



**THE UNITED REPUBLIC OF TANZANIA
NATIONAL AUDIT OFFICE**



TANZANIA AGRICULTURAL DEVELOPMENT BANK LIMITED (TADB)

**REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON THE FINANCIAL AND
COMPLIANCE AUDIT FOR THE FINANCIAL YEAR ENDED
31 DECEMBER 2025**

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March 2026

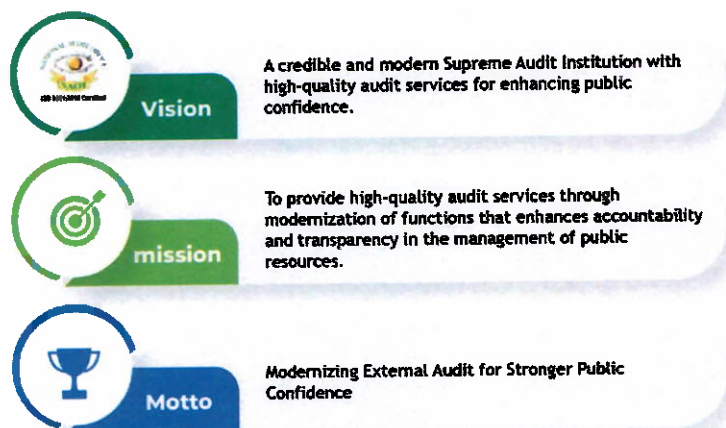
AR/PA/TADB/2025

About the National Audit Office

Mandate

The statutory mandate and responsibilities of the Controller and Auditor-General are provided for under Article 143 of the Constitution of the United Republic of Tanzania of 1977 and in Section 10 (1) of the Public Audit Act, Cap. 418.

NAOT Vision, Mission & Motto



Core Values



© This audit report is intended to be used by Tanzania Agricultural Development Bank (TADB) and may form part of the annual general report which once tabled to National Assembly, becomes a public document hence, its distribution may not be limited.

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CORPORATE INFORMATION

Country of incorporation	Tanzania
Establishment	Companies Act no. 2 of 2002 Banking and Financial Institutions Act, 2006
Principal place of operation-Head office and registered office	4 th Floor, Acacia Estates 84 Kinondoni Road P.O. Box 63372 Dar es Salaam, Tanzania.
Main Bankers	Bank of Tanzania 2 Mirambo street P.O. Box 2939 Dar es Salaam, Tanzania Tanzania Commercial Bank Plc PSSSF Millennium Tower II Bagamoyo Road P.O. Box 9300 Dar es Salaam, Tanzania. CRDB Bank Plc Ali Hassan Mwinyi Rd P.O. Box 268 Dar es Salaam, Tanzania. NMB Bank Plc Ohio Street/Ali Hassan Mwinyi Road P.O. Box 9213 Dar es Salaam, Tanzania.
Company Secretary	Dr. Edson P. Rwechungura 4th Floor, Acacia estates 84 Kinondoni road P.O. Box 63372 Dar es Salaam, Tanzania
Principal Auditor	Controller and Auditor General National Audit Office 4 Mahakama Road P.O. Box 950 41104 Tambukareli Dodoma, Tanzania.
Delegated Auditor	Deloitte & Touche Certified Public Accountants (Tanzania) 3 rd Floor, Aris House Plot 152, Haile Selassie Road P.O. Box 1559 Dar es Salaam.

ABBREVIATIONS

AGRA	Alliance for a Green Revolution in Africa
ALCO	Asset and liability Committee
AML	Anti-Money Laundering
AR	Audit Report
BARC	Board of Audit, Risk and Compliance
BBC	Board of Business Committee
BHRAC	Board of Human Resource and Administration Committee
BOT	Bank of Tanzania
CAG	Controller and Auditor General
CFT	Countering the Financing of Terrorism
ECL	Expected Credit Loss
EIR	Effective Interest Rate
EOB	Extra Ordinary Board
HIV/AIDS	Human Immunodeficiency Virus/Acquired Immune Deficiency Syndrome
IFRSs	International Financial Reporting Standards
ISSAIs	International Standards of Supreme Audit Institutions
KYC	Know Your Customer
NBAA	National Board of Accountants and Auditors
PAA	Public Audit Act
PAR	Public Audit Regulations
PPA	Public Procurement Act
PPR	Public Procurement Regulations
Reg.	Regulations
Sect.	Section
SCGS	Small-holder farmers Credit Guarantee Scheme
SICR	Significant Increase in Credit Risk
T13P	Tanzania Inclusive Processors Producers Partnership
TA	Technical Assistance
TADB	Tanzania Agricultural Development Bank Limited
TZS	Tanzania shillings
URT	United Republic of Tanzania

1.0 INDEPENDENT REPORT OF THE CONTROLLER AND AUDITOR GENERAL

Chairperson of the Board of Directors,
Tanzania Agricultural Development Bank Limited,
P.O Box 63372,
DAR ES SALAAM.

1.1 REPORT ON THE AUDIT OF FINANCIAL STATEMENTS

Unqualified Opinion

I have audited the financial statements of Tanzania Agricultural Development Bank Limited ("TADB" or "the Bank"), which comprise the statement of financial position as at 31 December 2025, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policies.

In my opinion, the accompanying financial statements present fairly in all material respects, the financial position of Tanzania Agricultural Development Bank Limited as at 31 December 2025, and its financial performance and its cash flows for the year then ended in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB), and the requirements of the Companies Act, 2002 and the Banking and Financial Institutions Act, 2006.

Basis for Opinion

I conducted my audit in accordance with International Standards of Supreme Audit Institutions (ISSAI). My responsibilities under those standards are further described in the section below entitled "Responsibility of the Controller and Auditor General for the Audit of the Financial Statements". I am independent of Tanzania Agricultural Development Bank Limited in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code) together with the National Board of Accountants and Auditors (NBAA)'s Code of Ethics, and I have fulfilled my other ethical responsibilities in accordance with these requirements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Key Audit Matters (Continued)

Key audit matter	How my audit addressed the key audit matter
Expected Credit Losses (ECL) on loans and advances to customers	
At 31 December 2025, the Bank had a total gross loans and advances to customers of TZS 817.5 billion with expected credit losses of TZS 10.54 billion. Key judgements and estimates in respect of the measurement of expected credit loss (ECL) include the following: • Allocation of assets to stage 1, 2, or 3 using criteria in accordance with the accounting standard; • Accounting interpretations and modelling assumptions used to build the ECL model; • Completeness and accuracy of data used to calculate the ECL; • Inputs and assumptions used to estimate the impact of multiple economic scenarios; • Compliance of the model to the standard in computation matrices used in the ECL model for calculation of Probability of Default (PD), Loss Given Default (LGD), Exposure at Default (AD); and • Accuracy and adequacy of the financial statement disclosures. Considering the above judgement, estimation uncertainty and complexity, I considered this to be a key audit matter.	In evaluating the expected credit loss against loans and advances to customers, we assessed the judgements and assumptions used by the Directors and my procedures included the following: • I reviewed the appropriateness and compliance of the ECL model to the standard regarding the methods used to determine historical default rates, macroeconomic variables and adjustments, expected cash flows, credit conversion factors and effective interest rates; • I reviewed the appropriateness of the definition of default, cure definition and significant increase in credit risk (SICR) of the model; • I performed a review of the approach used to segment portfolio into similar risk characteristics; • I performed an overall assessment of the ECL provision levels by stage to determine if they were reasonable considering the Bank's portfolio, risk profile, credit risk management practices and the macroeconomic environment; • I tested the criteria used to allocate an asset to stage 1, 2 or 3 in accordance with IFRS 9; I tested assets in stage 1, 2 and 3 to verify that they were allocated to the appropriate stage; • I tested the assumptions, inputs and formulas used in a sample of ECL models. This included assessing the appropriateness of model design and formulas used, considering alternative modelling techniques and recalculating the Probability of Default (PD), Loss Given Default (LGD) and Exposure at Default (EAD) for a sample of models; • To verify data quality, I tested the data used in the ECL calculation by reconciling to source systems; • I further assessed the base case and alternative economic scenarios, including challenging probability weights and comparing to other scenarios from a variety of external sources; • I assessed whether forecasted macroeconomic variables were appropriate, such as GDP, interest rates and inter Bank lending rates; • I challenged the correlation and impact of the macroeconomic factors to the ECL including how non-linearity was captured; and • I assessed the adequacy and appropriateness of disclosures for compliance with the accounting standards including the transaction disclosures. I found that the assumptions and judgements applied in determining impairment against loans and advances were appropriate and that the amount raised was reasonable and adequate.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Report by Those Charged with Governance, Sustainability and Climate-Related Financial Disclosures, Statement of responsibility by Those Charged with Governance and the Declaration by the Head of Finance but does not include the financial statements and my audit report thereon which I obtained prior to the date of this auditor's report.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or the knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed on the other information that I obtained prior to the date of this audit report, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board and the requirements of the Companies Act, 2002 and Banking and Financial Institutions Act, 2006 and for such internal control as the management determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management is responsible for assessing the ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intend to liquidate the Bank or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Bank's financial reporting process.

Responsibilities of the Controller and Auditor General for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISSAIs, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for expressing an opinion on the effectiveness of the Bank's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the entity to cease to continue as a going concern; and
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters.

I describe these matters in my audit report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

In addition, Section 10 (2) of the Public Audit Act, Cap. 418 requires me to satisfy myself that the accounts have been prepared in accordance with the appropriate accounting standards.

1.2 REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1.2.1 Compliance with Banking and Financial Institutions Regulations

As required by the Banking and Financial Institutions (External Auditors) Regulations, 2014 of Tanzania, I report to you, based on my audit, that in my opinion, the capital adequacy ratios as presented in note 2.12 to the financial statements have been computed in accordance with the Banking and Financial Institutions (Capital Adequacy) Regulations, 2014 of Tanzania. As at 31 December 2025, the Bank's core capital and total regulatory capital were both 50.40%. This is above the required minimum ratios of 12.5% and 14.5% respectively (including 2.5% buffers), as specified under sections 9 (1) and 9 (2) of the Banking and Financial Institutions (Capital Adequacy) Regulations, 2023.

1.2.2 Compliance with the Companies Act, 2002

I report to you based on our audit of the Tanzania Agricultural Development Bank Limited for the financial year ended 31 December 2025 as per the Companies Act, 2002.

Conclusion

As required by the Companies Act, 2002, I report to you, based on my audit, that:

- i) I have obtained all the information and explanations, which to the best of my knowledge and belief, were necessary for the purpose of the audit.
- ii) in my opinion, proper books of account have been kept by the Bank, so far as appears from my examination of those books; and
- iii) The Bank's statement of financial position (balance sheet) and statement of profit or loss and other comprehensive income (profit and loss account) are in agreement with the books of account.

1.2.3 Compliance with the Public Procurement Laws in Tanzania

Subject matter: Compliance audit on procurement of works, goods and services

I conducted a compliance audit of the procurement of works, goods and services at Tanzania Agricultural Development Bank Limited (the "Bank" or "TADB") for the year ended 31 December 2025 as per the Public Procurement Act, 2023 the Public Procurement Regulations, 2024, and related directives.

I examined each phase of the procurement life cycle, including advertising of tenders, evaluation of bids, award of contracts and contract management, to confirm that the entity issued competitive solicitations, applied approved evaluation criteria, secured authorizations before award and maintained complete transaction records.

Conclusion

Based on the audit procedures performed, I conclude that Tanzania Agricultural Development Bank Limited complies, in all material respects, with the requirements of the Public Procurement laws in Tanzania

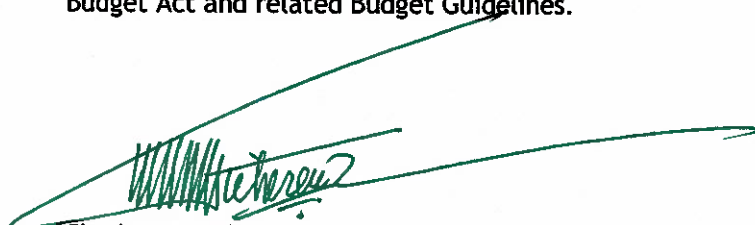
1.2.4 Compliance with the Budget Act and other Budget Guidelines

Subject matter: Budget formulation and execution

I conducted a compliance audit of budget formulation and execution at Tanzania Agricultural Development Bank Limited for the year ended 31 December 2025 as per the Budget Act Cap. 439, and the Budget Guidelines issued by the Ministry of Finance. I reviewed budget submissions, approval memoranda, commitment registers, ledger entries and variance analyses to confirm that the entity prepared estimates in the prescribed format, obtained timely authorizations before incurring obligations, recorded transactions accurately and reported variances as required.

Conclusion

Based on the audit procedures performed, I conclude that Tanzania Agricultural Development Bank Limited complies, in all material respects, with the requirements of the Budget Act and related Budget Guidelines.



Charles E. Kichere
Controller and Auditor General,
Dodoma, United Republic of Tanzania,
March 2026.



**4.0 STATEMENT OF RESPONSIBILITY BY THOSE CHARGED WITH GOVERNANCE
FOR THE YEAR ENDED 31 DECEMBER 2025**

The Companies Act, 2002 requires the Directors to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the Bank as at the end of the financial year and of its profit or loss. It also requires the Directors to ensure that the Bank keeps proper accounting records that disclose, with reasonable accuracy, the financial position of the Bank. They are also responsible for safeguarding the assets of the Bank.

The Directors accept responsibility for the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error. The financial statements have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Financial Reporting Standards and the requirements of the Companies Act, 2002. The Directors are of the opinion that the financial statements present fairly, in all material respects, the state of the financial affairs of the Bank and of its financial results in accordance with International Financial Reporting Standards, the requirements of the Companies Act, 2002 and the Banking and Financial Institutions Act, 2006 of Tanzania.

The Directors further accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements, as well as designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement. To enable the Directors to meet these responsibilities they set standards for internal control aimed at reducing the risk of error or loss in a cost-effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the Bank and all employees are required to maintain the highest ethical standards in ensuring the Bank's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the Bank is on identifying, assessing, managing and monitoring all known risks across the Bank. While operating risk cannot be fully eliminated, the Bank endeavours to minimise it by ensuring the appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

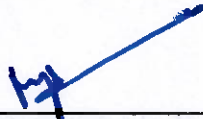
The Directors are of the opinion, based on the information and explanations given by management that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

Nothing has come to the attention of the Directors to indicate that the Bank will not remain a going concern for at least twelve months from the date of this statement.

Signed on behalf of the Board of Directors by:



Mr. Ishmael Kasekwa
Board Chairperson
27 March 2026



Mr. Frank Nyabundege
Managing Director

**5.0 DECLARATION OF DIRECTOR OF FINANCE
FOR THE YEAR ENDED 31 DECEMBER 2025**

The National Board of Accountants and Auditors (NBAA) according to the power conferred under the Auditors and Accountants (Registration) Act. No. 33 of 1972, as amended by Act No. 2 of 1995, requires financial statements to be accompanied with a Statement of Declaration issued by the Head of Finance responsible for the preparation of financial statements of the Bank concerned.

It is the duty of a professional accountant to assist the Board of Directors to discharge the responsibility of preparing financial statements of a Bank showing true and fair view position of the Bank in accordance with International Accounting Standards and statutory reporting requirements. Full legal responsibility for financial statements rests with the Board of Directors as under Directors Responsibility statement on an earlier page.

I, CPA Dr. Kaanaeli Gabriel Nnko, being the Director of Finance of Tanzania Agricultural Bank Limited hereby acknowledge my responsibility of ensuring that financial statements for the year ended 31 December 2025 have been prepared in compliance with IFRS Accounting Standards as Issued by the International Accounting Standards Board and statutory requirements.

I thus confirm that the financial statements give a true and fair view position of Tanzania Agricultural Development Bank (TADB) in accordance with applicable standards and statutory requirements for the year ended 31 December 2025 and that have been prepared based on properly maintained financial records.


.....
CPA Dr. Kaanaeli Gabriel Nnko
DIRECTOR OF FINANCE
NBAA Membership No. FCPA 2211

.....
27 March 2026

TANZANIA AGRICULTURAL DEVELOPMENT BANK LIMITED

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2025**

	Notes	2025 TZS'000	2024 TZS'000
Interest income calculated using the effective interest method	9	87,820,652	57,537,826
Interest expense	10	(14,746,985)	(7,399,617)
Net interest income		<u>73,073,667</u>	<u>50,138,209</u>
Non-interest income			
Net foreign exchange income	11	299,831	586,857
Grants revenue	12	2,501,643	2,405,520
Fee and commission income	13	3,395,509	3,283,607
Other operating income	14	1,339,985	3,434,721
		<u>7,536,968</u>	<u>9,710,705</u>
Administrative expenses			
Expected credit losses (ECL)	15	(4,889,452)	(6,083,153)
Employee benefit expenses	16	(17,844,778)	(13,941,930)
Other operating expenses	17	(20,650,082)	(13,364,604)
Depreciation and amortisation	18 (a & b)	(1,775,817)	(1,783,061)
		<u>(45,160,129)</u>	<u>(35,172,748)</u>
Profit before tax		35,450,506	24,676,166
Tax expense	19(a)	(7,509,438)	(6,065,172)
Profit for the year		<u>27,941,068</u>	<u>18,610,994</u>
Other comprehensive income		-	-
Total comprehensive income for the year		<u>27,941,068</u>	<u>18,610,994</u>

These financial statements were approved and authorised for issue by the Board of Directors on 27 March 2026 and signed on its behalf by:


Mr. Ishmael Kasekwa
Board Chairperson


Mr. Frank Nyabundege
Managing Director

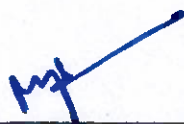
TANZANIA AGRICULTURAL DEVELOPMENT BANK LIMITED

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2025**

	Notes	2025 TZS'000	2024 TZS'000
Assets			
Cash and balances with Bank of Tanzania	20	3,895,095	2,590,117
Due from other Banks	21	354,726,312	285,127,418
Investments in government securities	22	105,339,868	62,910,103
Loans and advances to customers	23	806,753,953	534,164,961
Other assets	24	13,094,996	22,598,492
Current tax assets	19(b)	237,759	672,603
Property and equipment	25	7,644,431	5,978,712
Intangible assets	26	1,143,345	684,927
Right-of-use assets	27(a)	858,399	406,782
Deferred tax assets	28	2,827,446	2,272,809
Total assets		1,296,521,604	917,406,924
Liabilities			
Special customer deposits	29	4,960,491	1,475,061
Special funds	30	64,922,392	70,567,833
Deferred grants income	31	56,621,156	56,846,367
Lease liabilities	27(b)	931,157	317,481
Other liabilities	32	11,028,970	6,117,567
Borrowings	33	618,634,958	275,017,908
Total liabilities		757,099,124	410,342,217
Capital and reserves			
Share capital	37	452,365,150	442,365,150
Retained earnings		78,521,304	62,923,938
Regulatory reserve	38	8,536,026	1,775,619
Total capital and reserves		539,422,480	507,064,707
Total equity and liabilities		1,296,521,604	917,406,924

These financial statements were approved and authorised for issue by the Board of Directors on 27 March 2026 and signed on its behalf by:


Mr. Ishmael Kasekwa
Board Chairperson


Mr. Frank Nyabundege
Managing Director

TANZANIA AGRICULTURAL DEVELOPMENT BANK LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2025**

Description	Share capital TZS'000	Retained earnings TZS'000	Regulatory reserve TZS'000	Total equity TZS'000
Balance at 1 January 2025	442,365,150	62,923,938	1,775,619	507,064,707
Profit for the year	-	27,941,068	-	27,941,068
Additional share capital	10,000,000	-	-	10,000,000
Dividend paid for year 2024	-	(5,583,295)	-	(5,583,295)
Increase in regulatory reserve	-	(6,760,407)	6,760,407	-
At 31 December 2025	452,365,150	78,521,304	8,536,026	539,422,480
Balance at 1 January 2024	268,202,304	45,077,946	1,860,617	315,140,867
Profit for the year	-	18,610,994	-	18,610,994
Additional share capital	174,162,846	-	-	174,162,846
Dividend paid for year 2023	-	(850,000)	-	(850,000)
Decrease in regulatory reserve	-	84,998	(84,998)	-
At 31 December 2024	442,365,150	62,923,938	1,775,619	507,064,707

These financial statements were approved and authorised for issue by the Board of Directors on 27 March 2026 and signed on its behalf by:



Mr. Ishmael Kasekwa
Board Chairperson



Mr. Frank Nyabundege
Managing Director

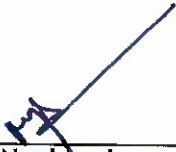
TANZANIA AGRICULTURAL DEVELOPMENT BANK LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2025

	Notes	2025 TZS'000	2024 TZS'000
Cash flows from operating activities:			
Profit before tax		35,450,506	24,676,166
Adjustments for:			
Net interest income	9&10	(73,073,667)	(50,138,209)
Unrealised foreign exchange gain	11	396,698	(212,804)
Revenue grant utilised	12	(2,501,643)	(2,405,520)
Expected credit loss	15	4,889,452	6,083,153
Depreciation and amortisation	18	1,775,817	1,783,061
Operating cash flow before working capital changes		(33,062,837)	(20,214,153)
Increase in loans and advances to customers	23(c)	(271,660,608)	(201,985,207)
Decrease/(Increase) in other assets	24	9,507,549	(10,990,850)
Increase in special customer deposits	29	3,485,430	794,819
Increase in other liabilities	32	4,911,403	1,536,384
Net cash used in operations		(286,819,063)	(230,859,007)
 Interest received	23(d)	78,453,829	49,320,472
Interest paid on borrowings	33	(8,355,582)	(4,117,680)
Interest on lease paid	27(b)	(126,762)	(66,952)
Grant received during the year	31	2,276,432	17,237,475
Tax paid	19(b)	(7,629,230)	(4,837,517)
Net cash used in operating activities		(222,200,376)	(173,323,210)
 Cash flow from investing activities:			
Investment in government securities	22	(37,700,000)	(31,500,000)
Purchase of property and equipment	25	(2,424,673)	(1,994,683)
Purchase of intangible assets	26	(600,052)	(348,056)
Proceeds from disposal of property and equipment	14	4,221	87,140
Net cash used in investing activities		(40,720,504)	(33,755,599)
 Cash flow from financing activities:			
Decrease in special funds	30	(5,645,441)	(15,148,185)
Payment of dividends	35	(5,583,295)	(850,000)
Borrowings received	33	337,516,743	113,716,508
Payment of lease liability	27(b)	(713,170)	(881,462)
Proceed from issue of share capital	37	10,000,000	174,162,846
Net cash flows from financing activities		335,574,837	270,999,708
 Net increase in cash and cash equivalents		72,653,957	63,920,899
Cash and cash equivalents at beginning of the year		288,265,935	225,044,102
Effects on exchange rate fluctuations on cash and cash equivalent held	11	(1,970,095)	(699,066)
Cash and cash equivalents at end of the year	34	358,949,797	288,265,935

These financial statements were approved and authorised for issue by the Board of Directors on _____ 2026 and signed on its behalf by:


Mr. Ishmael Kasekwa
Board Chairperson


Mr. Frank Nyabundege
Managing Director