CRDB BANK PLC

REPORT OF CONDITION OF BANK PURSUANT TO SECTION 32(3) OF THE BANKING AND FINANCIAL INSTITUTION ACT 2006

(Amounts in Million Shillings)

STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE, 2016	BANK Current Quarter 30/06/2016	GROUP Current Quarter 30/06/2016	BANK Previous Quarter 31/03/2016	GROUP Previous Quarter 31/03/2016
A. ASSETS				
1. Cash	193,904	197,282	216,355	218,799
2. Balances with Bank of Tanzania	528,887	529,497	497,820	497,820
3. Investment in Government Securities	802,865	846,281	752,891	799,624
4. Balances with Other Banks and financial institutions	167,878	166,599	249,704	243,595
5. Cheques and items for clearing	28,806	28,955	12,480	12,843
6. Interbranch float items	-	-	-	-
7. Bills negotiated	46	46	46	46
8. Customers Liabilities on acceptances	-	-	-	-
9. Interbank Loans Receivables	-	-	-	-
10. Investment in other securities	-	-	-	-
11. Loans, Advances and Overdrafts (Net of Allowances for Probable Losses)	3,461,699	3,500,002	3,437,153	3,512,691
12. Other Assets	158,231	162,324	151,508	160,126
13. Equity Investments	24,691	2,280	24,591	2,280
14. Underwriting accounts	-	-	-	-
15. Property, Plant and Equipment	162,428	180,857	158,075	168,601
16. TOTAL ASSETS	**5,529,436**	**5,614,124**	**5,500,623**	**5,616,426**
B. LIABILITIES				
17. Deposits from other banks and financial institutions	19,442	19,442	14,118	14,118
18. Customer deposits	3,973,481	4,038,616	3,998,266	4,057,631
19. Cash letters of credit				
20. Special deposits	32,689	32,689	23,321	23,321
21. Payment orders / transfers payable	2,851	2,851	1,026	1,026
22. Bankers' cheques and drafts issued	2,326	2,489	2,404	2,404
23. Accrued taxes and expenses payable	15,666	17,084	13,779	14,141
24. Acceptances outstanding	-	-	-	-
25. Interbranch float items	-	-	-	-
26. Unearned income and other deferred charges	30,126	32,152	29,415	31,428
27. Other Liabilities	104,626	93,885	56,859	48,304
28. Borrowings	655,192	663,306	655,592	699,419
29. TOTAL LIABILITIES	**4,836,397**	**4,902,514**	**4,794,781**	**4,891,791**
30. NET ASSETS / (LIABILITIES)	**693,038**	**711,611**	**705,842**	**724,635**
C. SHAREHOLDERS' FUNDS				
31. Paid up share capital	65,296	65,296	65,296	65,296
32. Share Premium	158,314	158,314	158,314	158,314
33. Retained earnings	302,112	313,318	360,532	371,136
34. Profit /(Loss) account	61,755	65,978	34,282	37,478
35. Others capital accounts (Regulatory + Revaluation reserve+Translation)	105,562	108,704	87,418	92,410
36. Minority Interest	-	-	-	-
37. TOTAL SHAREHOLDERS' FUNDS	**693,038**	**711,611**	**705,842**	**724,635**
38. Contingent Liabilities	755,918	757,162	814,474	815,637
39. Non performing loans & advances	403,506	405,965	395,421	396,599
40. Allowances for probable losses	122,960	123,641	101,982	102,375
41. Other non performing assets	-	-	-	-
D. SELECTED FINANCIAL CONDITION INDICATORS				
(I) Shareholders Funds to Total assets	13%	13%	13%	13%
(ii) Non performing loans to Total gross loans	11%	11%	11.1%	10.9%
(iii) Gross Loans and advances to Total deposits	90%	89%	88%	89%
(iv) Loans and Advances to Total assets	63%	62%	62%	63%
(v) Earnings assets to Total assets	80%	80%	81%	81%
(vi) Deposits growth	0%	0%	-3%	-4%
(vii) Assets growth	1%	0%	3%	4%

(Amounts in Million Shillings)

STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 30TH JUNE, 2016	BANK Current Quarter 30/06/2016	GROUP Current Quarter 30/06/2016	BANK Previous Quarter 31/03/2016	GROUP Previous Quarter 31/03/2016
I: Cash flow from operating activities:				
Net income (Loss)	44,247	45,655	53,975	58,351
Adjustment for :				
- Impairment / Amortization	28,562	30,175	28,771	29,514
- net change in loans and advances	(24,546)	12,690	(210,445)	(252,104)
- gain / loss on sale of assets	-	-	-	-
- net change in deposits	(10,093)	(4,323)	(144,685)	(151,098)
- net change in short term negotiable securities	- (0)	- (0)	- -	- -
- net change in other liabilities	51,710	15,045	275,309	322,471
- net change in other assets	(23,050)	(18,310)	8,536	6,846
- tax paid	(33,052)	(33,833)	(23,819)	(24,508)
- others (specify)	-	-	-	-
Net cash provided (used) by operating activities	**33,778**	**47,099**	**(12,358)**	**(10,528)**
II: Cash flow from investing activities:				
Dividend received	-	-	-	-
Purchase of fixed assets	(14,297)	(18,917)	(16,770)	(18,833)
Proceeds from sale of fixed assets				
Purchase of non - dealing securities	(49,974)	(46,656)	(24,582)	(26,463)
Proceeds from sale non - dealing securities	-	-	-	-
Others				
Net cash provided (used) by investing activities	**(64,270)**	**(65,574)**	**(41,352)**	**(45,296)**
III: Cash flow 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	(30,691)	(30,691)	(124)	(124)
Net change in other borrowings	-	-	-	-
Others	-	-	-	-
Net cash provided (used) by financing activities	**(30,691)**	**(30,691)**	**(124)**	**(124)**
IV: Cash and cash equivalents:				
Net increase (decrease) in cash and cash equivalent	(61,183)	(49,165)	(53,834)	(55,948)
Cash and cash equivalents at the beginning of the quarter / year	1,336,077	1,429,632	1,389,912	1,485,583
Cash and cash equivalent at the end of the Quarter / year	**1,274,893**	**1,380,467**	**1,336,077**	**1,429,632**

Signed by:

Dr. Charles S. Kimei	Managing Director
Mr. Frederick B. Nshekanabo	Director of Finance
Mr. Izengo D. Soka	Director of Internal Audit

We the undersigned Directors attest to the correctness 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 the instructions and are true and correct.

Signed by:

Mr. Juma A. Abdulrahman	Board Member
Mr. Ally H. Laay	Board Member
Date:	**27/07/2016**

(Amounts in Million Shillings)

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH JUNE, 2016	BANK Current Quarter 30/06/2016	GROUP Current Quarter 30/06/2016	BANK Comparative Quarter 30/06/2015	GROUP Comparative Quarter 30/06/2015	BANK Cumulative current year 30/06/2016	GROUP Cumulative current year 30/06/2016	BANK Comparative year 30/06/2015	GROUP Comparative year 30/06/2015
1. Interest Income	145,831	149,061	113,139	116,153	285,177	292,130	218,953	224,239
2. Interest expense	(34,148)	(35,533)	(25,372)	(26,718)	(64,840)	(67,806)	(48,537)	(51,006)
3. Net interest income	**111,683**	**113,528**	**87,767**	**89,435**	**220,337**	**224,324**	**170,416**	**173,233**
4. Bad debts written off								
5. Impairment Losses on Loans and Advances	(19,023)	(19,495)	(13,850)	(13,994)	(38,465)	(39,032)	(21,930)	(22,114)
6. Non-Interest Income	**43,199**	**44,715**	**41,786**	**44,477**	**88,467**	**93,659**	**80,177**	**84,970**
6.1 Foreign Currency Dealings and Translation Gain / (Loss)	5,649	5,993	7,142	7,796	13,929	14,687	14,574	15,618
6.2 Fees and Commissions	37,394	38,431	34,551	36,407	74,200	78,374	65,271	68,746
6.3 Dividend Income	-	-	-	-				
6.3 Other Operating Income	156	292	93	274	338	599	332	605
7. Non-Interest Expense	**(91,613)**	**(93,093)**	**(82,624)**	**(81,998)**	**(172,118)**	**(174,945)**	**(142,171)**	**(143,587)**
7.1 Salaries and Benefits	(38,220)	(42,581)	(37,445)	(40,559)	(74,592)	(83,294)	(66,373)	(72,218)
7.2 Fees and Commissions	(9,199)	(2,862)	(9,069)	(2,477)	(17,289)	(4,707)	(12,952)	(3,297)
7.3 Other Operating Expenses	(44,193)	(47,650)	(36,110)	(38,962)	(80,237)	(86,944)	(62,847)	(68,073)
8. Operating Income/(Loss)	**44,247**	**45,655**	**33,079**	**37,919**	**98,221**	**104,006**	**86,492**	**92,502**
9. Income tax provision	(16,774)	(17,155)	(9,924)	(10,646)	(36,466)	(38,028)	(25,948)	(27,381)
10. Net income (Loss) after income Tax	**27,473**	**28,500**	**23,156**	**27,273**	**61,755**	**65,978**	**60,544**	**65,121**
11. Number of Employees	2,428	2,752	2,385	2,619	2,428	2,752	2,385	2,619
12. Basic Earnings Per Share	11	11	11	13	24	25	28	30
13. Diluted Earnings Per Share	11	11	11	13	24	25	28	30
14. Number of Branches	176	237	120	124	176	237	120	124
SELECTED PERFORMANCE INDICATORS								
(I) Return on Average Total Assets	3.4%	3.4%	3.0%	3.4%	3.8%	3.9%	3.9%	4.1%
(ii) Return on Average Shareholders' Funds	18.8%	19.0%	22%	25%	21%	22%	28%	30%
(iii) Non interest Expense to Gross Income	59%	59%	64%	61%	56%	55%	57%	56%
(iv) Net Interest Income to Average Earning Assets	5%	5%	9%	9%	10%	10%	9%	9%

OTHER DISCLOSURES:

The Bank got no penalty or sanction during the quarter ended 30th June, 2016.

MINIMUM DISCLOSURE OF BANK CHARGES AND FEES (2016)

TRANSACTION	AMOUNT (TZS) SAVINGS ACCOUNT	CURRENT ACCOUNT
Required minimum opening balance	20,000	100,000
Transaction fees	FREE	FREE
Monthly service fee	1,500	12,500
Electronic statement	FREE	FREE
Interim statement - up to 12 past months	10,000	10,000
- Above 12 past months	25,000	25,000
Withdrawal charges	2,200	3,000
Bulk cash withdrawal without notice (Amount above TZS 5 Million)	0.1% max 150,000	
Cash deposit charge	FREE	FREE
Issuance of TemboCard	FREE	
Closing account	5,000	20,000
Periodic schedule statement	FREE	FREE
Bank draft		30,000
Bank draft cancellation charge		20,000
Cheque book (per leaf)		350
Dishonoured cheque		1% min 150,000 max 300,000
Cash payment to 3rd party (if there is no cheque list)		2,000
Bulk cash deposit (for small denomination)		0.2% min 2,000
Bulk cash withdraw (Amount above TZS 20 Million)		0.1% Max 150,000
Stop payment order (for already issued cheque)		1% min 50,000, max 300,000
Standing orders (within the same bank)		4,000
Standing orders (to other bank)		15,000
Certificate of balance		50,000
Salary handling		3,000
School fees deposits (only for schools without arrangement)		1,000
TRA collection		FREE

EFT	AMOUNT (TZS)
Outward transfers	0.25% min 15,000 max 50,000
Inward transfers	4,000

TISS	
Outward transfers	10,000
Inward transfers	FREE

ATM TRANSACTION	
(a) International cards	
Issue of TemboCard	FREE
Replacement of TemboCard (faulty)	20,000
Replacement of TemboCard (lost)	20,000
(b) ATM Withdrawals	
Within the same bank (on us)	800
To other banks ATM (on others)	3,000
ATM ministatement	300
Bills payment through ATM	200

SIMBANKING	
Balance inquiry	250
Transfer to own account	250
Transfer to third party	600
Cardless	1,000
Mini statement	250

INTERNET BANKING	
Balance inquiry	FREE
Payments	FREE
Fund transfer to own and third party	750

RATES	
Deposits up to TZS 1 Billion	
3 Months	2% - 4.5%
6 Months	3% - 5.5%
9 Months	3.5% - 6.5%
12 Months	4% - 7.5%
24 Months	6% - 8.0%
Deposits above TZS 1 Billion	Contact CRDB Bank Branches
Prime lending rate (declining)	TZS 19% USD 8%