CRDB BANK PLC

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

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER, 2019 (Amounts in Million Shillings)

		GROUP		BANK	
		Current Qtr 30/09/2019	Previous Qtr 30/06/2019	Current Qtr 30/09/2019	Previous Qtr 30/06/2019
A.	**ASSETS**				
1.	Cash	318,226	279,857	309,832	272,465
2.	Balances with Bank of Tanzania	418,693	633,584	408,370	626,858
3	Investment in Government Securities	1,267,554	1,316,573	1,175,218	1,242,976
4	Balances with Other Banks and financial institutions	293,022	309,777	306,044	327,830
5	Cheques and items for clearing	16,864	21,266	14,693	16,534
6	Interbranch float items	-	-	-	-
7	Bills negotiated	3	46	3	46
8	Customers Liabilities on acceptances	-	-	-	-
9	Interbank Loans Receivables	-	-	-	-
10	Investment in other securities	4,500	3,500	4,500	3,500
11	Loans, Advances and Overdrafts (Net of Allowances for Probable Losses)	3,256,291	3,177,815	3,192,758	3,120,405
12	Other Assets	305,450	328,125	302,236	317,147
13	Equity Investments	7,766	7,053	30,052	29,339
14	Underwriting accounts	-	-	-	-
15	Property, Plant and Equipment	334,958	302,245	323,147	290,089
16	**TOTAL ASSETS**	**6,223,326**	**6,379,842**	**6,066,854**	**6,247,190**
B.	**LIABILITIES**				
17	Deposits from other banks and financial institutions	12,872	1,870	12,872	1,870
18	Customer deposits	4,807,683	4,953,103	4,677,868	4,838,509
19	Cash letters of credit	-	-	-	-
20	Special deposits	42,280	35,528	41,744	35,528
21	Payment orders / transfers payable	880	5,556	880	5,556
22	Bankers' cheques and drafts issued	1,498	2,008	968	821
23	Accrued taxes and expenses payable	48,189	40,023	46,679	39,151
24	Acceptances outstanding	-	-	-	-
25	Interbranch float items	-	-	-	-
26	Unearned income and other deferred charges	27,354	26,760	26,522	25,923
27	Other Liabilities	95,764	81,470	103,886	83,154
28	Borrowings	351,066	440,078	341,648	439,822
29	**TOTAL LIABILITIES**	**5,387,586**	**5,586,395**	**5,253,068**	**5,470,335**
30	**NET ASSETS / (LIABILITIES)**	**835,741**	**793,447**	**813,786**	**776,855**
C.	**SHAREHOLDERS' FUNDS**				
31	Paid up share capital	65,296	65,296	65,296	65,296
32	Capital Reserves	-	-	-	-
33	Retained earnings	501,068	467,525	484,291	452,602
34	Profit /(Loss) account	92,166	61,084	92,301	63,279
35	Others Capital Accounts	177,211	199,542	171,898	195,677
36	Minority Interest	-	-	-	-
37	**TOTAL SHAREHOLDERS' FUNDS**	**835,741**	**793,447**	**813,786**	**776,855**
38	Contingent Liabilities	1,708,196	1,665,183	1,695,674	1,650,793
39	Non performing loans & advances	269,330	308,684	268,219	308,263
40	Allowances for probable losses	202,297	227,064	202,175	226,476
41	Other non performing assets	-	-	-	-
D.	SELECTED FINANCIAL CONDITION INDICATORS				
(i)	Shareholders Funds to Total assets	13.4%	12.4%	13.4%	12.4%
(ii)	Non performing loans to Total gross loans	7.5%	8.7%	7.6%	8.8%
(iii)	Gross Loans and advances to Total deposits	71.7%	68.9%	72.4%	69.3%
(iv)	Loans and Advances to Total assets	52.3%	49.8%	52.6%	49.9%
(v)	Earnings Assets to Total Assets	77.5%	75.4%	77.1%	75.1%
(vi)	Deposits Growth	-2.8%	14.5%	-3.2%	14.7%
(vii	Assets growth	-2.5%	7.5%	-2.9%	7.6%

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30TH SEPTEMBER, 2019 (Amounts in Million Shillings)

		Group		Bank		Group		Bank	
		Current Qtr 30/09/2019	Comparative Qtr 30/09/2018	Current Qtr 30/09/2019	Comparative Qtr 30/09/2018	Current Year Cumulative 30/09/2019	Previous Year Cumulative 30/09/2018	Current Year Cumulative 30/09/2019	Previous Year Cumulative 30/09/2018
1.	Interest Income	162,252	154,873	156,170	149,377	477,630	431,754	460,260	417,545
2.	Interest expense	(30,366)	(33,584)	(28,172)	(31,091)	(87,964)	(112,147)	(81,164)	(106,089)
3.	**Net interest income**	**131,885**	**121,289**	**127,999**	**118,286**	**389,667**	**319,607**	**379,096**	**311,457**
4.	Bad debts written off	-	-	-	-	-	-	-	-
5.	Impairment Losses on Loans and Advances	(23,816)	(21,927)	(23,607)	(21,772)	(74,841)	(82,842)	(74,654)	(82,568)
6.	**Non-Interest Income**	**67,427**	**51,766**	**61,946**	**48,871**	**187,392**	**165,574**	**183,361**	**156,867**
	6.1 Foreign Currency Dealings and Translation Gain / (Loss)	8,538	6,789	7,658	6,682	29,893	21,731	28,959	21,211
	6.2 Fees and Commissions	55,134	44,559	50,533	41,875	150,732	130,411	141,136	122,425
	6.3 Dividend Income	-	-	-	-	-	-	6,500	-
	6.3 Other Operating Income	3,756	418	3,756	315	6,767	13,432	6,767	13,232
7.	**Non-Interest Expense**	**(130,401)**	**(118,756)**	**(124,879)**	**(114,328)**	**(370,472)**	**(326,122)**	**(355,944)**	**(308,161)**
	7.1 Salaries and Benefits	(62,205)	(54,875)	(60,064)	(50,864)	(186,169)	(154,771)	(180,024)	(143,643)
	7.2 Fees and Commissions	(9,079)	(6,594)	(8,066)	(9,051)	(22,725)	(14,376)	(20,526)	(15,922)
	7.3 Other Operating Expenses	(59,116)	(57,287)	(56,749)	(54,413)	(161,578)	(156,974)	(155,394)	(148,597)
8.	**Operating Income/(Loss)**	**45,097**	**32,372**	**41,459**	**31,057**	**131,745**	**76,217**	**131,858**	**77,595**
9	Income tax provision	(14,015)	(9,444)	(12,438)	(9,317)	(39,580)	(23,960)	(39,557)	(23,278)
10	**Net Income (Loss) After Income Tax**	**31,082**	**22,928**	**29,021**	**21,740**	**92,166**	**52,257**	**92,301**	**54,316**
11	**Other Comprehensive Income**	**9,827**	**(5,920)**	**7,910**	**(6,228)**	**(10,867)**	**15,100**	**(11,019)**	**15,016**
	Translation+Revaluation Reserve+Shares Traded	9,827	(5,920)	7,910	(6,228)	(10,867)	15,100	(11,019)	15,016
12	**Total Comprehensive income/(loss)for the year**	**40,908**	**17,008**	**36,931**	**15,512**	**81,299**	**67,357**	**81,281**	**69,332**
13	Number of Employees	3,393	3,112	3,277	2,876	3,393	3,112	3,277	2,876
14	Basic Earnings Per Share	11.9	8.8	11.1	8.3	35.3	20.0	35.3	20.8
15	Number of Branches	240	234	237	231	240	234	237	231
	SELECTED PERFORMANCE INDICATORS:								
	(i)Return on Average Total Assets	2.9%	2.2%	2.8%	2.1%	2.9%	1.7%	2.9%	1.8%
	(ii)Return on Average Shareholders' Funds	15.3%	11.8%	14.6%	11.5%	15.4%	8.9%	15.8%	9.5%
	(iii)Non interest Expense to Gross Income	65.4%	68.6%	65.7%	68.4%	64.2%	67.2%	63.3%	65.8%
	(iv)Net Interest Income to Average Earning Assets	11.0%	10.8%	11.0%	10.7%	10.9%	9.5%	10.9%	9.4%

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 30TH SEPTEMBER, 2019 (Amounts in Million Shillings)

	Group		Bank		Group		Bank	
	Current Quarter 30/09/2019	Previous Quarter 30/06/2019	Current Quarter 30/09/2019	Previous Quarter 30/06/2019	Current Year Cumulative 30/09/2019	Previous Year Cumulative 30/09/2018	Current Year Cumulative 30/09/2019	Previous Year Cumulative 30/09/2018
Cash flow from operating activities:								
Net income (Loss)	45,097	42,839	41,459	47,889	131,745	76,217	131,858	77,595
Adjustment for :								
- Impairment / Amortization	47,963	37,692	47,022	37,500	127,270	127,680	125,517	126,418
- Net change in loans and Advances	(78,475)	15,584	(72,353)	14,878	(96,224)	(192,575)	(94,344)	(171,147)
- Gain / loss on Sale of Assets	-	-	-	-	-	(405)	-	(502)
- Net change in Deposits	(127,666)	634,270	(143,422)	627,903	175,306	145,470	149,040	132,574
- Net change in Short/Long Term Negotiable	-	-	-	-	-	-	-	-
Securities	5,390	(56,996)	26,765	8,446	(22,607)	54,205	111,278	60,081
- Net change in Other Liabilities	(21,950)	(12,336)	28,407	7,142	(7,939)	20,750	57,339	15,835
- Net change in Other Assets	(27,077)	6,683	(16,752)	2,641	1,891	(35,989)	(14,078)	(4,707)
- Tax paid	(11,667)	(11,079)	(11,575)	(10,920)	(38,743)	(33,371)	(38,334)	(32,708)
- Others (specify)	-	-	-	-	-	-	-	-
Net cash provided (used) by operating activities	**(168,386)**	**656,657**	**(100,449)**	**735,478**	**270,698**	**161,984**	**428,275**	**203,438**
Cash flow from investing activities:								
Dividend Received	-	-	-	-	-	-	-	-
Purchase of Fixed Assets	(11,676)	(19,365)	(11,588)	(18,852)	(45,984)	(84,500)	(45,350)	(84,459)
Proceeds from Sale of Fixed Assets	-	-	-	-	-	-	-	-
Purchase of Non - Dealing Securities	-	-	-	-	-	(92)	-	(92)
Proceeds from Sale Non - Dealing Securities	-	-	-	-	-	-	-	-
Others (Intangible)	(1,474)	(3,056)	(1,474)	(3,056)	(4,475)	(4,426)	(4,471)	(4,336)
Net cash provided (used) by investing activities	**(13,150)**	**(22,421)**	**(13,062)**	**(21,909)**	**(50,459)**	**(89,017)**	**(49,821)**	**(88,887)**
Cash flow from financing activities:								
Dividend Received	(18,454)	(18,454)	(18,454)	-18,454	(61,223)	(115,041)	(61,223)	(120,201)
Purchase of Fixed Assets	-	-	-	-	-	-	-	-
Proceeds from Sale of Fixed Assets	-	-	-	-	-	-	-	-
Purchase of Non - Dealing Securities	(306)	(19,825)	(306)	(19,825)	(20,131)	(12,934)	(20,131)	(12,934)
Proceeds from Sale Non - Dealing Securities	(70,558)	(173,903)	(79,720)	(173,974)	(46,773)	-	(56,190)	-
Others (Intangible)	-	-	-	-	-	-	-	-
Net cash provided (used) by investing activities	**(89,318)**	**(212,182)**	**(98,480)**	**(212,253)**	**(128,127)**	**(127,975)**	**(137,544)**	**(133,135)**
Cash and Cash Equivalents:								
Net Increase/ (Decrease) in Cash and Cash Equivalent	(270,854)	422,053	(211,991)	501,317	92,112	(55,008)	240,910	(18,584)
Cash and Cash Equivalents at the Beginning of	-	-	-	-	-	-	-	-
the Quarter / Year	1,066,616	644,563	1,143,625	642,308	703,650	1,068,402	690,723	1,047,537
Cash and Cash Equivalents at the end of the Quarter / Year	**795,762**	**1,066,616**	**931,634**	**1,143,625**	**795,762**	**1,013,394**	**931,634**	**1,028,953**

STATEMENTS OF CHANGES IN EQUITY AS AT 30TH SEPTEMBER, 2019 (Amounts in Million Shillings)

GROUP

	Share capital	Share Premium	Retained Earnings	Regulatory Reserves	General Provision Reserves	Others	Total
Current Year - 30/09/2019							
Balance as at the beginning of the year							
-As previously reported	65,296	158,314	489,227	-	31,020	29,763	773,620
-Impact of adopting IFRS 9	-	-	-	-	-	-	-
Balance as at the beginning of the year (Restated)	**65,296**	**158,314**	**489,227**	**-**	**31,020**	**29,763**	**773,620**
Profit for the year	-	-	92,166	-	-	-	92,166
Other Comprehensive Income	-	-	-	-	-	(10,867)	(10,867)
Transactions with owners	-	-	-	-	-	-	-
Dividend paid	-	-	(20,895)	-	-	-	(20,895)
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	31,020	-	(31,020)	-	-
Others	-	-	1,731	-	-	(14)	1,717
Balance as at the end of the current period	**65,296**	**158,314**	**593,248**	**-**	**-**	**18,882**	**835,741**
Previous Year - 31/12/2018							
Balance as at the beginning of the year							
-As previously reported	65,296	158,314	463,424	-	27,217	19,209	733,460
Adjustment of opening bal IFRS 9	-	-	(30,063)	-	-	-	(30,063)
Deferred tax asset - IAS 39 to IFRS 9 transition	-	-	8,931	-	-	-	8,931
Other movements/ foreign exchange difference	-	-	(107)	-	-	-	(107)
Balance as at the beginning of the year (Restated)	**65,296**	**158,314**	**442,185**	**-**	**27,217**	**19,209**	**712,221**
Profit for the year	-	-	64,132	-	-	-	64,132
Other Comprehensive Income	-	-	-	-	-	9,922	9,922
Transactions with owners	-	-	-	-	-	-	-
Dividend paid	-	-	(13,059)	-	-	-	(13,059)
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	(3,399)	-	3,803	-	404
Others	-	-	(632)	-	-	632	-
Balance as at the end of the previous period	**65,296**	**158,314**	**489,227**	**-**	**31,020**	**29,763**	**773,620**

STATEMENTS OF CHANGES IN EQUITY AS AT 30TH SEPTEMBER, 2019 (Amounts in Million Shillings)

BANK

	Share capital	Share Premium	Retained Earnings	Regulatory Reserves	General Provision Reserves	Others	Total
Current Year - 30/09/2019							
Balance as at the beginning of the year							
-As previously reported	65,296	158,314	474,991	-	30,195	24,604	753,400
-Impact of adopting IFRS 9	-	-	-	-	-	-	-
Balance as at the beginning of the year (Restated)	**65,296**	**158,314**	**474,991**	**-**	**30,195**	**24,604**	**753,400**
Profit for the year	-	-	92,301	-	-	-	92,301
Other Comprehensive Income	-	-	-	-	-	(11,019)	(11,019)
Transactions with owners	-	-	-	-	-	-	-
Dividend paid	-	-	(20,895)	-	-	-	(20,895)
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	30,195	-	(30,195)	-	-
Others	-	-	-	-	-	-	-
Balance as at the end of the current period	**65,296**	**158,314**	**576,592**	**-**	**0**	**13,584**	**813,786**
Previous Year - 31/12/2018							
Balance as at the beginning of the year							
-As previously reported	65,296	158,314	442,494	-	26,796	15,135	708,035
-Impact of adopting IFRS 9	-	-	(29,772)	-	-	-	(29,772)
Deferred tax asset - IAS 39 to IFRS 9 transition	-	-	8,931	-	-	-	8,931
Other movements	-	-	5	-	-	-	5
Balance as at the beginning of the year (Restated)	**65,296**	**158,314**	**421,658**	**-**	**26,796**	**15,135**	**687,200**
Profit for the year	-	-	69,588	-	-	-	69,588
Other Comprehensive Income	-	-	-	-	-	9,672	9,672
Transactions with owners	-	-	-	-	-	-	-
Dividend paid	-	-	(13,059)	-	-	-	(13,059)
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	(3,399)	-	3,399	-	-
Others	-	-	203	-	-	(203)	-
Balance as at the end of the previous period	**65,296**	**158,314**	**474,991**	**-**	**30,195**	**24,604**	**753,400**

SELECTED EXPLANATORY NOTES FOR THE QUARTER ENDED 30TH SEPTEMBER,2019

In preparation of the quartely statements, consistent accounting policies have been used as those applicable to the previous year audited financial statements (if there were changes during the quarter, the changes be explained as per IAS 34 AND IAS 8)

Signature:

Mr. Abdulmajid M. Nsekela — Managing Director
Mr. Godfrey Sigalla — Director of Internal Audit
Mr. Frederick B. Nshekanabo — Chief Financial Officer

We the undersigned directors attest to the faithful representaion 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 Finacial Reporting Standards and requirements of the Banking and Financial Intitutions Act, 2016 and they present a true and fair view.

Signature:

Mr. Ally H. Laay — Board Chairman
Mr. Hosea E. Kashimba — Board Member

Date: **24 October, 2019**

CRDB BANK
The bank that listens