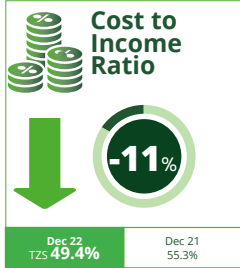
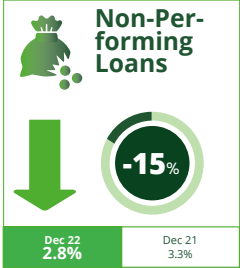
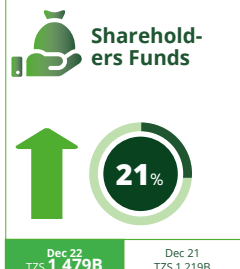
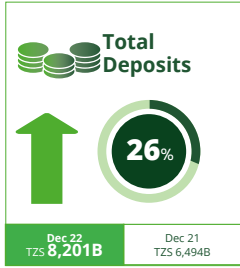
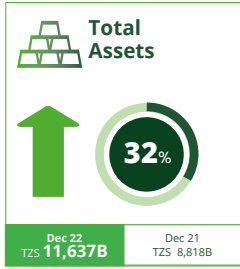
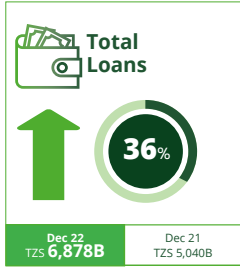
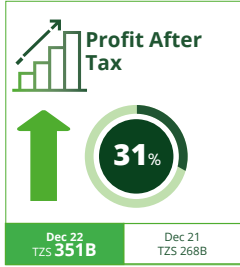


# CRDB BANK PLC

## AUDITED FINANCIAL STATEMENTS

Issued pursuant to regulations 7 and 8 of the banking and Financial Institutions (Disclosures) Regulations, 2014



| STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2022<br>(Amounts in Million Shillings) |                         |                          |                         |                          |
|---|-------------------------|--------------------------|-------------------------|--------------------------|
|   | GROUP                   |                          | BANK                    |                          |
|   | Current Year 31/12/2022 | Previous Year 31/12/2021 | Current Year 31/12/2022 | Previous Year 31/12/2021 |
| <b>A. ASSETS</b>  |                         |                          |                         |                          |
| 1. Cash   | 379,554                 | 311,717                  | 367,218                 | 304,998                  |
| 2. Balances with Bank of Tanzania   | 602,881                 | 576,980                  | 497,347                 | 564,081                  |
| 3. Investment in Government Securities  | 2,274,891               | 1,641,092                | 1,939,171               | 1,440,487                |
| 4. Balances with Other Banks and financial institutions                                     | 187,042                 | 492,467                  | 206,810                 | 442,774                  |
| 5. Cheques and items for clearing   | 1,297                   | 750                      | 2                       | 10                       |
| 6. Interbranch float items  | -                       | -                        | -                       | -                        |
| 7. Bills negotiated   | -                       | -                        | -                       | -                        |
| 8. Customers Liabilities on acceptances   | -                       | -                        | -                       | -                        |
| 9. Interbank Loans Receivables  | 505,168                 | -                        | 505,168                 | -                        |
| 10. Investment in other securities  | 18,898                  | 12,760                   | 12,612                  | 6,044                    |
| 11. Loans, Advances and Overdrafts (Net of Allowances for Probable Losses)                  | 6,877,757               | 5,040,368                | 6,707,266               | 4,903,448                |
| 12. Other Assets  | 364,271                 | 304,620                  | 367,672                 | 306,377                  |
| 13. Equity Investments  | 13,935                  | -                        | 35,505                  | 35,048                   |
| 14. Underwriting accounts   | -                       | -                        | -                       | -                        |
| 15. Property, Plant and Equipment   | 410,863                 | 423,325                  | 396,695                 | 410,522                  |
| <b>16 TOTAL ASSETS</b>  | <b>11,636,557</b>       | <b>8,817,559</b>         | <b>11,035,465</b>       | <b>8,413,799</b>         |
| <b>B. LIABILITIES</b>   |                         |                          |                         |                          |
| 17. Deposits from other banks and financial institutions                                    | 5,258                   | 11,611                   | 5,258                   | 11,611                   |
| 18. Customer deposits   | 8,142,525               | 6,434,146                | 7,619,807               | 6,098,452                |
| 19. Cash letters of credit  | -                       | -                        | -                       | -                        |
| 20. Special deposits  | 53,630                  | 48,132                   | 53,630                  | 48,132                   |
| 21. Payment orders / transfers payable  | 14,740                  | 14,083                   | 14,723                  | 14,016                   |
| 22. Bankers' cheques and drafts issued  | 1,404                   | 1,766                    | 769                     | 725                      |
| 23. Accrued taxes and expenses payable  | 58,390                  | 45,077                   | 56,884                  | 43,881                   |
| 24. Acceptances outstanding   | -                       | -                        | -                       | -                        |
| 25. Interbranch float items   | -                       | -                        | -                       | -                        |
| 26. Unearned income and other deferred charges  | 45,313                  | 43,975                   | 43,756                  | 42,940                   |
| 27. Other Liabilities   | 97,852                  | 90,651                   | 97,584                  | 90,580                   |
| 28. Borrowings  | 1,738,369               | 908,789                  | 1,714,605               | 876,535                  |
| <b>29 TOTAL LIABILITIES</b>   | <b>10,157,481</b>       | <b>7,598,231</b>         | <b>9,607,014</b>        | <b>7,226,873</b>         |
| <b>30 NET ASSETS / ( LIABILITIES )</b>  | <b>1,479,076</b>        | <b>1,219,328</b>         | <b>1,428,451</b>        | <b>1,186,926</b>         |
| <b>C. SHAREHOLDERS' FUNDS</b>   |                         |                          |                         |                          |
| 31. Paid up share capital   | 65,296                  | 65,296                   | 65,296                  | 65,296                   |
| 32. Capital Reserves  | -                       | -                        | -                       | -                        |
| 33. Retained earnings   | 845,064                 | 675,336                  | 826,349                 | 660,224                  |
| 34. Profit / (Loss) account   | 351,407                 | 268,164                  | 332,480                 | 259,618                  |
| 35. Others Capital Accounts   | 217,309                 | 210,532                  | 204,326                 | 201,789                  |
| 36. Minority Interest   | -                       | -                        | -                       | -                        |
| <b>37 TOTAL SHAREHOLDERS' FUNDS</b>   | <b>1,479,076</b>        | <b>1,219,328</b>         | <b>1,428,451</b>        | <b>1,186,926</b>         |
| 38. Contingent Liabilities  | 3,994,711               | 2,843,890                | 3,710,217               | 2,699,395                |
| 39. Non performing loans & advances   | 206,410                 | 175,090                  | 205,473                 | 174,541                  |
| 40. Allowances for probable losses  | 165,344                 | 134,894                  | 164,867                 | 134,723                  |
| 41. Other non performing assets   | -                       | -                        | -                       | -                        |
| <b>D. SELECTED FINANCIAL CONDITION INDICATORS</b>   |                         |                          |                         |                          |
| (i) Shareholders Funds to Total assets  | 12.7%                   | 13.8%                    | 12.9%                   | 14.1%                    |
| (ii) Non performing loans to Total gross loans  | 2.8%                    | 3.3%                     | 2.9%                    | 3.4%                     |
| (iii) Gross Loans and advances to Total deposits  | 85.9%                   | 79.8%                    | 89.5%                   | 82.0%                    |
| (iv) Loans and Advances to Total assets   | 59.1%                   | 57.2%                    | 60.8%                   | 58.3%                    |
| (v) Earnings Assets to Total Assets   | 84.9%                   | 81.5%                    | 85.2%                   | 80.7%                    |
| (vi) Deposits Growth  | 26.3%                   | 19.5%                    | 24.7%                   | 17.6%                    |
| (vii) Assets growth   | 32.0%                   | 23.0%                    | 31.2%                   | 21.2%                    |

| CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER 2022<br>(Amounts in Million Shillings) |                         |                          |                         |                          |
|--|-------------------------|--------------------------|-------------------------|--------------------------|
|  | GROUP                   |                          | BANK                    |                          |
|  | Current Year 31/12/2022 | Previous Year 31/12/2021 | Current Year 31/12/2022 | Previous Year 31/12/2021 |
| 1. Interest Income   | 929,554                 | 774,659                  | 882,749                 | 743,504                  |
| 2. Interest expense  | (221,452)               | (144,360)                | (211,170)               | (136,850)                |
| <b>3. Net interest income</b>  | <b>708,102</b>          | <b>630,299</b>           | <b>671,579</b>          | <b>606,654</b>           |
| 4. Bad debts written off   | -                       | -                        | -                       | -                        |
| 5. Impairment Losses on Loans and Advances   | (65,145)                | (25,635)                 | (64,385)                | (25,953)                 |
| <b>6. Non-Interest Income</b>  | <b>404,848</b>          | <b>353,874</b>           | <b>400,771</b>          | <b>352,344</b>           |
| 6.1 Foreign Currency Dealings and Translation Gain / (Loss)  | 57,557                  | 37,768                   | 54,786                  | 36,504                   |
| 6.2 Fees and Commissions   | 296,861                 | 282,167                  | 291,211                 | 277,670                  |
| 6.3 Dividend Income  | -                       | 38                       | 4,344                   | 5,171                    |
| 6.3 Other Operating Income   | 50,430                  | 33,900                   | 50,430                  | 32,999                   |
| <b>7. Non-Interest Expense</b>   | <b>(550,096)</b>        | <b>(571,171)</b>         | <b>(530,560)</b>        | <b>(555,532)</b>         |
| 7.1 Salaries and Benefits  | (300,482)               | (293,788)                | (292,363)               | (286,246)                |
| 7.2 Fees and Commissions   | (36,360)                | (60,200)                 | (35,474)                | (60,103)                 |
| 7.3 Other Operating Expenses   | (213,255)               | (217,183)                | (202,723)               | (209,184)                |
| <b>8. Operating Income/(Loss)</b>  | <b>497,709</b>          | <b>387,366</b>           | <b>477,405</b>          | <b>377,513</b>           |
| 9. Income tax provision  | (146,302)               | (119,205)                | (144,925)               | (117,896)                |
| <b>10 Net Income (Loss ) After Income Tax</b>  | <b>351,407</b>          | <b>268,161</b>           | <b>332,480</b>          | <b>259,617</b>           |
| <b>11 Other Comprehensive Income</b>   | <b>2,376</b>            | <b>(1,326)</b>           | <b>3,070</b>            | <b>(535)</b>             |
| Translation+Revaluation Reserve+Shares Traded  | 2,376                   | (1,326)                  | 3,070                   | (535)                    |
| <b>12 Total Comprehensive income/(loss)for the year</b>  | <b>353,783</b>          | <b>266,835</b>           | <b>335,550</b>          | <b>259,082</b>           |
| 13. Number of Employees  | 3,729                   | 3,650                    | 3,605                   | 3,547                    |
| 14. Basic Earnings Per Share   | 135                     | 103                      | 127                     | 99                       |
| 15. Number of Branches   | 240                     | 254                      | 236                     | 250                      |
| <b>SELECTED PERFORMANCE INDICATORS:</b>  |                         |                          |                         |                          |
| (i) Return on Average Total Assets   | 4.9%                    | 4.8%                     | 4.9%                    | 5.0%                     |
| (ii) Return on Average Shareholders' Funds   | 26.0%                   | 24.0%                    | 25.7%                   | 24.5%                    |
| (iii) Non interest Expense to Gross Income   | 49.4%                   | 55.3%                    | 49.5%                   | 55.1%                    |
| (iv) Net Interest Income to Average Earning Assets   | 8.6%                    | 9.9%                     | 8.4%                    | 9.0%                     |

### SELECTED EXPLANATORY NOTES

The above extracts are from the Financial Statements of the Bank for the year ended December 31, 2022 which have been prepared in accordance with International Financial Reporting Standards, and Companies Act, CAP 212 Act No. 12 of 2002. The Financial Statements were audited by Ernst&Young Certified Public Accountants (T) and received a clean audit report. The Financial Statements were approved by the Board of Directors and signed on their behalf by:

Dr. Ally H. Laay : Board Chairman  
Mr. Abdulmajid M. Nsekela : Group CEO & Managing Director  
Mr. Hosea E. Kashimba : Board Member  
Dated: : 28 March 2023

| STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST DECEMBER, 2022<br>(Amounts in Million Shillings) |                         |                          |                         |                          |
|---|-------------------------|--------------------------|-------------------------|--------------------------|
|   | GROUP                   |                          | BANK                    |                          |
|   | Current Year 31/12/2022 | Previous Year 31/12/2021 | Current Year 31/12/2022 | Previous Year 31/12/2021 |
| <b>I: Cash flow from operating activities:</b>  |                         |                          |                         |                          |
| Net income (Loss)   | 497,709                 | 387,366                  | 477,405                 | 377,513                  |
| Adjustment for :  |                         |                          |                         |                          |
| - Impairment / Amortization   | 147,861                 | 121,191                  | 145,795                 | 120,438                  |
| - Net change in loans and Advances  | (1,603,495)             | (1,145,226)              | (1,517,572)             | (1,097,684)              |
| - Gain / loss on Sale of Assets   | 1,712                   | (1,700)                  | 1,712                   | (799)                    |
| - Net change in Deposits  | 1,788,984               | 1,539,770                | 1,556,726               | 1,302,427                |
| - Net change in Short Term Negotiable Securities  | -                       | -                        | -                       | -                        |
| - Net change in Other Liabilities   | 29,422                  | 31,280                   | 28,554                  | 30,472                   |
| - Net change in Other Assets  | (619,884)               | (7,078)                  | (491,246)               | (10,969)                 |
| - Tax paid  | (156,050)               | (99,618)                 | (155,537)               | (98,937)                 |
| - Others (specify)  | (153,911)               | (225,997)                | (164,669)               | (82,940)                 |
| <b>Net cash provided ( used ) by operating activities</b>                                       | <b>(67,653)</b>         | <b>599,988</b>           | <b>(118,834)</b>        | <b>539,521</b>           |
| <b>II: Cash flow from investing activities:</b>   |                         |                          |                         |                          |
| Dividend Received   | -                       | 38                       | 4,344                   | 38                       |
| Purchase of Fixed Assets  | (47,496)                | (70,229)                 | (44,758)                | (69,157)                 |
| Proceeds from Sale of Fixed Assets  | 665                     | 988                      | 665                     | 567                      |
| Purchase of Non - Dealing Securities  | -                       | -                        | -                       | -                        |
| Proceeds from Sale Non - Dealing Securities   | -                       | -                        | -                       | -                        |
| Others (Intangible)   | (25,667)                | (4,449)                  | (25,496)                | (3,864)                  |
| <b>Net cash provided (used ) by investing activities</b>  | <b>(72,498)</b>         | <b>(73,652)</b>          | <b>(65,245)</b>         | <b>(72,416)</b>          |
| <b>III: Cash flow 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   | (91,928)                | (57,546)                 | (91,928)                | (57,546)                 |
| Proceeds from borrowings and subordinated debt  | 368,638                 | (101,755)                | 368,861                 | (101,326)                |
| Others (Grant received and refund)  | -                       | -                        | -                       | -                        |
| <b>Net Cash Provided (used ) by Financing activities</b>  | <b>276,710</b>          | <b>(159,301)</b>         | <b>276,932</b>          | <b>(158,872)</b>         |
| <b>IV: Cash and Cash Equivalents:</b>   |                         |                          |                         |                          |
| Net Increase/ (Decrease ) in Cash and Cash Equivalent   | 136,558                 | 367,035                  | 92,854                  | 308,233                  |
| Cash and Cash Equivalents at the Beginning of the Year  | 1,151,892               | 784,857                  | 1,081,842               | 773,609                  |
| <b>Cash and Cash Equivalents at the end of the Year</b>   | <b>1,288,450</b>        | <b>1,151,892</b>         | <b>1,174,696</b>        | <b>1,081,842</b>         |

| STATEMENTS OF CHANGES IN EQUITY AS AT 31ST DECEMBER, 2022<br>(Amounts in Million Shillings) |               |                |                   |                     |                            |               |                  |
|---|---------------|----------------|-------------------|---------------------|----------------------------|---------------|------------------|
|   | GROUP         |                |                   |                     |                            |               |                  |
|   | Share Capital | Share Premium  | Retained Earnings | Regulatory Reserves | General Provision Reserves | Others        | Total            |
| <b>Current Year - 31/12/2022</b>  |               |                |                   |                     |                            |               |                  |
| <b>Balance as at the beginning of the year</b>  | 65,296        | 158,314        | 943,500           | 756                 | -                          | 51,462        | 1,219,328        |
| Profit for the year   | -             | -              | 351,407           | -                   | -                          | -             | 351,407          |
| Other Comprehensive Income  | -             | -              | -                 | -                   | -                          | 2,376         | 2,376            |
| Transactions with owners  | -             | -              | -                 | -                   | -                          | -             | -                |
| Dividend paid   | -             | -              | (94,026)          | -                   | -                          | -             | (94,026)         |
| Regulatory Reserve  | -             | -              | (820)             | 820                 | -                          | -             | -                |
| General Provision Reserve   | -             | -              | -                 | -                   | -                          | -             | -                |
| Others  | -             | -              | (3,587)           | -                   | -                          | 3,579         | (8)              |
| <b>Balance as at the end of the current period</b>  | <b>65,296</b> | <b>158,314</b> | <b>1,196,474</b>  | <b>1,576</b>        | <b>-</b>                   | <b>57,417</b> | <b>1,479,076</b> |
| <b>Previous Year - 31/12/2021</b>   |               |                |                   |                     |                            |               |                  |
| <b>Balance as at the beginning of the year</b>  | 65,296        | 158,314        | 735,698           | 1,259               | -                          | 50,397        | 1,010,964        |
| Profit for the year   | -             | -              | 268,161           | -                   | -                          | -             | 268,161          |
| Other Comprehensive Income  | -             | -              | -                 | -                   | -                          | (1,326)       | (1,326)          |
| Transactions with owners  | -             | -              | -                 | -                   | -                          | -             | -                |
| Dividend paid   | -             | -              | (57,460)          | -                   | -                          | -             | (57,460)         |
| Regulatory Reserve  | -             | -              | (508)             | (503)               | -                          | -             | (1,011)          |
| General Provision Reserve   | -             | -              | -                 | -                   | -                          | -             | -                |
| Others  | -             | -              | (2,391)           | -                   | -                          | 2,391         | -                |
| <b>Balance as at the end of the previous period</b>   | <b>65,296</b> | <b>158,314</b> | <b>943,500</b>    | <b>756</b>          | <b>-</b>                   | <b>51,462</b> | <b>1,219,328</b> |

| STATEMENTS OF CHANGES IN EQUITY AS AT 31ST DECEMBER 2022<br>(Amounts in Million Shillings) |               |                |                   |                     |                            |               |                  |
|--|---------------|----------------|-------------------|---------------------|----------------------------|---------------|------------------|
|  | BANK          |                |                   |                     |                            |               |                  |
|  | Share Capital | Share Premium  | Retained Earnings | Regulatory Reserves | General Provision Reserves | Others        | Total            |
| <b>Current Year - 31/12/2022</b>   |               |                |                   |                     |                            |               |                  |
| <b>Balance as at the beginning of the year</b>   | 65,296        | 158,314        | 919,841           | -                   | -                          | 43,475        | 1,186,926        |
| Profit for the year  | -             | -              | 332,480           | -                   | -                          | -             | 332,480          |
| Other Comprehensive Income   | -             | -              | -                 | -                   | -                          | 3,069         | 3,069            |
| Transactions with owners   | -             | -              | -                 | -                   | -                          | -             | -                |
| Dividend paid  | -             | -              | (94,026)          | -                   | -                          | -             | (94,026)         |
| Regulatory Reserve   | -             | -              | -                 | -                   | -                          | -             | -                |
| General Provision Reserve  | -             | -              | -                 | -                   | -                          | -             | -                |
| Others   | -             | -              | -                 | -                   | -                          | (534)         | (534)            |
| <b>Balance as at the end of the current period</b>   | <b>65,296</b> | <b>158,314</b> | <b>1,158,829</b>  | <b>-</b>            | <b>-</b>                   | <b>46,011</b> | <b>1,428,449</b> |
| <b>Previous Year - 31/12/2021</b>  |               |                |                   |                     |                            |               |                  |
| <b>Balance as at the beginning of the year</b>   | 65,296        | 158,314        | 716,470           | -                   | -                          | 45,224        | 985,304          |
| Profit for the year  | -             | -              | 259,618           | -                   | -                          | -             | 259,618          |
| Other Comprehensive Income   | -             | -              | -                 | -                   | -                          | (535)         | (535)            |
| Transactions with owners   | -             | -              | -                 | -                   | -                          | -             | -                |
| Dividend paid  | -             | -              | (57,460)          | -                   | -</                        |               |                  |