Retained Earnings	(7,178)	(7,194)
34 Profit/(Loss) account	(1,423)	(1,017)
35 General Provision Reserve	1,228	1,243
36 Minority interest	-	-
37 TOTAL SHAREHOLDERS' FUNDS	32,626	33,032
38 Contingent liabilities	9,431	9,940
39 Non performing loans & advances	19,062	20,879
40 Allowances for probable losses	21,566	23,616
41 Other non performing assets	66	66
D. SELECTED FINANCIAL CONDITION INDICATORS		
(i) Shareholders' funds to total assets	18.06%	16.74%
(ii) Non performing loans to total gross loans	13.46%	13.46%
(iii) Gross loans and advances to total deposits	111.01%	110.02%
(iv) Loans and advances to total assets	66.45%	66.55%
(v) Earning assets to total assets	73.65%	77.62%
(vi) Deposits growth	-9.40%	-5.79%
(vii) Assets growth	-8.44%	-4.69%

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

(Amounts in million shillings)

	Current Quarter 30 June 2018	Previous Quarter 31 March 2018
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I: Cash flow from operating activities:		
Net (loss)/profit before tax	(561)	(1,453)
Adjustments for:		
- Impairment charges and Amortization/depreciation charges	2,346	3,143
- net change in loans and advances	9,442	3,714
- gain/(loss) on sale of assets	5	-
- net change in deposits	(13,232)	(8,656)
- net change in short term negotiable securities Negotiable Securities	-	-
- net change in other liabilities	(493)	2,222
- net change in other assets	(1,797)	(4,139)
- tax paid	(1,414)	(300)
- others Net change in SMR	(607)	(948)
Net cash provided (used) by operating activities	(6,310)	(6,418)
II: Cash flow from investing activities:		
Dividend received	-	-
Purchase of fixed assets	(79)	(136)
Proceeds from sale of fixed assets	5	-
Purchase of non-dealing securities	-	-
Proceeds from sale of non-dealing securities	-	-
Deferred revenue grant	-	-
Net cash provided (used) by investing activities	(74)	(136)
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	-	7,000
Payment of cash dividends	-	-
Net change in other borrowings	(221)	(5,578)
Others		
Net cash provided (used) by financing activities	(2,521)	1,422
IV: Cash and cash equivalents:		
Net decrease in cash and cash equivalents	(8,904)	(5,132)
Cash and cash equivalents at the beginning of the quarter	35,215	40,347
Cash and cash equivalents at the end of the quarter	26,311	35,215

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED ON 30TH JUNE 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 June 2018							
Balance as at the beginning of the year	33,000	-	(4,078)	-	1,359	-	30,281
Profit for the year	-	-	(1,423)	-	-	-	(1,423)
Other Comprehensive Income	-	-	-	-	-	-	-
Transfers to Share Capital	7,000	-	-	-	-	-	7,000
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	131	-	(131)	-	-
Others - (IFRS-9)	-	-	(3,231)	-	-	-	(3,231)
Balance as at 30 June 2018	40,000	-	(8,601)	-	1,228	-	32,626
Previous Year-period up to December 2017							
Balance as at the beginning of the year	33,000	-	(3,448)	-	1,487	-	31,039
Profit 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>
Martin Rohler (Chief Executive Officer)	23rd July 2018
Julius Ruwaichi (Chief Financial Officer)	23rd July 2018
Andrew Mollel (Head of Internal Audit)	23rd July 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)	23rd July 2018
Marco Mura (Director)	23rd July 2018