



# Bank of India (Tanzania) Ltd.

Relationships beyond banking

Fully owned subsidiary of Bank of India (Public Sector Bank)

EXTRACT FROM AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2019

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

## STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2019 (Amounts in million shillings)

A. Assets	Current Year 31-Dec-19	Previous Year 31-Dec-18
1 Cash	722	849
2 Balance with Bank of Tanzania	10,414	11,585
3 Investment in government securities held to maturity	46,997	49,487
4 Balance with other banks and financial institutions	3,357	16,109
5 Cheques and items for clearing	-	-
6 Interbranch float items	-	-
7 Bills Negotiated	-	-
8 Customers' liabilities for acceptances	-	-
9 Interbank loans receivables	7,318	4,737
10 Investments in other securities held to maturity	-	-
11 Loans, advances and overdrafts (Net of allowance for probable Losses)	69,247	69,993
12 Other assets	3,861	1,905
13 Equity investments	-	-
14 Underwriting accounts	-	-
15 Deferred tax assets	449	299
16 Property, plant and equipment	744	1,267
17 <b>TOTAL ASSETS</b>	<b>148,109</b>	<b>156,230</b>
<b>B. LIABILITIES</b>		
18 Deposits from other banks and financial institution	41,018	50,067
19 Customer deposits	66,140	68,764
20 Cash letters of credit	-	-
21 Special deposits	-	22
22 Payment orders / transfers payable	39	39
23 Bankers' cheques and draft issued	25	44
24 Accrued taxes and expenses payable	3,090	2,224
25 Acceptances outstanding	-	-
26 Interbranch float items	-	-
27 Unearned income and other deferred charges	-	-
28 Other liabilities	2,419	905
29 Deferred tax liability	-	-
30 <b>TOTAL LIABILITIES</b>	<b>112,732</b>	<b>122,028</b>
31 <b>NET ASSETS/(LIABILITIES) (18 minus 32)</b>	<b>35,377</b>	<b>34,203</b>
<b>D. SHAREHOLDERS' FUNDS</b>		
32 Paid up share capital	21,500	21,500
33 Share premium	-	-
34 General provision	-	755
35 Statutory reserves	3,876	3,341
36 Retained earnings	7,824	6,123
37 Profit / (loss) account	2,177	2,484
38 Other capital accounts	-	-
39 Minority interest	-	-
40 <b>OTHER CAPITAL AND SHAREHOLDERS' FUNDS</b>	<b>35,377</b>	<b>34,203</b>
41 Contingent liabilities	11,026	5,978
42 Non performing loans & advances	6,123	4,967
43 Allowances for probable losses	1,936	1,361
44 Other non performing assets	-	-
<b>D. SELECTED FINANCIAL CONDITION INDICATORS</b>		
(i) Shareholders funds to total assets	23.89%	21.89%
(ii) Non performing loans to total gross loans	8.60%	6.96%
(iii) Gross loans and advances to total deposits	66.43%	60.04%
(iv) Loans and advances to total assets	46.75%	44.80%
(v) Earning assets to total assets	83.43%	79.51%
(vi) Deposit growth	-9.8%	-12.70%
(vii) Assets growth	-5.20%	-10.38%

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2019 (Amounts in millions of shillings)

	Current Year 31-Dec-19	Previous Year 31-Dec-18
1. Interest income	12,135	13,547
2. Interest expense	(4,989)	(5,488)
3. <b>Net interest income ( 1 minus 2)</b>	<b>7,146</b>	<b>8,059</b>
4. Bad debts written off	2	-
5. Impairment losses on loans and advances	(710)	(945)
6. <b>Non-interest income</b>	<b>962</b>	<b>1,077</b>
6.1 Foreign currency dealings and translation gains / (loss)	223	234
6.2 Fees and commissions	738	839
6.3 Other operating income	-	3
7. <b>Non interest expenses:</b>	<b>(4,449)</b>	<b>(4,541)</b>
7.1 Salaries and benefits	(2,300)	(1,540)
7.2 Fees and commissions	(172)	(172)
7.3 Other operating expenses	(1,977)	(2,830)
8. <b>Operating income / (loss)</b>	<b>2,951</b>	<b>3,649</b>
9. Income tax	(774)	(1,165)
10. <b>Net income (loss) after income tax</b>	<b>2,177</b>	<b>2,484</b>
11. <b>Other Comprehensive Income (itemize)</b>		
12. <b>Total comprehensive income/(loss) for the year</b>	<b>2,177</b>	<b>2,484</b>
13. Number of employees	29	29
14. Basic earnings per share	101	116
15. Number of branches	2	2
<b>PERFORMANCE INDICATORS</b>		
(i) Return on average total assets	1.94%	2.21%
(ii) Return on average shareholders' fund	6.26%	7.25%
(iii) Non interest expense to gross income	33.97%	31.05%
(iv) Net interest income to average earning assets	5.69%	5.57%

## STATEMENT OF CASH FLOWS AS AT 31 DECEMBER 2019 (Amounts in millions of shillings)

	Current Year 31-Dec-19	Previous Year 31-Dec-18
<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net income (loss)	2,951	3,649
Adjustment for:		
- Deferred revenue expenditure write off	-	36
- Depreciation	333	224
- Provisions	(709)	(2,151)
- Gain / loss on sale of assets	-	(3)
- Net change in deposits	(11,673)	(17,145)
- Net change in loans and advances to customers	892	4,237
- Net change in short term negotiable securities	(2,845)	(4,743)
- Net change in other liabilities	495	(487)
- Net change in other assets	(2)	845
- Increase in placement with banks with maturities over three months	(6,864)	2,676
- Tax paid	(810)	(1,625)
- Others (specify)	-	-
<b>Net cash provided (used) by operating activities</b>	<b>(18,233)</b>	<b>(14,487)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of fixed assets	(90)	(989)
Purchase of intangible assets	-	(29)
Proceeds from sale of fixed assets	-	5
Purchase of non-dealing securities	-	-
Proceeds from sale non-dealing securities	-	-
Others (specify)	-	-
<b>Net cash provided (used) by investing activities</b>	<b>(90)</b>	<b>(1,014)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Proceeds from issuance of share capital	-	-
Dividend paid	(430)	(645)
Others (specify)	-	-
<b>Net cash provided (used) by financing activities:</b>	<b>(430)</b>	<b>(645)</b>
<b>CASH AND CASH EQUIVALENTS:</b>		
Net increase (decrease) in cash and cash equivalents	(18,753)	(16,126)
Cash and cash equivalents at the beginning of the year	42,185	58,311
<b>Cash and cash equivalents at the end of the year</b>	<b>23,432</b>	<b>42,185</b>

## CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31 DECEMBER 2019 (Amounts in millions of shillings)

	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	General Provision Reserve	Others	Total
<b>Current Year 2019</b>							
Balance as at the beginning of the year (01.01.2019)	21,500	-	8,607	3,341	755	-	34,202
Profit for the year	-	-	2,177	-	-	-	2,177
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends proposed	-	-	(387)	-	-	-	(387)
Regulatory Reserve	-	-	(1,174)	1,174	-	-	-
General Provision Reserve	-	-	-	-	(755)	-	-
Others (Loan written off)	-	-	22	(638)	-	-	(616)
<b>Balance as at the end of the current year (31.12.2019)</b>	<b>21,500</b>	<b>-</b>	<b>10,001</b>	<b>3,876</b>	<b>-</b>	<b>-</b>	<b>35,377</b>
<b>Previous Year 2018</b>							
Balance as at the beginning of the year (01.01.2018)	21,500	-	8,496	3,215	1,088	-	34,299
Profit for the year	-	-	2,484	-	-	-	2,484
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Proposed	-	-	(430)	-	-	-	(430)
Regulatory Reserve	-	-	(1,943)	2,277	(333)	-	-
General Provision Reserve	-	-	-	-	-	-	-
Loan written off	-	-	-	(2,151)	-	-	(2,151)
<b>Balance as at the end of the year (31.12.2018)</b>	<b>21,500</b>	<b>-</b>	<b>8,607</b>	<b>3,341</b>	<b>755</b>	<b>-</b>	<b>34,203</b>

## BANK OF INDIA (TANZANIA) LTD DAR ES SALAAM

Name and Title	Signature	Date
Mr. Ashwani Kumar Negi Managing Director	Signed	31.03.2020
Mr. Heriabdell Ayoh Head of Finance	Signed	31.03.2020
Mr. Allen Richard Internal Auditor	Signed	31.03.2020

The above extracts are from audited financial statements of the bank for year ended 31st December 2019, which have been prepared in accordance with International Financial Reporting Standard (IFRS). The financial statements were audited by Baker Tilly DGP & CO Certified Public Accountant and received unqualified Audit Report

The Financial statements were approved by the Board of Directors and signed on behalf by:

Name and Title	Signature	Date
1. Dr. Benard E. Mnzava - Director	Signed	31.03.2020
2. Mr. S. K Mukherjee - Director	Signed	31.03.2020