

MWALIMU COMMERCIAL BANK PLC
PUBLICATION OF FINANCIAL STATEMENTS (Disclosures) Regulations, 2014
CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2025
 (Amounts in million shillings)

	Current Quarter 31-Dec-2025	Previous Quarter 30-Sep-2025
A. ASSETS:		
1. Cash	849	747
2. Balances with Bank of Tanzania	18,097	16,568
3. Investments in government securities	-	1,000
4. Balances with other banks and financial institutions	69	153
5. Cheques and items for clearing	1	22
6. Inter branch float items	-	-
7. Bills negotiated	-	-
8. Customers' liabilities for acceptances	-	-
9. Interbank loans receivables	8,008	6,283
10. Investment in other securities	-	-
11. Loans, advances and overdrafts (Net of allowance for probable losses)	65,914	70,871
12. Other assets	3,688	4,156
13. Equity investments	-	-
14. Underwriting accounts	-	-
15. Property, plant and equipment (net)	1,197	982
16. TOTAL ASSETS	97,822	100,783
B. LIABILITIES:		
17. Deposits from other banks and financial institutions	478	1,304
18. Customer deposits	75,095	70,050
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	726	1,567
24. Acceptances outstanding	-	-
25. Interbranch float items	4,504	10,099
26. Unearned income and other deferred charges	-	279
27. Other liabilities	-	588
28. Borrowings	-	-
29. TOTAL LIABILITIES	80,803	83,887
30. NET ASSETS/(LIABILITIES) (16 minus 29)	17,019	16,896
C. SHAREHOLDERS' FUNDS:		
31. Paid up share capital	30,912	30,912
32. Capital reserves	21	21
33. Retained Earnings	(21,283)	(21,283)
34. Profit (Loss) account	369	246
35. Others capital accounts (Advance towards share capital)	7,000	7,000
36. Minority interest	-	-
37. TOTAL SHAREHOLDERS' FUNDS	17,019	16,896
38. CONTINGENT LIABILITIES		
39. Non performing loans & advances	957	1,530
40. Allowances for probable losses	1,030	1,097
41. Other non performing assets	-	-
D. SELECTED FINANCIAL CONDITION INDICATORS		
- Shareholders' Funds to Total Assets	17.4%	16.8%
- Non Performing Loans to Total Gross Loans	1.4%	2.1%
- Gross Loans and Advances to Total Deposits	88.6%	100.9%
- Loans and Advances to Total Assets	68.4%	71.4%
- Earning Assets to Total Assets	75.6%	77.5%
- Deposits Growth	5.9%	3.1%
- Assets Growth	-2.9%	-1.4%

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2025 (Amounts in million shillings)				
	Current Quarter 31-Dec-2025	Comparative Quarter 31-Dec-2024	Current Year Cumulative 31-Dec-2025	Comparative Year Cumulative 31-Dec-2024
1. Interest income	3,039	2,688	11,843	10,383
2. Interest expense	1,817	1,291	6,591	4,973
3. Net interest income (1 minus 2)	1,223	1,397	5,252	5,410
4. Bad debts written-off	-	-	-	-
5. Impairment losses on loans and advances	174	10	399	343
6. Non-interest income:	1,719	508	4,433	2,076
6.1 Foreign currency dealings and translation gains/(loss)	24	9	70	126
6.2 Fees and commissions	1,521	456	3,937	1,753
6.3 Dividend income	-	-	-	-
6.4 Other operating income	173	43	426	198
7. Non interest expenses	2,623	1,955	8,830	6,925
7.1 Salaries and benefits	813	857	3,618	3,265
7.2 Fees and commission	126	-	126	-
7.3 Other operating expenses	1,684	1,098	5,086	3,660
8. Operating income/(loss)	144	(60)	457	218
9. Income tax provision	21	-	88	86
10. Net income/(loss) after income tax	123	(60)	369	132
11. Other Comprehensive Income	-	-	-	-
12. Total comprehensive Income/(loss) for the year	123	(60)	369	132
13. Number of employees	80	68		68
14. Basic Earnings Per Share	2	-1	7	2
15. Number of branches	2	2	2	2
SELECTED PERFORMANCE INDICATORS				
(i) Return on Average Total Assets	0.2%	-0.1%	0.5%	0.8%
(ii) Return on Average Shareholders' Funds	0.8%	-0.4%	2.3%	0.1%
(iii) Non Interest Expense to Gross Income	89.2%	102.6%	91.2%	96.9%
(iv) Net Interest Income to Average Earning Assets	1.7%	1.8%	7.1%	7.6%

CONDENSED STATEMENT OF CASH FLOW FOR THE QUARTER ENDED 31 DECEMBER 2025 (Amounts in million shillings)				
	Current Quarter 31-December-2025	Previous Quarter 30-September-2025	Current Year Cumulative 31-December-2025	Comparative Year Cumulative 31-December-2024
I. Cash flow from operating activities:				
Net (loss)/profit before tax	56	313	369	218
Adjustment for:	-	-	-	-
- Impairment/amortisation/depreciation	91	91	-	382
- Net change in loans and advances	(620)	3,732	3,112	(689)
- Net change in deposits	(3,015)	6,065	3,050	12,264
- Net change in short term negotiable securities	-	-	-	-
- Net change in other liabilities	(5,018)	(3,628)	(8,646)	(844)
- Net change in other assets	886	(2,492)	(1,606)	(1,629)
- Tax paid	67	(67)	-	(476)
- Others	-	-	-	(3,037)
Net cash provided (used) by operating activities	(7,553)	4,014	(3,721)	6,190
II. Cash flow from investing activities:				
- Dividend received	-	-	-	-
- Purchase of fixed assets	(229)	212	(17)	(769)
- 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	(229)	212	(17)	(769)
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	-	-	-	276
Net cash provided (used) by financing activities	-	-	-	276
IV. Cash and cash equivalents:				
- Net increase/(decrease) in cash and cash equivalents	(7,783)	4,226	(3,739)	5,698
- Cash and cash equivalents at the beginning of the quarter/year	17,563	13,336	17,563	4,127
- Cash and cash equivalents at the end of the quarter/year	9,780	17,563	13,824	9,824

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31 DECEMBER 2025 (Amounts in million shillings)						
Current Year	Share Capital	Retained Earnings	Advance towards share capital	Provision General reserve	Total	
Balance as at the beginning of the year	30,912	(21,283)	7,000	21	16,650	
Profit for the year	-	369	-	-	369	
Provision General reserve	-	-	-	-	-	
Other	-	-	-	-	-	
Advance towards share capital	-	-	-	-	-	
Balance as at the end of the current period	30,912	20,914	7,000	21	17,019	
Previous Year						
Balance as at the beginning of the year	30,912	(20,400)	5,000	114	15,626	
Profit for the year	-	132	-	-	132	
Additional	-	-	2,000	-	2,000	
Provision General reserve	-	93	-	93	-	
Other	-	(1,108)	-	-	1,108	
Balance as at the end of the previous period	30,912	(21,283)	7,000	21	16,650	

**SELECTED EXPLANATORY NOTES
FOR THE QUARTER ENDED 31 DECEMBER 2025**

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 Louis Makungwa (Chief Executive Officer)	..... (signed)	19 January 2026
Mussa Shabani Mwachaga (Head of Finance)	..... (signed)	19 January 2026
Lucklesia Kokusima Amanzi (Head of Internal Audit)	..... (signed)	19 January 2026

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)	19 January 2026
2/ Berthasia L. Patrick (Director)	..... (signed)	19 January 2026