



# UCHUMI COMMERCIAL BANK LTD

## AUDITED FINANCIAL STATEMENT

Report of condition of bank published pursuant to section 32(3) of the Banking and Financial Institution Act of Tanzania Act, 2014

### CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

(Amounts in million shillings)

	Current Year 31-Dec-2021	Previous Year 31-Dec-2020
<b>A ASSETS</b>		
1 Cash	1,799	1,553
2 Balances with Bank of Tanzania	3,303	2,467
3 Balances with Other Banks	6,302	3,220
4 Cheques and items for clearing	365	265
5 Investment in Government Securities	0	0
6 Investment in Other Securities	35	20
7 Loans, Advances and Overdrafts (net)	31,577	29,356
8 Bills Negotiated	0	0
9 Equity Investments	0	0
10 Customers Liabilities on Acceptances	0	0
11 Property, Plant and Equipment (net)	1,271	1,272
12 Right of Use Asset (ROUA)	295	443
13 Interbranch Accounts (net)	0	0
14 Other Assets	1,154	1,145
<b>TOTAL ASSETS</b>	<b>46,101</b>	<b>39,741</b>
<b>B LIABILITIES</b>		
15 Customer Deposits	34,873	28,772
16 Deposits from Other Banks	0	0
17 Cash Letters of Credit	0	0
18 Lease Liability	334	480
19 Bills Payable	0	0
20 Bankers' Cheques and Draft Issued	0	0
21 Accounts payable	0	0
22 Accrued Expenses and Taxes Payable	0	0
23 Acceptances Outstanding	0	0
24 Special deposits fund	58	58
25 Other Liabilities	127	136
<b>TOTAL LIABILITIES</b>	<b>35,392</b>	<b>29,446</b>
<b>NET ASSETS/(LIABILITIES)</b>	<b>10,709</b>	<b>10,295</b>
<b>C SHAREHOLDERS FUNDS</b>		
24 Paid up Share capital	10,094	9,076
25 Share redemption reserve	17	17
26 Retained Profit/(Loss)	-766	507
27 Capital Grant	100	133
28 Revaluation reserve	30	30
29 Regulatory reserve	1,234	532
30 General Provision	0	0
<b>TOTAL SHAREHOLDER'S FUNDS</b>	<b>10,709</b>	<b>10,295</b>
31 Contingent liabilities	0	0
32 Allowances for Probable Losses	1,435	972
<b>Non Performing Assets</b>	<b>3,911</b>	<b>2,215</b>
<b>D SELECTED FINANCIAL INDICATORS</b>		
i Shareholders funds to Total Assets	23.23%	25.91%
ii Non Performing Loans & Advances to Total Advances	11.85%	7.30%
iii Gross Loans and Advances to Total deposits	94.51%	105.41%
iv Loans and Advances to Total Assets	71.61%	76.31%
v Earning Assets to total Total Assets	82.17%	81.97%
vi Deposit Growth	21.20%	3.99%
vii Asset growth	16.00%	4.25%

### CONDENSED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER, 2021

(Amount in Million Shillings)

	Current Year 31st Dec 2021	Previous Year 31st Dec 2020
Interest income	5,562	5,260
Interest expense	(1,277)	(1,110)
<b>Net interest income (1 minus 2)</b>	<b>4,285</b>	<b>4,150</b>
Impairment Losses on Loans and Advances	(463)	(579)
<b>Non interest income</b>	<b>856</b>	<b>824</b>
6.1 commission and fees	777	693
6.2 Other	79	131
<b>Non interest expense</b>	<b>3,897</b>	<b>3,604</b>
Staff Cost	2,080	1,896
Other General and Administration Expenses	1,586	1,507
Depreciation and Amortization	231	201
Operating income before tax and extraordinary item	<b>781</b>	<b>791</b>
Deferred Tax	0	0
Taxation	(238)	(217)
<b>Net income after income tax and extraordinary items</b>	<b>543</b>	<b>574</b>
Number of employees	41	42
Basic Earnings Per Share	5.38%	6.32%
Diluted Earnings Per Share	5.38%	6.32%
Number of Branches	2	2

### PERFORMANCE INDICATORS

(i) Return on average total assets	1.27%	1.47%
(ii) Return on ordinary shareholders' funds	5.07%	5.58%
(iii) Non interest expense to gross income	60.72%	59.24%
(iv) Interest margin to average earning assets	11.30%	12.73%

### CONDENSED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST DECEMBER, 2021

(Amount in million shillings)

	Current Year 12/31/21	Previous Year 12/31/20
<b>i Cash flow from operating activities:</b>		
Profit before taxation	781	791
Adjustment for:		
Provisions / amortization / depreciation	231	201
Impairment on loans and advances	463	579
Loans and Advances to Customer	(2,273)	(2,307)
Government Security	0	0
Other asset	-908	-1,006
Deposit from Customer	6,161	1,044
Other Liabilities	-282	-266
<b>Cash provided by operating activities</b>	<b>4,173</b>	<b>(964)</b>
ii Tax paid	-225	-270
<b>Net cash Generated from operating activities</b>	<b>3,948</b>	<b>(1,234)</b>
<b>iii Cash flow from investing activities</b>		
Payments for intangible asset	-75	-80
Payment for property, and equipment	-154	-329
Purchase of non-dealing securities	-15	0
Proceed from sale of non-dealing securities	0	0
Others	0	0
<b>Net cash provided by investing activities</b>	<b>(244)</b>	<b>(409)</b>
<b>Cash Flow from Financing Activities:</b>		
Dividend Paid	-460	-692
Proceeds from issuance of shares	1,018	1,303
Lease Payments	-182	0
<b>iv Net cash provided by financing activities</b>	<b>376</b>	<b>611</b>
<b>Cash and cash equivalents</b>		
Net increase in cash and cash equivalents	4,080	(1,032)
Cash and cash equivalent at the beginning of the year	5,806	6,838
<b>Cash and cash equivalent at the end of the year</b>	<b>9,886</b>	<b>5,806</b>
Add Statutory Minimum Reserve (SMR)	1,883	1,700
<b>Cash and cash equivalent at the end of the year</b>	<b>11,769</b>	<b>7,506</b>

### CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31ST DECEMBER, 2021

	Share Capital	Share Redemption	Retained earnings	Regulatory reserve	General Provision Reserve	Revaluation Reserve	Capital Grant	Total
<b>Current Year</b>								
Balance as at 1st January, 2021	9,076	17	507	532	0	30	133	10,295
Issued during the year	1018	0	0	0	0	0	0	1,018
Profit for the year	0	0	543	0	0	0	0	543
Revaluation surplus	0	0	0	0	0	0	0	0
Share redemption	0	0	0	0	0	0	0	0
Transfer from regulatory reserve	0	0	-702	702	0	0	0	0
General provision Reserve	0	0	0	0	0	0	0	0
Net change in Capital Grant	0	0	0	0	0	0	-33	-33
Prior Year Tax and other cost	0	0	-654	0	0	0	0	-654
Dividend paid	0	0	-460	0	0	0	0	-460
<b>Balance as at 31st December, 2021</b>	<b>10,094</b>	<b>17</b>	<b>-766</b>	<b>1,234</b>	<b>0</b>	<b>30</b>	<b>100</b>	<b>10,709</b>
<b>Previous Year</b>								
Balance as at 1st January, 2020	7,773	17	817	698	0	30	166	9,501
Issued during the year	1303	0	0	0	0	0	0	1,303
Profit for the year	0	0	573	0	0	0	0	573
Revaluation surplus	0	0	0	0	0	0	0	0
Share redemption	0	0	0	0	0	0	0	0
Transfer from regulatory reserve	0	0	166	-166	0	0	0	0
General provision Reserve	0	0	0	0	0	0	0	0
Net change in Capital Grant	0	0	0	0	0	0	-22	-22
Prior Year Tax and other cost	0	0	-357	0	0	0	-11	-368
Dividend paid	0	0	-692	0	0	0	0	-692
<b>Balance as at 31st December, 2020</b>	<b>9,076</b>	<b>17</b>	<b>507</b>	<b>532</b>	<b>0</b>	<b>30</b>	<b>133</b>	<b>10,295</b>

### Name and Title

Signed by: Mr. Samwel A.Wado

General Manager

: Mrs. Dorice K. Mphuru

Ag.Finance Manager

: Mrs. Anitha J.Mnkeni

Internal Auditor

The above extracts are from the Financial Statements of the bank for the year ended 31st December 2021, which have been prepared in accordance with International Financial Reporting Standards (IFRS), The Financial Statements were audited by MHASIBU CONSULTANTS, and received clean audit report.

The Financial statements were approved by Board of Directors on 28th April 2022 and signed on their behalf by:

Mr. Wilson Ndesanio

Mrs. Elizabeth Minde

Board Chairman

Director