MAENDELEO BANK PLC

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

BALANCE SHEET AS AT 31ST DECEMBER 2016

(AMOUNT IN MILLIONS OF SHILLINGS)

		AS AT 31ST DECEMBER 2016	AS AT 30TH SEPTEMBER 2016
A.	**ASSETS**		
1	Cash	927	1,071
2	Balances with Bank of Tanzania	4,375	4,604
3	Investment in Government Securities	-	437
4	Balances with Other Banks and financial Institution	708	1,133
5	Cheques and Items for Clearing	412	357
6	Interbranch Float items	1	-
7	Bills Negotiated	-	-
8	Customers' Liabilities on Acceptances	-	-
9	Interbank Loan Receivables	7,277	10,981
10	Investments In other Securities	-	-
11	Loans, Advances and Overdrafts (Net of Allowances)	25,371	25,056
12	Other Assets	1,844	1,400
13	Equity Investments	-	-
14	Underwrittings accounts	-	-
15	Property,Plant and Equipment	1,242	1,183
16	**TOTAL ASSETS**	**42,158**	**45,891**
B.	**LIABILITIES**		
17	Deposits from Other Banks and Financial Financial Institution	3,300	-
18	Customers Deposits	29,853	38,321
19	Cash Letters of Credit	-	-
20	Special Deposits	-	-
21	Payment orders/Transfer payables	-	-
22	Bankers Cheques and Drafts Issued	11	11
23	Accrued Taxes and Expenses payable	893	16
24	Acceptances Outstandng	-	-
25	Interbranch Float items	-	-
26	Unearned income and other deffered charges	-	-
27	Other Liabilities	240	126
28	Borrowings	-	-
29	**TOTAL LIABILITIES**	**34,298**	**38,474**
30	**NET ASSETS/(LIABILITIES) (16 MINUS 29)**	**7,860**	**7,417**
C.	**SHAREHOLDERS' FUNDS**		
31	Paid up Share Capital	7,354	7,354
32	Capital Reserves	301	262
33	Retained Earnings	(937)	(937)
34	Profit (Loss) Account	1,142	738
35	Other Capital account	-	-
36	Minority Interest	-	-
33	**TOTAL SHAREHOLDERS' FUNDS**	**7,860**	**7,417**
34	Contingent Liabilities	-	0
35	Non-Performing Loans and Advances	976	605
36	Allowances for Probable Losses	791	301
37	Other Non-Performing assets	-	-
D	**FINANCIAL CONDITION INDICATORS**		
(i)	Shareholders Funds to total assets (%)	19%	16%
(ii)	Non Performing loans to Total gross Loans (%)	3.8%	2.4%
(iii)	Gross Loans and Advances to Total Deposits (%)	79%	66%
(iv)	Loans and Advances to Total Assets (%)	60%	55%
(v)	Earning Assets to Total Assets	79%	79%
(vi)	Deposits Growth	-13%	-4.1%
(vii)	Assets Growth	-8%	-3.5%

INCOME STATEMENT

FOR THE PERIOD ENDED 31ST DECEMBER 2016

(AMOUNT IN MILLIONS OF SHILLINGS)

		CURRENT QUARTER 31ST DECEMBER 2016	COMPARATIVE QUARTER (Previous Year) 31ST DECEMBER 2015	CURRENT YEAR CUMULATIVE 31ST DECEMBER 2016	PREVIOUS YEAR CUMULATIVE 31ST DECEMBER 2015
1	Interest Income	1,738	1,793	7,237	5,590
2	Interest Expenses	(318)	(1,023)	(3,094)	(2,922)
3	**Net Interest Income (1 minus 2)**	**1,420**	**770**	**4,143**	**2,668**
4	Bad debts written off	-	-	-	-
5	Impairment Losses on Loans and Advances	(213)	(102)	(412)	(352)
6	**Non - Interest Income**	**257**	**241**	**1,042**	**877**
	6.1 Foreign Currency Dealings and Translation Gains/Loss	11	2	38	(15)
	6.2 Fees and Commissions	186	185	944	890
	6.3 Dividend Income	-	-	-	-
	6.4 Other Operating Income	60	54	60	2
7	**Non - Interest Expenses:**	**1,027**	**795**	**3,434**	**3,015**
	7.1 Salaries and Benefits	(348)	(292)	(1,276)	(1,038)
	7.2 Fees and Commissions	(2)	(15)	(2)	(38)
	7.3 Other Operating Expenses	(677)	(488)	(2,156)	(1,939)
	7.4 Other Provision	-	-	-	-
8	**Operating Income/(Loss)**	**437**	**115**	**1,339**	**178**
9	Income Tax Provision	(33)	(79)	(197)	-
10	**Net income (loss) after Income Tax**	**404**	**36**	**1,142**	**178**
11	**Number of Employees**	**53**	**30**	**53**	**30**
12	Basic Earnings Per Share	28	4	78	58
13	Diluted Earnings Per Share	28	4	78	58
14	**Number of Branches**	**2**	**1**	**2**	**1**
	PERFORMANCE INDICATORS				
(i)	Return on Average Total Assets	1%	0%	3%	0.3%
(ii)	Return on Average Shareholders' Funds	6%	1%	18%	4%
(iii)	Non Interest Expenses to Gross Income	51%	39%	41%	13%
(iv)	Net Interest Income to Average Earning Assets	4%	2%	2%	5%

CASHFLOW STATEMENT

FOR THE PERIOD ENDED 31ST DECEMBER 2016

(AMOUNT IN MILLIONS OF SHILLINGS)

		CURRENT QUARTER ENDED 31ST DECEMBER 2016	CURRENT QUARTER ENDED 30TH SEPT. 2016
I	**Cash flow from operating activities**		
	Net Income (Loss)	404	121
	Adjustment for:		
	-Impairment/Armortization	0	-
	-Depreciation and Armotization	5	68
	-Prior Period Adjustment	0	0
	-Net change in Loans and advances	(315)	(2,708)
	-Gain/Loss on Sale of Assets	0	0
	-Net change in Deposits	(5,167)	(1,566)
	-Net change in Short term negotiable securities	3,704	5,279
	-Net Change in Other Liabilities	114	(5)
	-Net change in Other Assets	(444)	(524)
	-Tax paid	(33)	(16)
	-Others (Provisions)	0	0
	Net cash provided (used) by operating activities	**(1,732)**	**649**
II	**Cash flow from Investment activities**		
	Dividend Received	0	0
	Purchase of fixed assets	(625)	(133)
	Proceeds from Sale of Fixed Assets	0	0
	Purchase of non-dealing securities	(0)	(0)
	Proceeds from sale of non-dealing securities	0	0
	Others(Specify)	0	0
	Net cash provided (used) by investing activities	**(625)**	**(133)**
III	**Cash flow from financing activities**		
	Repayment of long-term debt	0	0
	Proceeds from issuance of long term debt	0	0
	Proceeds from issuance of share capital	0	0
	Payment of cash dividends	0	0
	Net change in other borrowings	0	(13)
	Others (specify) Long term financing	0	0
	Net cash provided (used) by financing activities	**0**	**(13)**
IV	**Cash and Cash Equivalents:**		
	Net increase/(decrease) in cash and cash equivalent	(2,357)	502
	Cash and Cash Equivalents at the beginning of the period	16,057	15,555
	Cash and Cash Equivalents at the end of the period	**13,700**	**16,057**

SIGNED BY:

Mr. Ibrahim Mwangalaba	Managing Director	January, 2017
Mr. Peter Tarimo	Head of Finance	January, 2017
Mr. Silvan Makole	Ag.Head of Internal Auditor	January, 2017

1 We, the undersigned non-executive members of the board of 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 instructions and are true and correct.

2 Figures in the brackets indicate negative value.

SIGNED BY:

Mr. Amulike Ngeliama	Chairman	January, 2017
Mr. Naftal M. Nsemwa	Director	January, 2017