

YETU MICROFINANCE BANK PLC

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2021**

YETU MICROFINANCE BANK PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 TZS '000	2020 TZS '000
Interest income	4	4,817,514	4,013,186
Interest expense	5	(1,012,656)	(800,676)
Net interest income		3,804,858	3,212,510
Loan impairment (charge)	12	(1,150,811)	(53,204)
Net interest income after impairment of loans		2,654,047	3,159,306
Non-interest income			
Fees & commission income	6	417,822	539,365
Other operating income	7	489,730	161,381
Net Operating Income		3,561,599	3,860,052
Operating expenses			
Employee benefits expenses	8	2,567,939	2,279,724
Depreciation and amortization expenses	14 & 15	265,887	230,534
Fees and Commission expenses		47,115	30,000
Administrative and operating expenses	9	2,106,546	1,634,180
Total operating expenses		4,987,487	4,174,438
Profit before tax		(1,425,888)	(314,386)
Income tax credit	10	300,315	259,442
Profit for the year		(1,125,573)	(54,944)
Other Comprehensive Income		-	-
Total comprehensive loss		(1,125,573)	(54,944)

Notes on page 15 to 38 form integral part of these financial statements.

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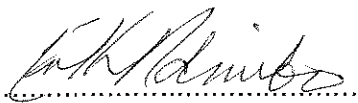
STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

	Notes	2021 TZS '000	2020 TZS '000
ASSETS			
Cash and cash equivalent	11	314,824	1,541,590
Loans and advances	12	13,630,215	15,449,608
Other assets	13	1,342,657	859,333
Property & equipment	14	567,232	530,132
Intangible assets	15	290,454	421,919
Current tax asset	18	272,835	142,835
Deferred tax asset	20	1,001,760	701,445
Total assets		17,419,977	19,646,862
Equity and Liabilities			
Liabilities			
Customer deposits	16	3,693,144	3,907,113
Other liabilities	17	277,852	176,774
Borrowings	19	6,103,966	7,000,000
Total liabilities		10,074,962	11,083,887
Shareholders' Equity			
Share capital	21	6,056,497	6,056,497
Retained earnings		(23,856)	2,439,473
Special non-distributable reserve		1,250,256	-
Other capital accounts	22	62,118	67,005
Total shareholders' equity		7,345,015	8,562,975
Total equity and liabilities		17,419,977	19,646,862

Notes on page 15 to 38 form integral part of these financial statements.

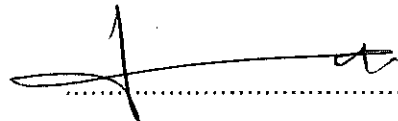
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The financial statements on pages 11 to 38 were approved by the board of directors on and signed on its behalf by:



Mr. Ernest K. Ndimbo
Chairman

Date..... 16-05-2022



Mr. Altemius Millinga
Managing Director

Date..... 16/05/2022

YETU MICROFINANCE BANK PLC

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2021

	Share capital TZS '000'	YOSEFO capital grant TZS '000'	Special Non- Distributable Reserve TZS '000'	Retained earnings TZS '000'	Total TZS '000'
Balance at 1 January 2020	6,056,497	69,693	-	2,332,349	8,458,539
Transfer to income	-	(69,693)	-	-	(69,693)
Capital grants	-	67,005	-	-	67,005
Total comprehensive loss for the year	-	-	-	(54,944)	(54,944)
Prior year adjustment	-	-	-	434,619	434,619
Dividend paid	-	-	-	(272,551)	(272,551)
Balance at 31 December 2020	6,056,497	67,005	-	2,439,473	8,562,975
Balance at 1 January 2021	6,056,497	67,005	-	2,439,473	8,562,975
Transferred to income	-	(4,887)	-	-	(4,887)
Transfer to special non-distributable reserve	-	-	1,250,256	(1,250,256)	-
Total comprehensive loss for the year	-	-	-	(1,125,573)	(1,125,573)
Prior year adjustment (Note 29)	-	-	-	(87,500)	(87,500)
Balance at 31 December 2021	6,056,497	62,118	1,250,256	(23,856)	7,345,015

Notes on page 15 to 38 form integral part of these financial statements

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YETU MICROFINANCE BANK PLC

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2021

	2021 TZS '000	2020 TZS '000
Cash flows from operating activities		
Loss before tax	(1,425,888)	(314,386)
Adjustments for:		
Prior year adjustment	(87,500)	442,003
Depreciation	265,887	230,534
Net cash flow before changes in working capital	<u>(1,247,501)</u>	<u>358,151</u>
Changes in working capital:		
Decrease in loans and advances to customers	1,819,393	261,246
Decrease/(increase) in other current assets	(483,324)	(34,561)
Increase/(decrease) in customer deposits	(213,969)	(376,431)
(Decrease)/increase in other creditors	116,321	(232,323)
Cash generated from operations before tax	<u>(9,080)</u>	<u>23,918</u>
Income tax paid	(130,000)	(150,000)
Net cash flow from operating activities	<u>(139,080)</u>	<u>(173,918)</u>
Cash flows from investing activities		
Purchase of property & equipment	(157,850)	(331,155)
Purchase of intangible	(13,671)	(201,288)
Net cash used in investing activities	<u>(171,521)</u>	<u>(532,443)</u>
Cash flows from financing activities		
Proceeds from borrowings	-	500,000
Repayment of borrowings	(896,035)	-
Utilization / deferred capital Grant	(4,887)	68,319
Dividends paid	(15,243)	(272,551)
Net cash generated from financing activities	<u>(916,165)</u>	<u>295,768</u>
Net cash flow for the period	<u>(1,226,766)</u>	<u>(410,593)</u>
Cash and cash equivalents as at 1 January	1,541,590	1,952,183
Cash and cash equivalents as at 31 December	<u>314,824</u>	<u>1,541,590</u>

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