

MWALIMU COMMERCIAL BANK PLC
PUBLICATION OF FINANCIAL STATEMENTS

Issued pursuant to regulation 7 of the Banking and Financial Institutions (Disclosures) Regulations, 2014

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31
MARCH 2018
(Amounts in million shillings)

Current Quarter
31-March-2018

Previous Quarter
31-Dec-2017

A. ASSETS:		
1. Cash	266	148
2. Balances with Bank of Tanzania	1,047	871
3. Investments in government securities	5,759	1,775
4. Balances with other banks and financial institutions	330	21
5. Cheques and Items for clearing	-	-
6. Inter branch float items	-	-
7. Bills negotiated	-	-
8. Customers' liabilities for acceptances	-	-
9. Interbank loans receivables	8,500	14,837
10. Investment in other securities	-	-
11. Loans, advances and overdrafts (Net of allowance for probable losses)	13,078	11,195
12. Other assets	6,810	6,585
13. Equity investments	-	-
14. Underwriting accounts	-	-
15. Property, plant and equipment (net)	2,110	2,366
16. TOTAL ASSETS	37,900	37,798
B. LIABILITIES:		
17. Deposits from other banks and financial institutions	3,300	4,478
18. Customer deposits	6,396	5,478
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	1,133	544
24. Acceptances outstanding	-	-
25. Interbranch float items	206	(25)
26. Unearned income and other deferred charges	692	152
27. Other liabilities	328	61
28. Borrowings	-	-
29. TOTAL LIABILITIES	12,055	10,688
30. NET ASSETS/(LIABILITIES) (16 minus 29)	25,845	27,110
C. SHAREHOLDERS' FUNDS:		
31. Paid up share capital	30,912	30,912
32. Capital reserves	125	114
33. Retained Earnings	(4,131)	151
34. Profit (Loss) account	(1,265)	(4,271)
35. Others capital accounts	204	204
36. Minority interest	-	-
37. TOTAL SHAREHOLDERS' FUNDS	25,845	27,110

38. CONTINGENT LIABILITIES		
39. Non-performing loans & advances	12	12
40. Allowances for probable losses	12	12
41. Other non-performing assets	-	-
D. SELECTED FINANCIAL CONDITION INDICATORS		
- Shareholders' Funds to Total Assets	68%	72%
- Non- Performing Loans to Total Gross Loans	0%	0%
- Gross Loans and Advances to Total Deposits	135%	113%
- Loans and Advances to Total Assets	35%	30%
- Earning Assets to Total Assets	72%	74%
- Deposits Growth	-3%	73%
- Assets Growth	0%	7%

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2018 (Amounts in million shillings)	Current Quarter 31-Mar-2018	Comparative Quarter 31-Mar-2017	Current Year Cumulative 31-Mar-2018	Comparative Year Cumulative 31-Mar-2017
1. Interest income	902	874	902	874
2. Interest expense	162	63	162	63
3. Net interest income (1 minus 2)	740	811	740	811
4. Bad debts written-off	-	-	-	-
5. Impairment losses on loans and advances	-	-	-	-
6. Non- interest income:	52	63	52	63
6.1 Foreign currency dealings and translation gains/(loss)	2	(4)	2	(4)
6.2 Fees and commissions	50	67	50	67
6.3 Dividend income	-	-	-	-
6.4 Other operating income	-	-	-	-
7. Non interest expenses	2,057	2,133	2,057	2,133
7.1 Salaries and benefits	880	674	880	674
7.2 Fees and commission	-	-	-	-
7.3 Other operating expenses	1,177	1,459	1,177	1,459
8. Operating income/(loss)	(1,265)	(1,259)	(1,265)	(1,259)
9. Income tax provision	-	-	-	-
10. Net income/(loss) after income tax	(1,265)	(1,259)	(1,265)	(1,259)
11. Other Comprehensive Income				
12. Total comprehensive Income/(loss) for the year				
13. Number of employees	57	45	57	45
14. Basic Earnings Per Share	(20)	(20)	(20)	(20)
15. Number of branches	1	1	1	1
SELECTED PERFORMANCE INDICATORS				
(i) Return on Average Total Assets	-3%	-4%	-3%	-4%
(ii) Return on Average Shareholders' Funds	-5%	-4%	-5%	-4%
(iii) Non Interest Expense to Gross Income	260%	244%	260%	244%
(iv) Net Interest Income to Average Earning Assets	3%	3%	3%	3%

CONDENSED STATEMENT OF CASH FLOW FOR THE QUARTER ENDED 30 MARCH 2018 (Amounts in million shillings)	Current Quarter 31-Mar-2018	Previous Quarter 31-Dec-2017
I. Cash flow from operating activities:		
Net (loss)profit before tax	(1,265)	(4,271)
Adjustment for:	-	-
- Impairment/amortisation/depreciation	484	1,857
- Net change in loans and advances	4,454	(15,463)
- Gain/loss on sale of assets	-	-
- Net change in deposits	(260)	8,520
- Net change in short term negotiable securities	-	-
- Net change in other liabilities	1,627	(273)
- Net change in other assets	(451)	117
- Tax paid	-	-
- Others	-	-
Net cash provided (used) by operating activities	4,589	(9,513)
II. Cash flow from investing activities:		
- Dividend received	-	-
- Purchase of fixed assets	(3)	(197)
- Proceeds from sale of fixed assets	-	-
- Purchase of non-dealing securities	(3,984)	11,182
- Proceeds from sale of non-dealing securities	-	-
- Others (purchase of intangible assets)	-	(1,018)
Net cash provided (used) by investing activities	(3,987)	9,967
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 increase/(decrease) in cash and cash equivalents	602	454
- Cash and cash equivalents at the beginning of the year	644	190
- Cash and cash equivalents at the end of the quarter	1,246	644

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31 MARCH 2018 (Amounts in million shillings)	Share Capital	Retained Earnings	Regulatory Reserve	General Provision Reserve	Total
Current Year					
Balance as at the beginning of the year	30,912	(4,120)	114	204	27,110
Profit for the year	-	(1,265)	-	-	(1,265)
Other Comprehensive Income	-	-	-	-	-
Transactions with owners	-	-	-	-	-
Dividends Paid	-	-	-	-	-
Regulatory Reserve	-	(11)	11	-	-
General Provision Reserve	-	-	-	-	-
Others	-	-	-	-	-
Balance as at the end of the current period	30,912	(5,396)	125	204	25,845
Previous Year					
Balance as at the beginning of the year	30,912	259	6	-	31,177
Profit for the year	-	(4,271)	-	-	(4,271)
Other Comprehensive Income	-	-	-	-	-
Transactions with owners	-	-	-	-	-
Dividends paid	-	-	-	-	-
Regulatory Reserve	-	(108)	108	-	-
Others (bond revaluation reserve)	-	-	-	204	204
Balance as at the end of the previous period	30,912	(4,120)	114	204	27,110

FOR THE QUARTER ENDED 31 MARCH 2018

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>
Ronald Manongi (Chief Executive Officer)	..... (signed)	27 APRIL 2018
Selemani Kijori (Head of Finance)	..... (signed)	27 APRIL 2018
Hemed Maulu (Chief Internal Auditor)	..... (signed)	27 APRIL 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>
1/ Herman Kessy	..... (signed)	27 APRIL 2018
2/ Ambrose Nshala	..... (signed)	27 APRIL 2018