

UN-AUDITED FINANCIAL STATEMENTS

REPORT OF CONDITION OF BANK PURSUANT TO SECTION 32(3) OF THE BANKING AND FINANCIAL INSTITUTIONS ACT, 2006

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE QUARTER ENDED ON 31st DECEMBER 2013**  
(Amounts in million shillings)

	Current Quarter 31st DEC 2013	Comparative Quarter 31st DEC 2012	Current Year Cumulative 31st DEC 2013	Comparative Year Cumulative 31st DEC 2012
1. Interest income	9,622	5,626	31,993	17,153
2. Interest expense	(2,484)	(1,733)	(9,569)	(4,748)
<b>3. Net interest income</b>	<b>7,138</b>	<b>3,893</b>	<b>22,424</b>	<b>12,404</b>
4. Bad debts written-off	(395)	-	(800)	(159)
5. Impairment losses on loans and	(100)	(101)	(873)	(300)
<b>6. Non-interest income:</b>	<b>19</b>	<b>291</b>	<b>596</b>	<b>1,101</b>
6.1 Foreign currency dealings and translation gains/(losses)	(357)	16	(805)	65
6.2 Fees and commissions	230	210	851.71	708
6.3 Dividend income	-	-	-	-
6.4 Other operating income	146	65	550	328
<b>7. Non interest expenses</b>	<b>(5,712)</b>	<b>(3,548)</b>	<b>(18,648)</b>	<b>(13,002)</b>
7.1 Salaries and benefits	(3,122)	(1,880)	(9,790)	(6,458)
7.2 Fees and commission	-	-	-	(351)
7.3 Other operating expense	(2,590)	(1,668)	(8,858)	(6,193)
<b>8. Operating income/(loss)</b>	<b>949</b>	<b>534</b>	<b>2,699</b>	<b>44</b>
9. Income tax provision	(98)	(121)	(98)	100
<b>10. Net profit/(loss) after income tax</b>	<b>851</b>	<b>413</b>	<b>2,601</b>	<b>144</b>
11. Number of employees	574	439	574	439
12. Basic Earnings Per Share	45.86	28.64	156.98	0.01
13. Diluted Earnings Per Share	45.86	28.64	156.98	0.01
14. Number of branches	9	7	9	7
<b>SELECTED PERFORMANCE</b>				
(i) Return on average total assets	2.38%	2.11%	2.28%	0.23%
(ii) Return on average ordinary shareholders	18.08%	13.37%	16.39%	1.29%
(iii) Non interest expense to gross	85.75%	86.91%	87.36%	99.66%
(iv) Net Interest income to average	31.02%	28.89%	28.84%	19.62%

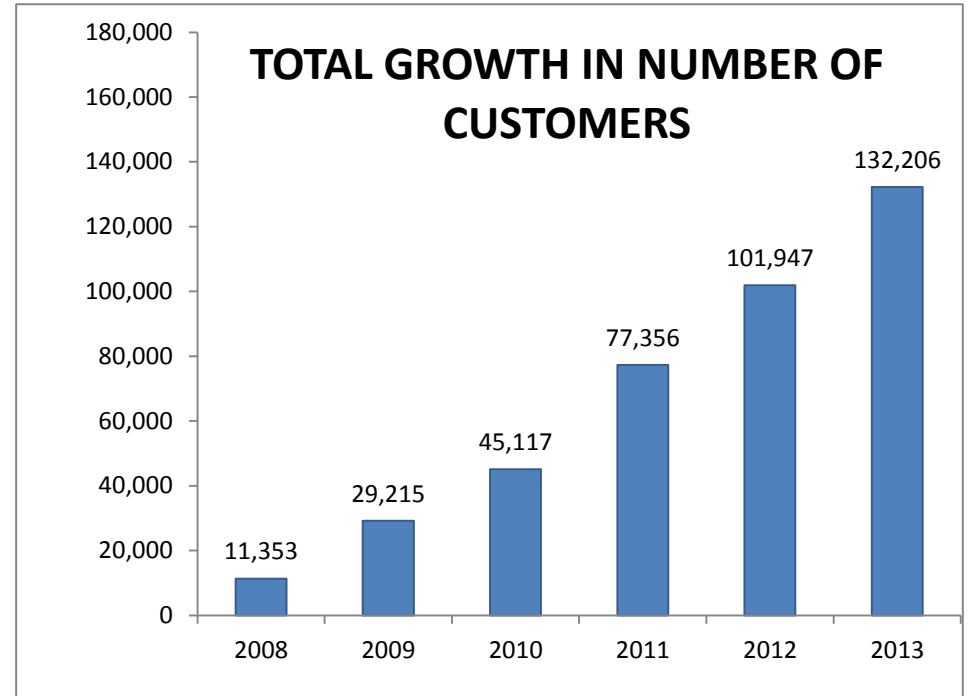
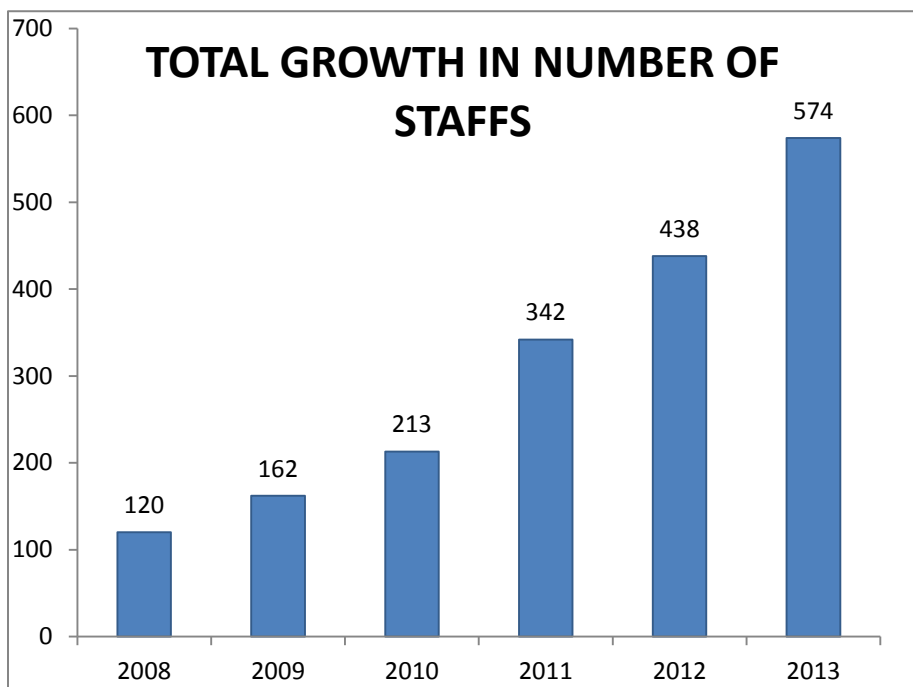
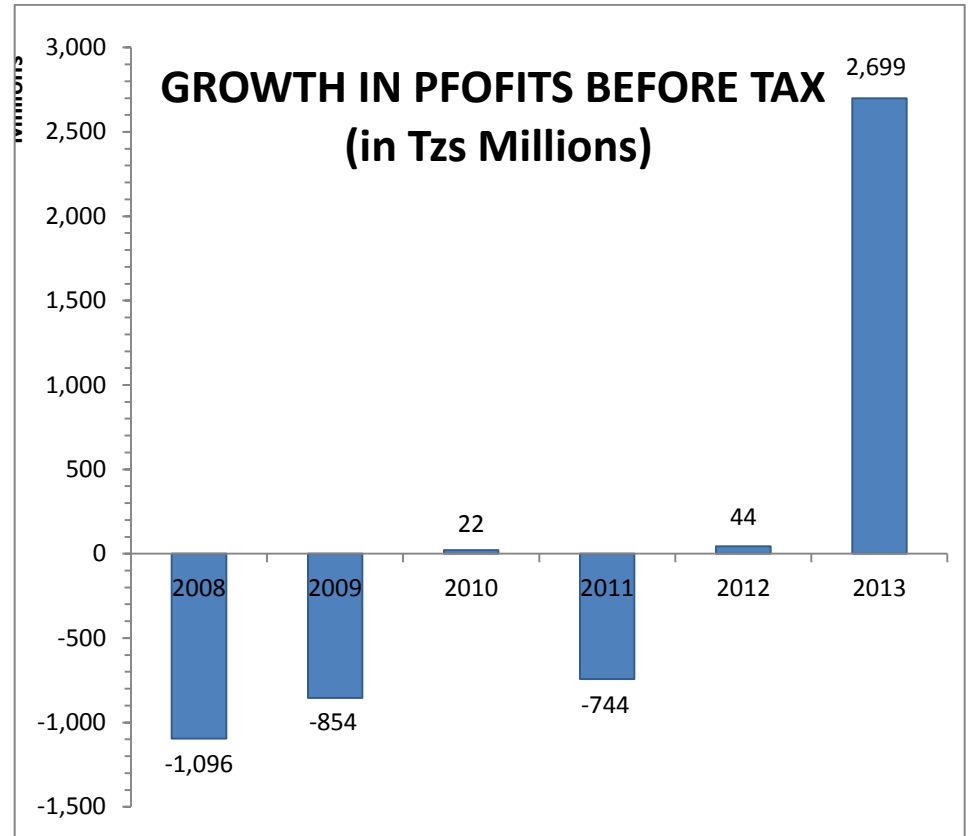
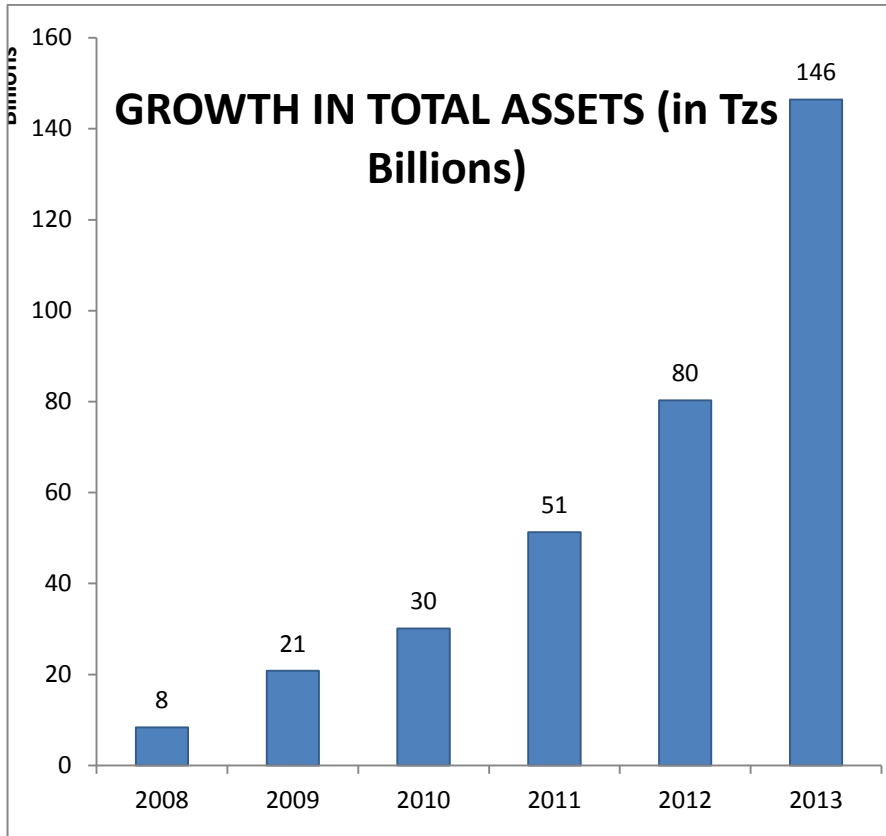
**STATEMENT OF FINANCIAL POSITION  
AS AT 31st DECEMBER 2013**

		(Amounts in million shillings)	
		Current Quarter 31st DEC 2013	Previous Quarter 31st SEPT 2013
<b>A. ASSETS</b>			
1. Cash		6,438	4,251
2. Balances with Bank of Tanzania		31,674	39,164
3. Investment in government securities		-	-
4. Balances with other banks and financial institutions		9,204	5,418
5. Cheques and Items for clearing		445	469
6. Inter branch float items		-	-
7. Bills negotiated		-	-
8. Customers' liabilities for acceptances		-	-
9. Interbank loans receivable		-	-
10. Investment in other securities		-	-
11. Loans, advances and overdrafts (Net of allowances for probable losses)		88,457	77,835
12. Other assets		3,650	4,329
13. Equity investments		-	-
14. Underwriting accounts		-	-
15. Property, plant and equipment (net)		6,569	5,895
<b>16. TOTAL ASSETS</b>		<b>146,437</b>	<b>137,361</b>
<b>B. LIABILITIES</b>			
17. Deposits from other banks and financial institutions		52,029	47,898
18. Customer deposits		67,097	65,057
19. Cash letters of credit		-	-
20. Special deposits		-	-
21. Payment orders/transfers payable		-	-
22. Bankers' cheques and drafts issued		-	-
23. Accrued taxes and expenses payable		3,389	2,343
24. Acceptances outstanding		-	-
25. Inter branch float items		-	-
26. Unearned income and other deferred charges		-	-
27. Other liabilities		3,040	3,716
28. Borrowings		506	506
<b>29. TOTAL LIABILITIES</b>		<b>126,061</b>	<b>119,520</b>
<b>30. NET ASSETS / (LIABILITIES)</b>		<b>20,376</b>	<b>17,840</b>
<b>C. SHAREHOLDERS' FUNDS</b>			
31. Paid up share capital		19,684	18,000
32. Capital reserves		-	-
33. Retained Earnings		(3,204)	(3,127)
34. Profit/(Loss) account		2,601	1,749
35. Others capital accounts		1,296	1,218
36. Minority interest		-	-
<b>37. TOTAL SHAREHOLDERS' FUNDS</b>		<b>20,376</b>	<b>17,840</b>
38. Contingent liabilities		16,685	16,884
39. Non performing loans & advances		2,342	2,052
40. Allowances for probable losses		2,657	2,479
41. Other non performing assets		-	-
<b>D. SELECTED FINANCIAL CONDITION INDICATORS</b>			
(i) Shareholders' funds to total assets		13.9%	13.0%
(ii) Non performing loans to total gross loans		2.7%	2.6%
(iii) Gross loans and advances to total deposits		75.2%	70.0%
(iv) Loans and advances to total assets		60.4%	56.7%
(v) Earning assets to total assets		65.0%	59.5%
(vi) Deposits growth		5.5%	31.1%
(vii) Assets growth		6.6%	27.5%

**STATEMENT OF CASH FLOWS**  
**FOR THE QUARTER ENDED ON 31 DECEMBER 2013**

(Amounts in million shillings)

	Current Quarter 31st DEC 2013	Previous Quarter 30th SEPT 2013
<b>I: Cash flow from operating activities:</b>		
Net Income/(loss)	949	997
Adjustment for non-cash items:		
- provisions/amortisation/depreciation	530	350
- net change in loans and advances	(10,623)	(9,834)
- gain/loss on sale of assets	-	-
- net change in deposits	6,171	26,780
- net change in short term negotiable securities	-	-
- net change in other liabilities	370	1,480
- net change in other assets	702	(344)
- tax paid	(98)	-
- others	-	-
<i>Net cash provided (used) by operating activities</i>	<b>(1,998)</b>	<b>19,429</b>
<b>II: Cash flow from investing activities:</b>		
Dividend received	-	-
Purchase of fixed assets	(1,203)	(549)
Proceeds from sale of fixed assets	-	-
Purchase of non-dealing securities	-	-
Proceeds from sale of non-dealing securities	5	-
Others	-	-
<i>Net cash provided (used) by investing activities</i>	<b>(1,198)</b>	<b>(549)</b>
<b>III: Cash from financing activities:</b>		
Repayment of long term debt	-	-
Proceeds from issuance of long term debt	-	-
Proceeds from issuance of share capital	1,684	498
Payment of cash dividends	-	-
Net change in other borrowings	-	(127)
Others	-	-
<i>Net cash provided (used) by financing activities</i>	<b>1,684</b>	<b>371</b>
<b>IV: Cash and cash equivalents:</b>		
Net increase in cash and cash equivalents	(1,512)	19,251
Cash and cash equivalents at the beginning of the quarter	48,828	29,577
Cash and cash equivalents at the end of the quarter	47,316	48,828



✓ In 2013 and after its 6 years of operation AccessBank Tanzania has become the 3rd largest bank in terms of loan portfolio in the Tanzanian microfinance sector and the 1st largest among the pure microfinance institutions.

Name	Position	Signature	Date
1. Roland Coulon	Chief Executive Officer		10 <sup>th</sup> February 2014
2. Imani John	Head of Finance		10 <sup>th</sup> February 2014
3. Isaya Mwenisongole Ag.	Head of Internal Audit		10 <sup>th</sup> February 2014

We, the undersigned non-executive members of the board of directors, attest to the correctness 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 instructions and are true and correct.

Name	Signature	Date
1. Christoph Diehl		10th February 2014
2. Patrick Schoeneborn		10th February 2014