

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 30 JUNE 20223

Current Quarter

Previous Quarter

(Amounts in million shillings)

30-June-2023

31-March-2023

A. ASSETS:		
1. Cash	452	637
2. Balances with Bank of Tanzania	18,159	11,672
3. Investments in government securities	-	-
4. Balances with other banks and financial institutions	27	13
5. Cheques and items for clearing	12	8
6. Inter branch float items	-	-
7. Bills negotiated	-	-
8. Customers' liabilities for acceptances	-	-
9. Interbank loans receivables	6,348	7,348
10. Investment in other securities	-	-
11. Loans, advances and overdrafts (Net of allowance for probable losses)	60,037	62,833
12. Other assets	2,673	3,516
13. Equity investments	-	-
14. Underwriting accounts	-	-
15. Property, plant and equipment (net)	857	812
16. TOTAL ASSETS	88,565	86,839
B. LIABILITIES:		
17. Deposits from other banks and financial institutions	4,538	6,538
18. Customer deposits	62,965	61,207
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	1,732	1,133
24. Acceptances outstanding	-	-
25. Interbranch float items	1,172	495
26. Unearned income and other deferred charges	-	162
27. Other liabilities	2,351	1,437
28. Borrowings	-	-
29. TOTAL LIABILITIES	72,758	70,972
30. NET ASSETS/(LIABILITIES) (16 minus 29)	15,807	15,867
C. SHAREHOLDERS' FUNDS:		
31. Paid up share capital	30,912	30,912
32. Capital reserves	17	-
33. Retained Earnings	(20,294)	(20,195)
34. Profit (Loss) account	172	150
35. Others capital accounts (Advance towards share capital)	5,000	5,000
36. Minority interest	-	-
37. TOTAL SHAREHOLDERS' FUNDS	15,807	15,867
38. CONTINGENT LIABILITIES		
39. Non performing loans & advances	1,218	714
40. Allowances for probable losses	461	461
41. Other non performing assets	-	-
D. SELECTED FINANCIAL CONDITION INDICATORS		
- Shareholders' Funds to Total Assets	17.8%	18.3%
- Non Performing Loans to Total Gross Loans	2.01%	1.1%
- Gross Loans and Advances to Total Deposits	89.6%	92.1%
- Loans and Advances to Total Assets	68.3%	71.8%
- Earning Assets to Total Assets	75.0%	80.8%
- Deposits Growth	2.9%	6.4%
- Assets Growth	2.0%	4.5%

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CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2023 (Amounts in million shillings)

	Current Quarter 30-June-2023	Comparative Quarter 30-June-2022	Current Year Cumulative 30-June-2023	Comparative Year Cumulative 30-June-2022
1. Interest income	2,516	2,070	5,187	3,823
2. Interest expense	1,090	802	2,092	1,466
3. Net interest income (1 minus 2)	1,426	1,268	3,095	2,357
4. Bad debts written-off	-	-	-	-
5. Impairment losses on loans and advances	-	-	79	-
6. Non-Interest income:	495	530	877	1,023
6.1 Foreign currency dealings and translation gains/(loss)	-	2	-	4
6.2 Fees and commissions	450	493	787	939
6.3 Dividend income	-	-	-	-
6.4 Other operating income	45	35	90	80
7. Non interest expenses	1,865	1,697	3,687	3,374
7.1 Salaries and benefits	810	792	1,616	1,567
7.2 Fees and commission	-	-	-	-
7.3 Other operating expenses	1,055	905	2,071	1,807
8. Operating income/(loss)	56	101	206	6
9. Income tax provision	(34)	-	(34)	-
10. Net income/(loss) after income tax	22	101	172	6
11. Other Comprehensive Income				
12. Total comprehensive income/(loss) for the year	22	101	172	6
13. Number of employees	59	60	58	60
14. Basic Earnings Per Share	1	2	3	0
15. Number of branches	2	2	2	2
SELECTED PERFORMANCE INDICATORS				
(i) Return on Average Total Assets	0.0%	0.1%	0.2%	0.0%
(ii) Return on Average Shareholders' Funds	0.1%	0.6%	1.1%	0.0%
(iii) Non Interest Expense to Gross Income	97.1%	94.4%	92.8%	99.8%
(iv) Net Interest Income to Average Earning Assets	2.1%	2.0%	4.7%	3.7%

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CONDENSED STATEMENT OF CASH FLOW FOR THE QUARTER ENDED 30 JUNE 2023 (Amounts in million shillings)	Current Quarter 30-June-2023	Previous Quarter 31-March-2023	Current Year Cumulative 30-June-2023	Comparative Year Cumulative 30-June-2022
I. Cash flow from operating activities:				
Net (loss)profit before tax	56	150	206	6
Adjustment for:	-	-	-	-
- Impairment/amortisation/depreciation	309	313	622	618
- Net change in loans and advances	3,563	(559)	3,004	(6,208)
- Net change in deposits	(742)	4,066	3,324	7,048
- Net change in short term negotiable securities	-	-	-	-
- Net change in other liabilities	2,236	(395)	1,841	597
- Net change in other assets	(1,527)	(553)	(2,080)	143
- Tax paid	-	(34)	(34)	-
- Others	5	(96)	(91)	70
Net cash provided (used) by operating activities	3,900	2,892	6,792	2,274
II. Cash flow from investing activities:				
- Dividend received	-	-	-	-
- Purchase of fixed assets	(89)	(27)	(116)	(209)
- Proceeds from sale of fixed assets	-	-	-	-
- Purchase of non-dealing securities	-	-	-	-
- Proceeds from sale of non-dealing securities	-	-	-	-
- Others	-	-	-	-
Net cash provided (used) by investing activities	(89)	(27)	(116)	(209)
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	3,811	2,865	6,676	2,065
- Cash and cash equivalents at the beginning of the quarter/year	7,034	4,169	6,051	6,051
- Cash and cash equivalents at the end of the quarter/year	10,845	7,034	12,727	8,116

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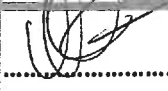


CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2023 (Amounts in million shillings)						
	Share Capital	Retained Earnings	Advance towards share capital	Provision General Reserve	Total	
Current Year						
Balance as at the beginning of the year	30,912	(20,254)	5,000	-	15,658	
Profit for the year	-	172	-	-	172	
Provision General Reserve	-	-	-	17	17	
Others	-	(40)	-	-	40	
Balance as at the end of the current period	30,912	(20,122)	5,000	17	15,807	
Previous Year						
Balance as at the beginning of the year	30,912	(19,895)	5,000	-	16,017	
Profit for the year	-	(331)	-	-	331	
Provision General Reserve	-	(17)	-	17	-	
Others	-	(11)	-	-	11	
Balance as at the end of the previous period	30,912.46	(20,254)	5,000	17	15,675	

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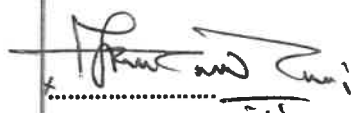
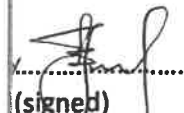
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**SELECTED EXPLANATORY NOTES
FOR THE QUARTER ENDED 30 JUNE 2023**

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>
Richard L. Makungwa (Chief Executive Officer)	 (signed)	18 July 2023
Willy S. Mtae (Ag. Head of Finance)	 (signed)	18 July 2023
Joanitha Mashulano (Head of Internal Audit)	 (signed)	18 July 2023

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/ Francis Ramadhani (Chairman)	 (signed)	18 July 2023
2/ Enna V. Mwakipesile (Director)	 (signed)	18 July 2023