

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 DECEMBER 2018
(Amounts in million shillings)

Current Quarter
31-Dec-2018

Previous Quarter
30-Sep-2018

	Current Quarter 31-Dec-2018	Previous Quarter 30-Sep-2018
A. ASSETS:		
1. Cash	213	244
2. Balances with Bank of Tanzania	1,691	974
3. Investments in government securities	1,394	4,894
4. Balances with other banks and financial institutions	52	141
5. Cheques and Items for clearing	-	1
6. Inter branch float items	31	-
7. Bills negotiated	-	-
8. Customers' liabilities for acceptances	-	-
9. Interbank loans receivables	-	300
10. Investment in other securities	-	-
11. Loans, advances and overdrafts (Net of allowance for probable losses)	18,129	17,701
12. Other assets	7,971	9,345
13. Equity investments	-	-
14. Underwriting accounts	-	-
15. Property, plant and equipment (net)	1,873	2,117
16. TOTAL ASSETS	31,354	35,717
B. LIABILITIES:		
17. Deposits from other banks and financial institutions	-	3,380
18. Customer deposits	5,780	5,588
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	819	961
24. Acceptances outstanding	-	-
25. Interbranch float items	-	-
26. Unearned income and other deferred charges	513	536
27. Other liabilities	2,510	2,161
28. Borrowings	-	-
29. TOTAL LIABILITIES	9,622	12,626
30. NET ASSETS/(LIABILITIES) (16 minus 29)	21,732	23,091
C. SHAREHOLDERS' FUNDS:		
31. Paid up share capital	30,912	30,912
32. Capital reserves	179	176
33. Retained Earnings	(4,186)	(4,182)
34. Profit (Loss) account	(5,377)	(4,019)
35. Others capital accounts	204	204
36. Minority interest	-	-
37. TOTAL SHAREHOLDERS' FUNDS	21,732	23,091
38. CONTINGENT LIABILITIES		
39. Non-performing loans & advances	124	21
40. Allowances for probable losses	124	21
41. Other non-performing assets	-	-
D. SELECTED FINANCIAL CONDITION INDICATORS		
- Shareholders' Funds to Total Assets	69%	65%
- Non-Performing Loans to Total Gross Loans	1%	0%



- Gross Loans and Advances to Total Deposits	316%	198%
- Loans and Advances to Total Assets	58%	50%
- Earning Assets to Total Assets	62%	64%
- Deposits Growth	(36%)	1%
- Assets Growth	(12%)	2%

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CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2018 (Amounts in million shillings)	Current Quarter 31-Dec-2018	Comparative Quarter 31-Dec-2017	Current Year Cumulative 31-Dec-2018	Comparative Year Cumulative 31-Dec-2017
1. Interest income	832	844	3,288	3,583
2. Interest expense	123	105	570	417
3. Net interest income (1 minus 2)	709	739	2,718	3,166
4. Bad debts written-off	-	-	-	-
5. Impairment losses on loans and advances	104	(27)	112	12
6. Non- interest income:	57	46	218	265
6.1 Foreign currency dealings and translation gains/(loss)	-	-	4	(8)
6.2 Fees and commissions	56	46	212	271
6.3 Dividend income	-	-	-	-
6.4 Other operating income	1	-	2	2
7. Non-interest expenses	2,020	1,749	8,201	7,690
7.1 Salaries and benefits	828	792	3,523	3,133
7.2 Fees and commission	-	-	-	-
7.3 Other operating expenses	1,192	957	4,678	4,557
8. Operating income/(loss)	(1,358)	(937)	(5,377)	(4,271)
9. Income tax provision	-	-	-	-
10. Net income/(loss) after income tax	(1,358)	(937)	(5,377)	(4,271)
11. Other Comprehensive Income	-	-	-	204
12. Total comprehensive Income/(loss) for the year	(1,358)	(937)	(5,377)	(4,067)
13. Number of employees	62	54	62	54
14. Basic Earnings Per Share	(22)	(15)	(87)	(66)
15. Number of branches	2	1	2	1
SELECTED PERFORMANCE INDICATORS				
(i) Return on Average Total Assets	(4%)	(3%)	(15%)	(11%)
(ii) Return on Average Shareholders' Funds	(6%)	(3%)	(22%)	(15%)
(iii) Non-Interest Expense to Gross Income	264%	220%	279%	225%
(iv) Net Interest Income to Average Earning Assets	4%	3%	14%	8%

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CONDENSED STATEMENT OF CASH FLOW FOR THE
 QUARTER ENDED 31 DECEMBER 2018 (Amounts in
 million shillings)

	Current Quarter 31-Dec-2018	Previous Quarter 30-Sep-2018	Current Year Cumulative 31-Dec-2018	Comparative Year Cumulative 31-Dec-2017
I. Cash flow from operating activities:				
Net (loss)profit before tax	(1,358)	(1,359)	(5,377)	(4,271)
Adjustment for:				
- Impairment/amortisation/depreciation	514	521	2,008	1,857
- Net change in loans and advances	(128)	2,112	7,882	(15,463)
- Gain/loss on sale of assets	-	-	-	-
- Net change in deposits	(3,188)	130	(4,176)	8,520
- Net change in short term negotiable securities	-	-	-	-
- Net change in other liabilities	152	1,788	3,078	(273)
- Net change in other assets	1,175	(2,894)	(2,414)	117
- Tax paid	-	-	-	-
- Others	-	-	-	-
Net cash provided (used) by operating activities	(2,833)	298	1,001	(9,513)
II. Cash flow from investing activities:				
- Dividend received	-	-	-	-
- Purchase of fixed assets	-	(252)	(469)	(197)
- Proceeds from sale of fixed assets	-	-	-	-
- Purchase of non-dealing securities	3,500	-	381	11,182
- Proceeds from sale of non-dealing securities	-	-	-	-
- Others	-	-	-	(1,018)
Net cash provided (used) by investing activities	3,500	(252)	(88)	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	667	46	913	454
- Cash and cash equivalents at the beginning of the year	889	843	643	190
- Cash and cash equivalents at the end of the quarter	1,556	889	1,556	644

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CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31 DECEMBER 2018 (Amounts in million shillings)	Share Capital	Retained Earnings	Regulatory Reserve	Bond Revaluation Reserve	Total
Current Year					
Balance as at the beginning of the year	30,912	(4,120)	114	204	27,110
Profit for the year	-	(5,377)	-	-	(5,377)
Other Comprehensive Income	-	-	-	-	-
Transactions with owners	-	-	-	-	-
Dividends Paid	-	-	-	-	-
Regulatory Reserve	-	(65)	65	-	-
General Provision Reserve	-	-	-	-	-
Others	-	-	-	-	-
Balance as at the end of the current period	30,912	(9,562)	179	204	21,733
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

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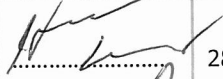

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FOR THE QUARTER ENDED 31 DECEMBER 2018

In preparation of the quarterly financial statements, consistent accounting policies have been used as those applicable to the previous year audited financial statements

<i>Name and Title</i>	<i>Signature</i>	<i>Date</i>
Ronald Manongi (Chief Executive Officer)	 (signed)	28 JANUARY 2019
Selemani Kijori (Head of Finance)	 (signed)	28 JANUARY 2019
Hemed Maulu (Chief Internal Auditor)	 (signed)	28 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.

<i>Name</i>	<i>Signature</i>	<i>Date</i>
1/ Herman Kessy	 (signed)	28 JANUARY 2019
2/ Ambrose Nshala	 (signed)	28 JANUARY 2019