

MWALIMU COMMERCIAL BANK PLC
PUBLICATION OF FINANCIAL STATEMENTS

Issued pursuant to regulation 7 of the Banking and Financial Institutions (Disclosures) Regulations, 2014

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023

Current Quarter

Previous Quarter

(Amounts in million shillings)

31-March-2023

31-December-2022

A. ASSETS:		
1. Cash	637	316
2. Balances with Bank of Tanzania	11,672	9,056
3. Investments in government securities	-	-
4. Balances with other banks and financial institutions	13	18
5. Cheques and Items for clearing	8	41
6. Inter branch float items	-	-
7. Bills negotiated	-	-
8. Customers' liabilities for acceptances	-	-
9. Interbank loans receivables	7,348	5,266
10. Investment in other securities	-	-
11. Loans, advances and overdrafts (Net of allowance for probable losses)	62,833	64,356
12. Other assets	3,516	3,219
13. Equity investments	-	-
14. Underwriting accounts	-	-
15. Property, plant and equipment (net)	812	842
16. TOTAL ASSETS	86,839	83,114
B. LIABILITIES:		
17. Deposits from other banks and financial institutions	6,538	3,500
18. Customer deposits	61,207	60,179
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	1,133	951
24. Acceptances outstanding	-	-
25. Interbranch float items	495	1,265
26. Unearned income and other deferred charges	162	-
27. Other liabilities	1,437	1,406
28. Borrowings	-	-
29. TOTAL LIABILITIES	70,972	67,301
30. NET ASSETS/(LIABILITIES) (16 minus 29)	15,867	15,813
C. SHAREHOLDERS' FUNDS:		
31. Paid up share capital	30,912	30,912
32. Capital reserves	-	-
33. Retained Earnings	(20,195)	(20,180)
34. Profit (Loss) account	150	81
35. Others capital accounts (Advance towards share capital)	5,000	5,000
36. Minority interest	-	-
37. TOTAL SHAREHOLDERS' FUNDS	15,867	15,813
38. CONTINGENT LIABILITIES		
39. Non performing loans & advances	714	581
40. Allowances for probable losses	(461)	(427)
41. Other non performing assets	-	-
D. SELECTED FINANCIAL CONDITION INDICATORS		
- Shareholders' Funds to Total Assets	18.3%	19.0%
- Non Performing Loans to Total Gross Loans	1.1%	0.9%
- Gross Loans and Advances to Total Deposits	92.1%	100.4%
- Loans and Advances to Total Assets	71.8%	76.9%
- Earning Assets to Total Assets	80.8%	83.8%
- Deposits Growth	6.4%	6.0%
- Assets Growth	4.5%	4.3%

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2023 (Amounts in million shillings)	Current Quarter 31-March-2023	Comparative Quarter 31-March-2022	Current Year Cumulative 31-March-2023	Comparative Year Cumulative 31-March-2022
1. Interest income	2,670	1,753	2,670	1,753
2. Interest expense	1,002	664	1,002	664
3. Net Interest income (1 minus 2)	1,668	1,089	1,668	1,089
4. Bad debts written-off	-	-	-	-
5. Impairment losses on loans and advances	79	-	79	-
6. Non- interest income:	382	493	382	493
6.1 Foreign currency dealings and translation gains/(loss)	-	2	-	2
6.2 Fees and commissions	337	446	337	446
6.3 Dividend income	-	-	-	-
6.4 Other operating income	45	45	45	45
7. Non interest expenses	1,821	1,677	1,821	1,677
7.1 Salaries and benefits	806	775	806	775
7.2 Fees and commission	-	-	-	-
7.3 Other operating expenses	1,015	902	1,015	902
8. Operating income/(loss)	150	(95)	150	(95)
9. Income tax provision	-	-	-	-
10. Net income/(loss) after income tax	150	(95)	150	(95)
11. Other Comprehensive Income				
12. Total comprehensive Income/(loss) for the year	150	(95)	150	(95)
13. Number of employees	58	59	58	59
14. Basic Earnings Per Share	2	-2	2.42	-2
15. Number of branches	2	2	2	2
SELECTED PERFORMANCE INDICATORS				
(i) Return on Average Total Assets	0.2%	-0.2%	0.2%	-0.2%
(ii) Return on Average Shareholders' Funds	0.9%	-0.6%	0.9%	-0.6%
(iii) Non Interest Expense to Gross Income	88.8%	106.0%	88.8%	106.0%
(iv) Net Interest Income to Average Earning Assets	2.4%	1.9%	2.4%	1.9%

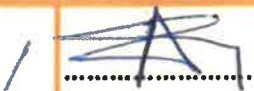


CONDENSED STATEMENT OF CASH FLOW FOR THE QUARTER ENDED 31 MARCH 2023 (Amounts in million shillings)	Current Quarter 31-March-2023	Previous Quarter 31-December-2022	Current Year Cumulative 31-March 2023	Comparative Year Cumulative 31-March-2022
I. Cash flow from operating activities:				
Net (loss)profit before tax	150	(95)	150	(95)
Adjustment for:	-	-	-	-
- Impairment/amortisation/depreciation	313	251	313	251
- Net change in loans and advances	(559)	(11,432)	(559)	(11,432)
- Net change in deposits	4,066	9,742	4,066	9,742
- Net change in short term negotiable securities	-	-	-	-
- Net change in other liabilities	(395)	69	(395)	69
- Net change in other assets	(553)	(219)	(553)	(219)
- Tax paid	-	-	-	-
- Others	(96)	-	(96)	-
Net cash provided (used) by operating activities	2,926	(1,684)	2,926	(1,684)
II. Cash flow from investing activities:				
- Dividend received	-	-	-	-
- Purchase of fixed assets	(27)	(197)	(27)	(197)
- 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	(27)	(197)	(27)	(197)
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	-	-	-	-
Net cash provided (used) by financing activities	-	-	-	-
IV. Cash and cash equivalents:				
- Net increase/(decrease) in cash and cash equivalents	2,899	(1,882)	2,899	(1,882)
- Cash and cash equivalents at the beginning of the quarter/year	4,169	6,051	4,169	6,051
- Cash and cash equivalents at the end of the quarter/year	7,068	4,169	7,068	4,169

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31				
MARCH 2023 (Amounts in million shillings)				
	Share Capital	Retained Earnings	Advance towards share capital	Total
Current Year				
Balance as at the beginning of the year	30,912	(20,099)	5,000	15,813
Profit for the year	-	150	-	150
Others	-	(96)	-	96
Balance as at the end of the current period	30,912	(20,045)	5,000	15,867
Previous Year				
Balance as at the beginning of the year	30,912	(20,180)	5,000	15,732
Profit for the year	-	81	-	81
Balance as at the end of the previous period	30,912	(20,099)	5,000	15,813

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**SELECTED EXPLANATORY NOTES
FOR THE QUARTER ENDED 31 MARCH 2023**

In preparation of the quarterly financial statements, consistent accounting policies have been used as those applicable to the previous year audited financial statements

<i>Name and Title</i>	<i>Signature</i>	<i>Date</i>
Richard L. Makungwa (Chief Executive Officer)	 (signed)	27 April 2023
Selemani Kijori (Head of Finance)	 (signed)	27 April 2023
Patrick Mashalla (Head of Internal Audit)	 (signed)	27 April 2023

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.

<i>Name</i>	<i>Signature</i>	<i>Date</i>
1/ Francis Ramadhani (Chairman)	<i>F. C. Ramadhani</i> (signed)	27 April 2023
2/ Enna V. Mwakipesile (Director)	 (signed)	27 April 2023