

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 2021
(Amounts in million shillings)

Current Quarter
30-June-2021

Previous Quarter
31-March-2021

A. ASSETS:		
1. Cash	494	786
2. Balances with Bank of Tanzania	2,369	2,926
3. Investments in government securities	-	-
4. Balances with other banks and financial institutions	41	39
5. Cheques and Items for clearing	-	181
6. Inter branch float items	-	202
7. Bills negotiated	-	-
8. Customers' liabilities for acceptances	-	-
9. Interbank loans receivables	2,300	5,000
10. Investment in other securities	-	-
11. Loans, advances and overdrafts (Net of allowance for probable losses)	36,142	28,163
12. Other assets	4,531	5,143
13. Equity investments	-	-
14. Underwriting accounts	-	-
15. Property, plant and equipment (net)	896	846
16. TOTAL ASSETS	46,773	43,286
B. LIABILITIES:		
17. Deposits from other banks and financial institutions	-	-
18. Customer deposits	27,832	24,036
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	880	819
24. Acceptances outstanding	-	-
25. Interbranch float items	90	145
26. Unearned income and other deferred charges	280	341
27. Other liabilities	1,637	1,488
28. Borrowings	-	-
29. TOTAL LIABILITIES	30,719	26,829
30. NET ASSETS/(LIABILITIES) (16 minus 29)	16,054	16,457
C. SHAREHOLDERS' FUNDS:		
31. Paid up share capital	30,912	30,912
32. Capital reserves	-	-
33. Retained Earnings	(18,507)	(18,507)
34. Profit (Loss) account	(1,351)	(948)
35. Others capital accounts (Advance towards share capital)	5,000	5,000
36. Minority interest	-	-
37. TOTAL SHAREHOLDERS' FUNDS	16,054	16,457
38. CONTINGENT LIABILITIES		
39. Non performing loans & advances	346	273
40. Allowances for probable losses	(309)	(330)
41. Other non performing assets	-	-
D. SELECTED FINANCIAL CONDITION INDICATORS		
- Shareholders' Funds to Total Assets	34%	38%
- Non Performing Loans to Total Gross Loans	0.9%	1.0%
- Gross Loans and Advances to Total Deposits	129%	116%
- Loans and Advances to Total Assets	77%	64%
- Earning Assets to Total Assets	82%	77%
- Deposits Growth	16%	30%
- Assets Growth	8%	12%

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2021. (Amounts in million shillings)	Current Quarter 30-June-2021	Comparative Quarter 30-June-2020	Current Year Cumulative 30-June-2021	Comparative Year Cumulative 30-June-2020
1. Interest income	1,243	646	2,255	1,319
2. Interest expense	382	99	706	222
3. Net interest income (1 minus 2)	861	547	1,549	1,097
4. Bad debts written-off	-	-	-	-
5. Impairment losses on loans and advances	(21)	(25)	(21)	(25)
6. Non- interest income:	187	60	279	121
6.1 Foreign currency dealings and translation gains/(loss)	1	3	1	6
6.2 Fees and commissions	184	56	278	112
6.3 Dividend income	-	-	-	-
6.4 Other operating income	2	1	-	3
7. Non interest expenses	1,472	1,607	3,200	3,170
7.1 Salaries and benefits	697	697	1,429	1,359
7.2 Fees and commission	-	-	-	-
7.3 Other operating expenses	775	910	1,771	1,811
8. Operating income/(loss)	(403)	(975)	(1,351)	(1,927)
9. Income tax provision	-	-	-	-
10. Net income/(loss) after income tax	(403)	(975)	(1,351)	(1,927)
11. Other Comprehensive Income	-	-	-	-
12. Total comprehensive income/(loss) for the year	(403)	(975)	(1,351)	(1,927)
13. Number of employees	53	61	53	61
14. Basic Earnings Per Share	-7	-16	-22	-31
15. Number of branches	2	2	2	2
SELECTED PERFORMANCE INDICATORS				
(i) Return on Average Total Assets	-1%	-4%	-3%	-7%
(ii) Return on Average Shareholders' Funds	-2%	-7%	-8%	-13%
(iii) Non Interest Expense to Gross Income	140%	265%	175%	260%
(iv) Net Interest Income to Average Earning Assets	2%	3%	4%	7%




CONDENSED STATEMENT OF CASH FLOW FOR THE QUARTER ENDED 30 JUNE 2021 (Amounts in million shillings)	Current Quarter 30-June-2021	Previous Quarter 31-March-2021	Current Year Cumulative 30-June-2021	Comparative Year Cumulative 30-June-2020
I. Cash flow from operating activities:				
Net (loss)/profit before tax	(403)	(948)	(1,351)	(1,927)
Adjustment for:				
- Impairment/amortisation/depreciation	343	346	689	614
- Net change in loans and advances	(5,279)	(5,766)	(11,045)	805
- Net change in deposits	6,996	5,511	12,507	(2,147)
- Net change in short term negotiable securities	-	-	-	-
- Net change in other liabilities	296	(242)	54	(16)
- Net change in other assets	100	(802)	(702)	991
- Tax paid	-	-	-	-
- Others	-	-	-	-
Net cash provided (used) by operating activities	2,054	(1,902)	152	(1,680)
II. Cash flow from investing activities:				
- Dividend received	-	-	-	-
- Purchase of fixed assets	(120)	-	(120)	(12)
- 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	(120)	-	(120)	(12)
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 (Advance towards share capital)	-	-	-	-
Net cash provided (used) by financing activities	-	-	-	-
IV. Cash and cash equivalents:				
- Net increase/(decrease) in cash and cash equivalents	1,933	(1,902)	32	(1,692)
- Cash and cash equivalents at the beginning of the quarter/year	2,958	4,859	4,485	4,274
- Cash and cash equivalents at the end of the quarter/year	4,891	2,958	4,516	2,582

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2021 (Amounts in million shillings)						
Current Year	Share Capital	Retained Earnings	Regulatory Reserve	Advance towards share capital	Total	
Balance as at the beginning of the year	30,912	(18,507)	-	-	12,405	
Profit for the year	-	(1,351)	-	-	(1,351)	
Advance towards share capital	-	-	-	5,000	5,000	
Transactions with owners	-	-	-	-	-	
Dividends Paid	-	-	-	-	-	
Others	-	-	-	-	-	
Balance as at the end of the current period	30,912	(19,858)	-	5,000	16,054	
Previous Year						
Balance as at the beginning of the year	30,912	(14,445)	-	-	16,467	
Profit for the year	-	(4,062)	-	-	(4,062)	
Advance towards share capital	-	-	-	5,000	5,000	
Transactions with owners	-	-	-	-	-	
Dividends Paid	-	-	-	-	-	
Others	-	-	-	-	-	
Balance as at the end of the previous period	30,912	(18,507)	-	5,000	17,405	



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**SELECTED EXPLANATORY NOTES
FOR THE QUARTER ENDED 30 JUNE 2021**

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>
Richard L. Makungwa (Chief Executive Officer)	 (signed)	16 July 2021
Selemani Kijori (Head of Finance)	 (signed)	16 July 2021
Patrick Mashalla (Head of Internal Audit)	 (signed)	16 July 2021

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/ Francis Ramadhani (Chairman)	 (signed)	16 July 2021
2/ Celestin Muganga (Director)	 (signed)	16 July 2021