



PUBLICATION OF FINANCIAL STATEMENTS

FOR THE QUARTER ENDED 31ST DECEMBER 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
31 DECEMBER 2018**

	<i>(Amounts in million shillings)</i>			
	Current Quarter	Comparative Quarter	Current Year Cumulative	Comparative Year Cumulative
	31 December 2018	31 December 2017	31 December 2018	31 December 2017
1 Interest income	10,197	14,993	47,814	62,999
2 Interest expense	(1,899)	(4,506)	(10,918)	(18,839)
3 Net interest income	8,298	10,486	36,896	44,160
4 Bad debts written-off	(210)	-	(210)	(6)
5 Impairment losses on loans and advances	835	(3,151)	(4,928)	(9,949)
6 Non- interest income:	607	673	2,491	1,938
6.1 Foreign currency dealings and translation gains/(losses)	(46.7)	47.3	28	128
6.2 Fees and commissions	415	258	1,670	1,131
6.3 Dividend income	-	-	-	-
6.4 Other operating income	239	368	793	679
7 Non interest expenses	(10,604)	(8,963)	(38,542)	(36,224)
7.1 Salaries and benefits	(4,983)	(4,148)	(17,965)	(16,958)
7.2 Fees and commission	(291)	(319)	(1,292)	(1,206)
7.3 Other operating expense	(5,329)	(4,496)	(19,285)	(18,060)
8 Operating income/(loss)	(1,074)	(954)	(4,293)	(82)
9 Income tax provision	323	226	1,275	(95)
10 Net profit/(loss) after income tax	(751)	(728)	(3,019)	(177)
11 Other Comprehensive Income (itemize)	-	-	-	-
12 Total comprehensive income/(loss) for the year	(751)	(728)	(3,019)	(177)
13 Number of employees	421	714	421	714
14 Basic Earnings Per Share	(56.33)	(88.25)	(75.47)	(5.37)
15 Number of branches	9	13	9	13
SELECTED PERFORMANCE INDICATORS				
(i) Return on average total assets	-2.0%	-1.4%	-1.7%	-0.1%
(ii) Return on average ordinary shareholders' funds	-9.8%	-9.2%	-9.3%	-0.6%
(iii) Non interest expense to gross income	98.2%	57.2%	76.6%	55.8%
(iv) Net Interest income to average earning assets	30.6%	25.3%	28.8%	27.2%

ACCESSBANK TANZANIA LIMITED
CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2018

(Amounts in million shillings)

	31 December 2018	30 September 2018
A. ASSETS		
1 Cash	8,864	9,472
2 Balances with Bank of Tanzania	20,661	13,043
3 Investment in government securities	-	-
4 Balances with other banks and financial institutions	2,049	2,198
5 Cheques and Items for clearing	71	174
6 Inter branch float items	-	-
7 Bills negotiated	-	-
8 Customers' liabilities for acceptances	-	-
9 Interbank loans receivable	6,690	14,500
10 Investment in other securities	-	-
Loans, advances and overdrafts (Net of allowances for probable losses)	91,489	103,853
12 Other assets	14,591	15,733
13 Equity investments	-	-
14 Underwriting accounts	-	-
15 Property, plant and equipment (net)	3,037	3,737
16 TOTAL ASSETS	147,452	162,709
B. LIABILITIES		
17 Deposits from other banks and financial institutions	-	-
18 Customer deposits	95,421	107,756
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	3,562	4,959
24 Acceptances outstanding	-	-
25 Inter branch float items	-	-
26 Unearned income and other deferred charges	2,562	2,572
27 Other liabilities	5,992	5,928
28 Borrowings	9,494	9,711
29 TOTAL LIABILITIES	117,030	130,926
30 NET ASSETS / (LIABILITIES) (16 minus 29)	30,422	31,783
C. SHAREHOLDERS' FUNDS		
31 Paid up share capital	40,000	40,000
32 Deposits for shares	-	-
33 Retained Earnings	(7,407)	(6,946)
34 Profit/(Loss) account	(3,019)	(2,267)
35 General Provision Reserve	848	995
36 Minority interest	-	-
37 TOTAL SHAREHOLDERS' FUNDS	30,422	31,783
38 Contingent liabilities	8,933	8,256
39 Non performing loans & advances	20,183	19,471
40 Allowances for probable losses	20,202	21,736
41 Other non performing assets	64	63
D. SELECTED FINANCIAL CONDITION INDICATORS		
(i) Shareholders' funds to total assets	20.63%	19.53%
(ii) Non performing loans to total gross loans	18.07%	15.50%
(iii) Gross loans and advances to total deposits	117.05%	116.55%
(iv) Loans and advances to total assets	62.05%	63.83%
(v) Earning assets to total assets	66.58%	72.74%
(vi) Deposits growth	-11.45%	-15.54%
(vii) Assets growth	-9.38%	-9.94%

**CONDENSED STATEMENT OF CASH FLOW STATEMENT
FOR THE QUARTER ENDED ON 31 DECEMBER 2018**

(Amounts in million shillings)

	Current Quarter 31 December 2018	Previous Quarter 30 September 2018
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I: Cash flow from operating activities:		
Net (loss)/profit before tax	(1,074)	(1,205)
Adjustments for:		
- Impairment charges and Amortization/depreciation charges	644	2,117
- net change in loans and advances	12,443	16,034
- gain/(loss) on sale of assets	11	1
- net change in deposits	(12,335)	(19,821)
- net change in short term negotiable securities	-	-
Negotiable Securities	-	-
- net change in other liabilities	(1,344)	2,525
- net change in other assets	968	5,743
- tax paid	-	-
- others Net change in SMR	(1,091)	(1,346)
Net cash provided (used) by operating activities	(1,780)	4,049
II: Cash flow from investing activities:		
Dividend received	-	-
Purchase of fixed assets	(103)	(454)
Proceeds from sale of fixed assets	-	1
Purchase of non-dealing securities	-	-
Proceeds from sale of non-dealing securities	-	-
Deferred revenue grant	-	-
Net cash provided (used) by investing activities	(103)	(453)
III: Cash from financing activities:		
Repayment of long term debt	-	-
Proceeds from issuance of long term debt	-	-
Proceeds from issuance of share capital	-	-
Payment of cash dividends	-	-
Net change in other borrowings	(217)	184
Others		
Net cash provided (used) by financing activities	(217)	184
IV: Cash and cash equivalents:		
Net decrease in cash and cash equivalents	(2,099)	3,779
Cash and cash equivalents at the beginning of the quarter	30,090	26,311
Cash and cash equivalents at the end of the quarter	27,991	30,090

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED ON 31ST DECEMBER 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 31st December 2018							
Balance as at the beginning of the year	33,000	-	(4,078)	-	1,359	-	30,281
Profit/(Loss) for the year	-	-	(3,019)	-	-	-	(3,019)
Other Comprehensive Income	-	-	-	-	-	-	-
Transfers to Share Capital	7,000	-	-	-	-	-	7,000
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	512	-	(512)	-	-
Others - (IFRS-9)	-	-	(3,840)	-	-	-	(3,840)
Balance as at 31st December 2018	40,000	-	(10,425)	-	847	-	30,422
Previous Year-period up to 31st 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)	24th January 2019
Julius Ruwaichi (Chief Financial Officer)	24th January 2019
Andrew Mollel (Head of Internal Audit)	24th January 2019

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)	24th January 2019
Johannes Mainhardt (Director)	24th January 2019