

AZANIA BANK PLC

AUDITED FINANCIAL STATEMENTS



ISSUED PURSUANT TO REGULATIONS 7 & 8 OF THE BANKING AND FINANCIAL INSTITUTIONS (DISCLOSURES) REGULATIONS, 2014

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2023

(Amount in TShs " Millions")

	Current Year 31 December 2023	Previous Year 31 December 2022
ASSETS		
1 Cash	39,125	40,125
2 Balances with Bank of Tanzania	78,080	37,731
3 Investment in Government securities	230,227	191,152
4 Balances with other Banks and financial institutions	9,430	6,364
5 Cheques and items for clearing	18,203	6,403
6 Interbranch float items	-	-
7 Bills negotiated	-	-
8 Customers' Liabilities for Acceptances	-	-
9 Interbank Loans Receivables	45,434	82,701
10 Investment in other securities	3,200	4,200
11 Loans, Advances and Overdrafts(Net of allowances for probable Losses)	1,624,514	953,263
12 Other Assets	100,023	74,152
13 Equity Investments	12,429	12,429
14 Underwriting accounts	-	-
15 Property, Plant and Equipment	16,284	14,613
16 TOTAL ASSETS	2,176,949	1,423,133
B LIABILITIES		
17 Deposits from other banks and financial institutions	-	-
18 Customer deposits	1,540,348	919,600
19 Cash Letters of Credit	1,087	2,991
20 Special deposits	-	-
21 Payment orders/transfers payable	-	-
22 Bankers Cheques and Drafts Issued	-	-
23 Accrued taxes and expenses payable	21,666	21,049
24 Acceptances Outstanding	-	-
25 Interbranch float items	-	-
26 Unearned income and other deferred charges	3,667	1,604
27 Other Liabilities	24,181	20,353
28 Borrowings	287,999	184,996
29 TOTAL LIABILITIES	1,878,948	1,150,593
30 NET ASSETS/(LIABILITIES) 16 LESS 29	298,001	272,540
C SHAREHOLDERS' FUNDS		
31 Paid up share capital	185,747	185,528
32 Capital reserves	832	832
33 Retained Earnings	66,051	39,477
34 Profit (Loss) Account	29,294	18,883
35 Other capital accounts	-	-
36 Regulatory Reserve	16,077	27,820
37 TOTAL SHAREHOLDERS FUNDS	298,001	272,540
38 Contingent liabilities	155,743	137,215
39 Non Performing Loans and advance	146,991	239,572
40 Allowance for Probable losses	52,278	74,433
41 Other non performing assets	539	316
D PERFORMANCE INDICATORS		
(i)Shareholders Funds to Total Assets	13.69%	19.15%
(ii)Non performing loans to Total Gross Loans	7.44%	18.25%
(iii)Gross loans and advances to Total Deposits	108.86%	137.13%
(iv)Loans and Advances to Total Assets	74.72%	67.15%
(v)Earning Assets to Total Assets	88.91%	87.89%
(vi)Deposits Growth	79.16%	44.06%
(vii)Assets Growth	52.97%	21.21%

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER 2023

	Current Year 31 December 2023	Previous Year 31 December 2022
Interest Income	185,973	137,979
Interest Expense	(85,445)	(61,156)
Net Interest Income	100,528	76,823
Bad debts Written -off	-	-
Impairment losses on loans and Advances	(30,673)	(27,111)
Non - Interest Income	37,401	36,876
6.1 Foreign exchange profit/(Loss)	12,612	8,511
6.2 Commissions and Fees	11,639	9,222
6.3 Dividend Income	83	62
6.4 Other operating income	13,067	19,081
Non - Interest Expense	(74,953)	(62,547)
7.1 Salaries and Benefits	(39,676)	(37,310)
7.2 Fees and Commission	(3,250)	(1,037)
7.3 Other operating expenses	(32,027)	(24,200)
Operating Income/(Loss) before Tax	32,303	24,041
Income Tax Provision	(3,009)	(5,158)
Net income/(Loss) After Income tax and	29,294	18,883
Number of employees	615	571
Basic Earnings Pershare	158	102
Diluted Earnings Pershare	158	102
Number of Branches	26	24
PERFORMANCE INDICATORS		
i.Return on average total assets	1.79%	1.85%
ii.Return on Average shareholders' funds	10.27%	7.18%
iii.Non interest expense to Operating income	53.24%	54.60%
iv.Net Interest income to average earning assets	6.62%	6.97%

These are the Extract of the audited Financial Statement as at 31 December 2023. The Financial Statements were audited by the Controller and Auditor General (CAG) and approved by the Board of Directors on 21st February 2024

Signed by:

1. Chairman Eng. Julius B.Ndyamukama 21-Feb-24
2. Managing Director Ms. Esther G. Mang'anya 21-Feb-24

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST DECEMBER 2023

	Current Year 31 December 2023	Previous Year 31 December 2022
i. Cash flow from operating activities		
Operating Income	32,304	24,041
Adjustment for :-		
-Impairment/Amortization	37,337	33,562
-Net change in loans and Advances	(626,574)	(136,147)
-Net change in Statutory Min Reserve	(29,805)	(25,037)
-Net change in Deposits	727,235	244,516
-Net change in Short Term Negotiable Securities	(102,414)	(49,197)
-Net change in Other liabilities	(87)	(16,043)
Net change in other borrowings	-	-
Rent paid	-	-
-Net change in Other assets	(28,872)	6,837
-tax paid	(2,184)	(777)
-Others adjustments	(13,251)	(30,523)
Net cash provided (used) by operating activities	(6,311)	51,232
ii Cash flow from investing activities:		
Dividend received	83	62
Purchase of fixed assets	(7,329)	(2,767)
Proceeds from sale of fixed assets	9	9
Purchase of non-dealing securities	-	-
Proceeds from sale non-dealing securities	-	-
Others (Specify) -Equity investment	-	-
Net cash provided (used) by investing activities	(7,237)	(2,696)
iii Cash from financing activities		
Payment of cash Dividends	(4,056)	-
Repayment of long term debt	(4,656)	1,486
Rent paid	-	-
Repayment of principal portion of lease liabilities	(2,064)	(2,549)
Net change in other borrowings	-	-
Porceeds from new equity	219	35
Net cash provided (used) by financing activities	(10,557)	(1,028)
iv. Cash and cash equivalents:		
Net increase (decrease) in cash and cash equivalents	(24,105)	47,508
Cash and cash Equivalent at the beginning of the Quarter	171,541	124,033
Cash and cash equivalent at the end of the Quarter	147,436	171,541

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2023

	Ordinary share capital	Advance towards Sharecapital	Accumulated Profit or (loss)	Fair Value Reserve Through OCI	Regulatory reserve	Total
(Amount in TShs " Millions")						
Opening balance as at 1 January 2023	185,493	35	58,360	832	27,820	272,540
Additions of capital	-	219	-	-	-	219
Payments of Dividend	-	-	(4,052)	-	-	(4,052)
Profit during the year	-	-	29,294	-	-	29,294
Transfers to (from)	-	-	11,743	-	(11,743)	-
As at 31 December 2023	185,493	254	95,345	832	16,077	298,001
Opening balance as at 1 January 2022	185,493	-	30,110	739	37,187	253,529
Additions of capital	-	35	-	-	-	35
Profit during the year	-	-	18,883	-	-	18,883
Transfer to (from)	-	-	9,367	-	(9,367)	-
Transfer to	-	-	-	94	-	94
As at 31 December 2022	185,493	35	58,360	832	27,820	272,540