

**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 2020  
(Amounts in million shillings)

Current Quarter  
30-June-2020

Previous Quarter  
31-March-2020

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2020 (Amounts in million shillings)	Current Quarter 30-June-2020	Previous Quarter 31-March-2020
<b>A. ASSETS:</b>		
1. Cash	141	170
2. Balances with Bank of Tanzania	2,621	4,541
3. Investments in government securities	-	-
4. Balances with other banks and financial institutions	281	115
5. Cheques and Items for clearing	-	18
6. Inter branch float items	132	-
7. Bills negotiated	-	-
8. Customers' liabilities for acceptances	-	-
9. Interbank loans receivables	1,000	1,000
10. Investment in other securities	-	-
11. Loans, advances and overdrafts (Net of allowance for probable losses)	15,347	15,764
12. Other assets	5,213	5,851
13. Equity investments	-	-
14. Underwriting accounts	-	-
15. Property, plant and equipment (net)	1,046	1,128
<b>16. TOTAL ASSETS</b>	<b>25,781</b>	<b>28,587</b>
<b>B. LIABILITIES:</b>		
17. Deposits from other banks and financial institutions	-	600
18. Customer deposits	8,926	9,926
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	616	781
24. Acceptances outstanding	-	-
25. Interbranch float items	421	423
26. Unearned income and other deferred charges	222	265
27. Other liabilities	1,165	1,152
28. Borrowings	-	-
<b>29. TOTAL LIABILITIES</b>	<b>11,350</b>	<b>13,147</b>
<b>30. NET ASSETS/(LIABILITIES) (16 minus 29)</b>	<b>14,431</b>	<b>15,440</b>
<b>C. SHAREHOLDERS' FUNDS:</b>		
31. Paid up share capital	30,912	30,912
32. Capital reserves	-	-
33. Retained Earnings	(14,554)	(14,520)
34. Profit (Loss) account	(1,926)	(952)
35. Others capital accounts (Provision General Reserve)	-	-
36. Minority interest	-	-
<b>37. TOTAL SHAREHOLDERS' FUNDS</b>	<b>14,431</b>	<b>15,440</b>
<b>38. CONTINGENT LIABILITIES</b>		
39. Non performing loans & advances	300	315
40. Allowances for probable losses	(266)	(303)
41. Other non performing assets	-	-
<b>D. SELECTED FINANCIAL CONDITION INDICATORS</b>		
- Shareholders' Funds to Total Assets	56%	54%
- Non Performing Loans to Total Gross Loans	1.9%	2.0%
- Gross Loans and Advances to Total Deposits	169%	147%
- Loans and Advances to Total Assets	58%	54%
- Earning Assets to Total Assets	63%	59%
- Deposits Growth	-15%	-5%
- Assets Growth	-10%	-4%

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2020 (Amounts in million shillings)	Current Quarter 30-June-2020	Comparative Quarter 30-June-2019	Current Year Cumulative 30-June-2020	Comparative Year Cumulative 30-June-2019
1. Interest income	646	697	1,319	1,506
2. Interest expense	99	175	222	277
<b>3. Net interest income (1 minus 2)</b>	<b>547</b>	<b>522</b>	<b>1,097</b>	<b>1,229</b>
4. Bad debts written-off	-	-	-	-
5. Impairment losses on loans and advances	(25)	(1)	(25)	(115)
6. Non- interest income:	60	74	121	151
6.1 Foreign currency dealings and translation gains/(loss)	3	4	6	142
6.2 Fees and commissions	56	70	112	9
6.3 Dividend income	-	-	-	-
6.4 Other operating income	1	-	3	-
7. Non interest expenses	1,607	2,013	3,170	3,996
7.1 Salaries and benefits	697	841	1,359	1,707
7.2 Fees and commission	-	-	-	-
7.3 Other operating expenses	910	1,172	1,811	2,289
<b>8. Operating income/(loss)</b>	<b>(975)</b>	<b>(1,416)</b>	<b>(1,927)</b>	<b>(2,501)</b>
9. Income tax provision	-	-	-	-
<b>10. Net income/(loss) after income tax</b>	<b>(975)</b>	<b>(1,416)</b>	<b>(1,927)</b>	<b>(2,501)</b>
11. Other Comprehensive Income	-	-	-	-
<b>12. Total comprehensive Income/(loss) for the year</b>	<b>(975)</b>	<b>(1,416)</b>	<b>(1,927)</b>	<b>(2,501)</b>
13. Number of employees	61	59	61	59
14. Basic Earnings Per Share	-16	-23	-31	-41
15. Number of branches	2	2	2	2
<b>SELECTED PERFORMANCE INDICATORS</b>				
(i) Return on Average Total Assets	-4%	-5%	-7%	-9%
(ii) Return on Average Shareholders' Funds	-7%	-7%	-13%	-13%
(iii) Non Interest Expense to Gross Income	265%	338%	260%	291%
(iv) Net Interest Income to Average Earning Assets	3%	3%	7%	6%

CONDENSED STATEMENT OF CASH FLOW FOR THE QUARTER ENDED 30 JUNE 2020 (Amounts in million shillings)	Current Quarter 30-June-2020	Previous Quarter 31-March-2020	Current Year Cumulative 30-June-2020	Comparative Year Cumulative 30-June-2019
<b>I. Cash flow from operating activities:</b>				
Net (loss)profit before tax	(975)	(952)	(1,927)	(2,510)
Adjustment for:	-	-	-	-
- Impairment/amortisation/depreciation	319	295	614	1,162
- Net change in loans and advances	417	388	805	(132)
- Net change in deposits	(1,600)	(547)	(2,147)	319
- Net change in short term negotiable securities	-	-	-	-
- Net change in other liabilities	(329)	313	(16)	58
- Net change in other assets	472	519	991	(504)
- Tax paid	-	-	-	-
- Others	-	-	-	-
<b>Net cash provided (used) by operating activities</b>	<b>(1,696)</b>	<b>16</b>	<b>(1,680)</b>	<b>(1,607)</b>
<b>II. Cash flow from investing activities:</b>				
- Dividend received	-	-	-	-
- Purchase of fixed assets	-	(12)	(12)	(14)
- Proceeds from sale of fixed assets	-	-	-	-
- Purchase of non-dealing securities	-	-	-	946
- Proceeds from sale of non-dealing securities	-	-	-	-
- Others	-	-	-	-
<b>Net cash provided (used) by investing activities</b>	<b>-</b>	<b>(12)</b>	<b>(12)</b>	<b>932</b>
<b>III. Cash from financing activities:</b>				
- 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	-	-	-	-
<b>Net cash provided (used) by financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>IV. Cash and cash equivalents:</b>				
- Net increase/(decrease) in cash and cash equivalents	(1,696)	4	(1,692)	(675)
- Cash and cash equivalents at the beginning of the year	4,653	4,649	4,274	1,557
- Cash and cash equivalents at the end of the quarter	2,957	4,653	2,582	882

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2020 (Amounts in million shillings)	Share Capital	Retained Earnings	Regulatory Reserve	Bond Revaluation Reserve	Provision General Reserve	Total
<b>Current Year</b>						
Balance as at the beginning of the year	30,912	(14,445)	-	-	-	16,466
Profit for the year	-	(1,927)	-	-	-	(1,927)
Other Comprehensive Income	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-
Bond Revaluation Reserve	-	-	-	-	-	-
Provision General Reserve	-	-	-	-	-	-
Others	-	(108)	-	-	-	(108)
Balance as at the end of the current period	30,912	(16,480)	-	-	-	14,431
<b>Previous Year</b>						
Balance as at the beginning of the year	30,912	(9,976)	-	179	179	21,293
Profit for the year	-	(4,827)	-	-	-	(4,827)
Other Comprehensive Income						
Transactions with owners	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-
Bond Revaluation Reserve	-	179	-	(179)	-	-
Provision General Reserve	-	179	-	-	(179)	-
Others	-	-	-	-	-	-
Balance as at the end of the previous period	30,912	(14,445)	-	-	-	16,466