

Bank of India (Tanzania) Limited



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

AUDITED FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST DEC 2017 .

REPORT OF CONDITION OF BANK PERSUANT TO SECTION 32 (3) THE BANKING AND FINACIAL INSTITUTIONS ACT 2006

AUDITED FINANCIAL STATEMENTS FOR YEAR ENDED 31st DECEMBER 2017 STATEMENT OF FINANCIAL POSITION (Amounts in million of Shillings)

A. Assets	Current Year 31-Dec-17	Current Year 31-Dec-16
1 Cash	1,126	1,466
2 Balance with Bank of Tanzania	7,153	10,532
3 Investment in government securities held to maturity	46,814	38,986
4 Balance with other banks and financial institutions	304	2,250
5 Cheques and items for clearing	-	-
6 Interbranch float items	-	-
7 Bills Negotiated	-	3,020
8 Customers' liabilities for acceptances	-	-
9 Interbank loans receivables	41,524	37,984
10 Investments in other securities held to maturity	-	-
11 Loans, advances and overdrafts (Net of allowance for probable Losses)	74,231	67,923
12 Other assets	2,444	1,223
13 Equity investments	-	-
14 Underwriting accounts	-	-
15 Deferred tax assets	351	80
16 Property, plant and equipment	386	354
17 TOTAL ASSETS	174,333	163,818
B. LIABILITIES		
18 Deposits from other banks and financial institution	65,697	52,115
19 Customer deposits	70,280	75,562
20 Cash letters of credit	-	-
21 Special deposits	170	1,832
22 Payment orders / transfers payable	-	-
23 Bankers' cheques and draft issued	67	66
24 Accrued taxes and expenses payable	2,456	2,497
25 Acceptances outstanding	-	-
26 Interbranch float items	-	-
27 Unearned income and other deferred charges	-	-
28 Other liabilities	1,363	1,036
29 Deferred tax liability	-	-
30 TOTAL LIABILITIES	140,034	133,106
31 NET ASSETS/(LIABILITIES) (18 minus 32)	34,299	30,711

D. SHAREHOLDERS' FUNDS

32 Paid up share capital	21,500	21,500
33 Share premium	-	-
34 General provision	1,088	1,024
35 Statutory reserves	3,215	1,672
36 Retained earnings	4,263	2,486
37 Profit / (loss) account	4,233	4,029
38 Other capital accounts	-	-
39 Minority interest	-	-
40 OTHER CAPITAL AND SHAREHOLDERS' FUNDS	34,299	30,711
41 Contingent liabilities	6,057	18,273
42 Non performing loans & advances	6,971	3,736
43 Allowances for probable losses	1,251	366
44 Other non performing assets	-	-

D. SELECTED FINANCIAL CONDITION INDICATORS

(i) Shareholders funds to total assets	19.67%	18.75%
(ii) Non performing loans to total gross loans	9.24%	5.24%
(iii) Gross loans and advances to total deposits	55.44%	55.06%
(iv) Loans and advances to total assets	42.58%	43.31%
(v) Earning assets to total assets	93.25%	90.29%
(vi) Deposit growth	5.13%	24.20%
(vii) Assets growth	6.42%	28.25%

STATEMENT OF COMPREHENSIVE INCOME For the year ended 31st December 2017 (Amounts in millions of shillings)

	Current Year 31-Dec-17	Previous Year 31-Dec-16
1. Interest income	15,221	14,431
2. Interest expense	(5,596)	(5,488)
3. Net interest income (1 minus 2)	9,625	8,943
4. Bad debts written off	-	-
5. Impairment losses on loans and advances	(885)	(332)
6. Non-interest income	1,357	1,720
6.1 Foreign currency dealings and translation gains / (loss)	418	314
6.2 Fees and commissions	938	1,406
6.3 Other operating income	-	-
7. Non interest expenses:	(4,037)	(3,714)
7.1 Salaries and benefits	(1,498)	(1,112)
7.2 Fees and commissions	(65)	(78)
7.3 Other operating expenses	(2,473)	(2,523)
8. Loss due to fraud for 2012	-	(602)
9. Operating income / (loss)	6,060	6,014
10. Income tax	(1,827)	(1,985)
11. Net income (loss) after income tax	4,233	4,029
12. Number of employees	31	28
13. Basic earnings per share	197	187
14. Number of branches	2	2
PERFORMANCE INDICATORS		
(i) Return on average total assets	3.58%	4.13%
(ii) Return on average shareholders' fund	13.02%	15.67%
(iii) Non interest expense to gross income	24.35%	23.00%
(iv) Net interest income to average earning assets	6.17%	6.91%

CONDENSED STATEMENT OF CHANGES IN EQUITY As at 31st December 2017 (Amounts in million shillings)

	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	General Provision Reserve	Others	Total
Current Year 2017							
Balance as at the beginning of the year 01.01.2017	21,500	-	6,515	1,672	1,024	-	30,711
Profit for the year	-	-	4,233	-	-	-	4,233
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends proposed	-	-	(645)	-	-	-	(645)
Regulatory Reserve	-	-	(1,543)	1,543	-	-	-
General Provision Reserve	-	-	(64)	-	64	-	-
Others	-	-	-	-	-	-	-
Balance as at the end of the current year 31.12.2017	21,500	-	8,496	3,215	1,088	-	34,299
Previous Year 2016							
Balance as at the beginning of the year 01.01.2016	15,000	-	4,871	18	830	-	20,720
Issue of Shares	6,500	-	-	-	-	-	6,500
Profit for the Year	-	-	4,029	-	-	-	4,029
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Proposed	-	-	(538)	-	-	-	(538)
Regulatory Reserve	-	-	(1,654)	1,654	-	-	-
General Provision Reserve	-	-	(194)	-	194	-	-
Others	-	-	-	-	-	-	-
Balance as at the end of the year 31.12.2016	21,500	-	6,515	1,672	1,024	-	30,711

STATEMENT OF CASH FLOWS For the year ended 31st December 2017 (Amounts in millions of shillings)

	Current Year 31-Dec-17	Previous Year 31-Dec-16
CASH FLOW FROM OPERATING ACTIVITIES:		
Net income (loss)	6,060	6,014
Adjustment for:		
- Deferred revenue expenditure write off	82	94
- Depreciation	59	62
- Gain / loss on sale of assets	0	0
- Net change in deposits	8,300	25,138
- Net change in loans and advances to customers	(3,287)	(19,250)
- Net change in short term negotiable securities	593	(9,233)
- Net change in other liabilities	(1,620)	725
- Net change in other assets	(1,275)	(479)
- Increase in placement with banks with maturities over three	(68)	(2,178)
- Tax paid	(1,959)	(2,000)
- Others (specify)	-	-
Net cash provided (used) by operating activities	6,886	(1,108)
CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of fixed assets	(95)	(32)
Purchase of intangible assets	(28)	0
Proceeds from sale of fixed assets	4	0
Purchase of non-dealing securities	-	-
Proceeds from sale non-dealing securities	-	-
Others (specify)	-	-
Net cash provided (used) by investing activities	(120)	(32)
CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from issuance of share capital	0	6,500
Dividend paid	(538)	(300)
Others (specify)	0	0
Net cash provided (used) by financing activities:	(538)	6,200
CASH AND CASH EQUIVALENTS:		
Net increase (decrease) in cash and cash equivalents	6,228	5,060
Cash and cash equivalents at the beginning of the year	52,083	47,023
Cash and cash equivalents at the end of the year	58,311	52,083

No Penalties & Other sanctions have been imposed by Bank of Tanzania (BOT) during the period covered by the disclosure

BANK OF INDIA (TANZANIA) LTD DAR ES SALAAM		
Name and Title	Signature	Date
Mr. Sanjib Sarkar Managing Director	Signed	09.03.2018
Mr. Poncian B. Katesigwa Head of Finance	Signed	09.03.2018
Mr. Allen Richard Internal Auditor	Signed	09.03.2018
The above extracts are from financial statements of the bank for year ended 31st December 2017, which have been prepared in accordance with International Financial Reporting Standards (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	Signature	Date
1. Mr. Hashim Kihwelo - Director	Signed	09.03.2018
2. Mr. Fredrick Mbala- Director	Signed	09.03.2018