

MAENDELEO BANK PLC

AUDITED FINANCIAL STATEMENTS

Report of Condition of bank published pursuant to section 32(3) of the Banking and Financial Institution Act, 2006

MAENDELEO BANK PLC			
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2019			
(AMOUNT IN TSH'000')			
	2019	2018	
A. ASSETS			
1 Cash	1,294,979	1,824,957	
2 Balances with Bank of Tanzania	6,862,864	6,037,522	
3 Investment in Government Securities	6,207,183	3,702,618	
4 Balances with Other Banks and financial Institution	300,534	747,597	
5 Cheques and Items for Clearing	310,872	287,344	
6 Interbranch Float items			
7 Bills Negotiated			
8 Customers' Liabilities on Acceptances			
9 Interbank Loan Receivables	6,395,065	7,496,192	
10 Investments In other Securities	-	-	
11 Loans, Advances and Overdrafts (Net of Allowances)	47,968,864	41,831,038	
12 Other Assets	4,176,425	2,880,451	
13 Equity Investments			
14 Underwritings accounts			
15 Property, Plant and Equipment	2,627,066	1,713,555	
16 TOTAL ASSETS	76,143,851	66,521,274	
B. LIABILITIES			
17 Deposits from Other Banks and Financial Financial Institution	1,250,000	5,550,000	
18 Customers Deposits	53,402,181	42,561,068	
19 Cash Letters of Credit			
20 Special Deposits			
21 Payment orders/Transfer payables			
22 Bankers Cheques and Drafts Issued			
23 Accrued Taxes and Expenses payable	318,876	261,423	
24 Acceptances Outstanding			
25 Interbranch Float items			
26 Unearned income and other deferred charges			
27 Other Liabilities	2,092,957	406,284	
28 Borrowings	5,412,178	4,000,000	
29 TOTAL LIABILITIES	62,476,192	52,778,775	
30 NET ASSETS/(LIABILITIES) (15 MINUS 29)	13,667,659	13,742,499	
C. SHAREHOLDERS' FUNDS			
31 Paid up Share Capital	12,033,629	7,350,962	
32 Regulatory Reserves	640,916	228,827	
33 General Reserves		301,496	
34 Retained Earnings	250,018	(37,039)	
35 Profit (Loss) Account	231,131	793,341	
36 Other Capital accounts	511,965	5,104,912	
37 Minority Interest			
38 TOTAL SHAREHOLDERS' FUNDS	13,667,659	13,742,499	
39 Contingent Liabilities			
40 Non-Performing Loans and Advances	3,111,100	1,823,584	
41 Allowances for Probable Losses	1,540,106	1,961,685	
42 Other Non-Performing assets			
D. FINANCIAL CONDITION INDICATORS			
(i) Shareholders Funds to total assets (%)	18%	21%	
(ii) Non Performing loans to Total gross Loans (%)	7%	5%	
(iii) Gross Loans and Advances to Total Deposits (%)	91%	91%	
(iv) Loans and Advances to Total Assets (%)	63%	63%	
(v) Earning Assets to Total Assets	80%	80%	
(vi) Deposits Growth	14%	-8%	
(vii) Assets Growth	14%	2%	

MAENDELEO BANK PLC			
FOR THE YEAR ENDED 31ST DECEMBER, 2019			
(AMOUNT IN TSH'000')			
	2019	2018	
1 Interest Income	8,837,698	9,276,822	
2 Interest Expenses	(3,592,985)	(3,189,726)	
3 Net Interest Income (1 minus 2)	5,244,713	6,087,096	
4 Bad debts written off	(60,253)		
5 Impairment Losses on Loans and Advances	(604,799)	(837,503)	
6 Non - Interest Income	1,582,159	1,128,808	
6.1 Foreign Currency Dealings and Translation Gains/Loss	64,711	(45,472)	
6.2 Fees and Commissions	1,517,448	1,174,280	
6.3 Dividend Income			
6.4 Other Operating Income			
7 Non - Interest Expenses:	(5,730,958)	(5,698,179)	
7.1 Salaries and Benefits	(2,612,054)	(2,632,571)	
7.2 Fees and Commissions	(22,878)	(49,373)	
7.3 Other Operating Expenses	(3,096,026)	(3,016,235)	
7.4 Other Provision			
8 Operating Income/(Loss)	430,862	680,221	
9 Income Tax Provision	(199,731)	113,120	
10 Net income (loss) after Income Tax	231,131	793,341	
11 Number of Employees	80	75	
12 Basic Earnings Per Share	9.92	34.3	
13 Diluted Earnings Per Share	9.92	34.3	
14 Number of Branches	3	3	
PERFORMANCE INDICATORS			
(i) Return on Average Total Assets	0.6%	1.2%	
(ii) Return on Average Shareholders' Funds	1.7%	6.4%	
(iii) Non Interest Expenses to Gross Income	55%	55%	
(iv) Net Interest Income to Average Earning Assets	9%	11%	

CASHFLOW STATEMENT			
STATEMENT OF CASHFLOW			
FOR THE YEAR ENDED 31ST DECEMBER, 2019			
(AMOUNT IN TSH'000')			
	2019	2018	
I Cash flow from operating activities			
Net Income (Loss)	430,862	680,222	
Adjustment for:			
-Depreciation/Armortization	635,334	441,868	
-Impairment charge/(release)	1,214,360	895,895	
-Net change in Loans and advances	(7,309,520)	(507,249)	
-Gain/Loss on Sale of Assets			
-Net change in Deposits	6,292,007	(4,634,333)	
-Net change in Short term negotiable securities			
-Net change in Other Liabilities	1,155,432	(1,365,022)	
-Net change in Other Assets	(1,656,228)	(12,432)	
-Tax paid	(77,666)	(428,022)	
-Others (Provisions)			
Net cash provided (used) by operating activities	684,581	(4,929,073)	
II Cash flow from Investment activities			
Dividend Received			
Purchase of fixed assets	(345,402)	(457,085)	
Investment Securities Held to Maturity	(2,169,847)	(3,480,568)	
Proceeds from Sale of Fixed Assets			
Purchase of non-dealing securities			
Proceeds from sale of non-dealing securities			
Others(Specify)			
Net cash provided (used) by investing activities	(2,515,249)	(3,937,653)	
III Cash flow from financing activities			
Repayment of long-term debt interest	(358,252)		
Proceeds from issuance of long term debt			
Proceeds from issuance of share capital	115,682	1,832,059	
Payment of cash dividends			
Net change in other borrowings	1,753,278	4,000,000	
Others (lease liability) Long term financing	(270,781)		
Net cash provided (used) by financing activities	1,239,927	5,832,059	
IV Cash and Cash Equivalents:			
Net increase/(decrease) in cash and cash equivalent	(590,741)	(3,034,667)	
Cash and Cash Equivalents at the beginning of the period	11,204,322	14,238,989	
Cash and Cash Equivalents at the end of the period	10,613,581	11,204,322	

The above extracts are from the financial statements of the bank for the year ended 31st December 2019, which have been prepared in accordance with International Financial Reporting Standards(IFRS).The Financial statements were audited by .ERNEST & YOUNG Certified Public Accountants and received a clean report. The financial statements were approved by Board of Directors on 27.3.2020 and Signed on behalf by:

SIGNED BY:

Mr. Amulike Ngeliama
Mr. Naftal Nsemwa
Mr. Ibrahim Mwangalaba

Board Chairman 31.03.2020
Director 31.03.2020
Managing Director 31.03.2020