



PUBLICATION OF FINANCIAL STATEMENTS

FOR THE QUARTER ENDED 30TH JUNE 2020

**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
30th JUNE 2020**

	<i>(Amounts in million shillings)</i>			
	Current Quarter	Comparative Quarter	Current Year Cumulative	Comparative Year Cumulative
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
1 Interest income	3,147	7,562	8,106	16,142
2 Interest expense	(1,318)	(1,407)	(2,828)	(2,956)
3 Net interest income	1,828	6,156	5,278	13,186
4 Bad debts written-off	-	-	-	-
5 Impairment losses on loans and advances	(815)	(2,453)	(1,184)	(3,772)
6 Non- interest income:	634	797	1,349	1,305
6.1 Foreign currency dealings and translation gains/(losses)	35	326	116	360
6.2 Fees and commissions	260	373	598	729
6.3 Dividend income	-	-	-	-
6.4 Other operating income	339	97	636	215
7 Non interest expenses	(5,737)	(7,343)	(12,349)	(14,459)
7.1 Salaries and benefits	(2,879)	(3,535)	(6,416)	(6,963)
7.2 Fees and commission	(311)	(306)	(552)	(600)
7.3 Other operating expense	(2,547.03)	(3,501.29)	(5,381)	(6,896)
8 Operating income/(loss)	(4,089)	(2,843)	(6,906)	(3,739)
9 Income tax provision	1,227	853	2,072	1,122
10 Net profit/(loss) after income tax	(2,863)	(1,990)	(4,834)	(2,617)
11 Other Comprehensive Income (itemize)	-	-	-	-
12 Total comprehensive income/(loss) for the year	(2,863)	(1,990)	(4,834)	(2,617)
13 Number of employees	348	406	348	406
14 Basic Earnings Per Share	(286)	(199)	(242)	(131)
15 Number of branches	8	9	8	9
<u>SELECTED PERFORMANCC INDICATORS</u>				
(i) Return on average total assets	-5.2%	-6.7%	-8.7%	-4.4%
(ii) Return on average ordinary shareholders' funds	-51.7%	-26.9%	-40.7%	-17.9%
(iii) Non interest expense to gross income	151.7%	87.8%	130.6%	82.9%
(iv) Net Interest income to average earning assets	16.9%	30.1%	20.6%	28.8%

ACCESSBANK TANZANIA LIMITED
CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30th JUNE 2020

		(Amounts in million shillings)	
		30 June 2020	31 March 2020
A. ASSETS			
1	Cash	9,418	10,684
2	Balances with Bank of Tanzania	24,834	23,472
3	Investment in government securities	2,488	-
4	Balances with other banks and financial institutions	1,497	540
5	Cheques and Items for clearing	19	140
6	Inter branch float items	-	-
7	Bills negotiated	-	-
8	Customers' liabilities for acceptances	-	-
9	Interbank loans receivable	1,000	9,200
10	Investment in other securities	-	-
11	Loans, advances and overdrafts (Net of allowances for probable losses)	34,925	43,328
12	Other assets	24,311	22,324
13	Equity investments	-	-
14	Underwriting accounts	-	-
15	Property, plant and equipment (net)	1,798	1,968
16	TOTAL ASSETS	100,289	111,657
B. LIABILITIES			
17	Deposits from other banks and financial institutions	-	-
18	Customer deposits	63,945	72,314
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	2,373	2,367
24	Acceptances outstanding	-	-
25	Inter branch float items	-	-
26	Unearned income and other deferred charges	4,669	4,942
27	Other liabilities	8,020	7,931
28	Borrowings	-	0
29	TOTAL LIABILITIES	79,007	87,553
30	NET ASSETS / (LIABILITIES) (16 minus 29)	21,283	24,103
C. SHAREHOLDERS' FUNDS			
31	Paid up share capital	40,000	40,000
32	Deposits for shares	-	-
33	Retained Earnings	(13,883)	(13,925)
34	Profit/(Loss) account	(4,834)	(1,972)
35	General Provision Reserve	-	-
36	Minority interest	-	-
37	TOTAL SHAREHOLDERS' FUNDS	21,283	24,103
38	Contingent liabilities	1,334	1,339
39	Non performing loans & advances	18,818	17,325
40	Allowances for probable losses	11,251	12,936
41	Other non performing assets	64	64
D. SELECTED FINANCIAL CONDITION INDICATORS			
(i)	Shareholders' funds to total assets	21.22%	21.59%
(ii)	Non performing loans to total gross loans	40.75%	30.79%
(iii)	Gross loans and advances to total deposits	72.21%	77.81%
(iv)	Loans and advances to total assets	34.82%	38.80%
(v)	Earning assets to total assets	35.82%	47.04%
(vi)	Deposits growth	-11.57%	-6.02%
(vii)	Assets growth	-10.18%	-8.10%

Bank paid penalty of TZS 21million during the quarter.

**CONDENSED STATEMENT OF CASH FLOW STATEMENT
FOR THE QUARTER ENDED ON 30th JUNE 2020**

	(Amounts in million shillings)			
	Current Quarter 30 June 2020	Previous Quarter 31 March 2020	Cumulative Current Year 30 June 2020	Comparative year Cumulative 30 June 2019
I: Cash flow from operating activities:				
Net (loss)/profit before tax	(4,089)	(2,817)	(6,906)	(3,739)
Adjustments for:				
- Impairment charges and Amortization/depreciation charges	349	563	912	2,943
- net change in loans and advances	8,404	6,606	15,009	12,525
- gain/(loss) on sale of assets	-	-	-	7
- net change in deposits	(8,369)	(4,634)	(13,003)	(6,980)
- net change in short term negotiable securities Negotiable Securities	-	-	-	-
- net change in other liabilities	(177)	(2,617)	(2,794)	(149)
- net change in other assets	(5,311)	1,497	(3,814)	(927)
- tax paid	(21)	(21)	(41)	-
- others Net change in SMR	(1,213)	(306)	(1,519)	(771)
Net cash provided (used) by operating activities	(10,428)	(1,728)	(12,156)	2,909
II: Cash flow from investing activities:				
Dividend received	-	-	-	-
Purchase of fixed assets	(3)	-	(3)	(3)
Proceeds from sale of fixed assets	-	-	-	7
Purchase of non-dealing securities	-	-	-	-
Proceeds from sale of non-dealing securities	-	-	-	-
Deferred revenue grant	(5)	(8)	(13)	-
Net cash provided (used) by investing activities	(8)	(8)	(16)	4
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	-	-	-	-
Others	-	-	-	-
Net cash provided (used) by financing activities	-	-	-	-
IV: Cash and cash equivalents:				
Net decrease in cash and cash equivalents	(10,436)	(1,736)	(12,172)	2,913
Cash and cash equivalents at the beginning of the quarter/year	39,057	40,793	40,793	30,728
Cash and cash equivalents at the end of the quarter/year	28,621	39,057	28,621	33,641

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED ON 30th JUNE 2020

	<i>(Amounts in million shillings)</i>					
	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	General Provision Reserve	Total
Current period up to 30th June 2020						
Balance as at the beginning of the year	40,000	-	(13,883)	-	591	26,708
(Loss) for the period	-	-	(4,834)	-	-	(4,834)
Other Comprehensive Income	-	-	-	-	-	-
Balance as at 30th June 2020	40,000	-	(18,717)	-	591	21,873
Previous Year-period up to 30th June 2019						
Balance as at the beginning of the year-2019	40,000	-	(9,257)	-	873	31,616
(Loss) for the year	-	-	(2,617)	-	-	(2,617)
General Provision Reserve	-	-	282	-	(282)	-
Balance as at 30th June 2019	40,000	-	(11,592)	-	591	28,998

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)	27th July 2020
Julius Ruwaichi (Chief Financial Officer)	27th July 2020
Andrew Mollel (Head of Internal Audit)	27th July 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)	27th July 2020
Johannes Mainhardt (Director)	27th July 2020