FINCA Microfinance Bank

PUBLICATION OF UN AUDITED FINANCIAL STATEMENTS

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

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026
(AMOUNTS IN MILLION SHILLINGS)

		CURRENT QUARTER 30.06.2026	PREVIOUS QUARTER 31.03.2026
A.	**ASSETS**		
1	Cash	966	783
2	Balances with Bank of Tanzania	1,590	461
3	Investment in Government Securities	-	-
4	Balances with Other Banks and financial institutions	32,355	37,509
5	Cheques and Items for Clearing	-	-
6	Interbranch float items	-	-
7	Bills Negotiated	-	-
8	Customers' liabilities for acceptances	-	-
9	Interbank Loan Receivables	-	-
10	Investments in Other securities	-	-
11	Loans, Advances and Overdrafts	53,407	51,430
	(Net of allowances for Probable losses)	-	-
12	Other Assets	9,464	3,582
13	Equity Investments	-	-
14	Underwriting accounts	-	-
15	Property, Plant and Equipment	2,719	2,364
16	**TOTAL ASSETS**	**100,502**	**96,129**
B.	**LIABILITIES**		
17	Deposits from other banks and financial institutions	170	166
18	Customer Deposits	75,623	75,293
19	Cash letters of credit	-	-
20	Special Deposits	-	-
21	Payments orders / transfers payable	-	-
22	Bankers' cheques and drafts issued	-	-
23	Accrued taxes and expenses payable	4,381	2,118
24	Acceptances outstanding	-	-
25	Interbranch float items	-	-
26	Unearned income and other deferred charges	77	-
27	Other Liabilities	7,588	6,182
28	Borrowings	2,384	2,410
29	**TOTAL LIABILITIES**	**90,223**	**86,169**
30	**NET ASSETS/(LIABILITIES)(16 MINUS 29)**	**10,279**	**9,960**
C	**SHAREHOLDERS' FUNDS**		
31	Paid up Share Capital	37,896	37,895
32	Capital Reserves	-	-
33	Retained Earnings	(27,936)	(27,449)
34	Profit/(Loss) Account	320	(486)
35	Other Capital Accounts/Capital Advance	-	-
35a.	Other- Statutory Reserve	-	-
35b.	General Provision Reserve	-	-
36	Minority Interest	-	-
37	**TOTAL SHAREHOLDERS' FUNDS**	**10,280**	**9,960**
38	Contingent Liabilities	-	-
39	Non-Performing Loans and Advances	**7,804**	**7,718**
40	Allowances for Probable Losses	**3,493**	**4,201**
41	Other Non-Performing assets	-	-
D	**PERFORMANCE INDICATORS**		
(I)	Shareholders Funds to Total Assets	**10.46%**	**10.48%**
(II)	Non Performing loans to Total Gross Loans	**14.95%**	**14.95%**
(III)	Gross loans and advances to total deposits	**75.07%**	**73.72%**
(IV)	Loans and Advances to Total Assets	**53.14%**	**53.50%**
(V)	Earning Assets to Total Assets	**85.33%**	**92.52%**
(VI)	Deposits Growth	**0.44%**	**0.00%**
(VI)	Assets Growth	**4.55%**	**0.00%**

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2026 (AMOUNTS IN MILLION SHILLINGS)

		Current Quarter 30.06.2026	Comparative Quarter 30.06.2025	Current Year Cummulative 30.06.2026	Comparative Year Cummulative 30.06.2025
1	Interest Income	5,734	8,159	11,099	17,456
2	Interest Expense	(2,532)	(2,695)	(5,022)	(5,234)
3	**Net Interest Income (1 Minus 2)**	**3,201**	**5,464**	**6,076**	**12,221**
4	Bad debts written off	(492)	(528)	(878)	(1,128)
5	Impairment Losses on Loans and Advances	936	(221)	1,128	(453)
6	**Non-Interest Income**	**380**	**1,893**	**752**	**2,527**
	6.1 Foreign exchange profit/(loss)	(2)	1	56	131
	6.2 Fees and Commissions	382	439	696	916
	6.3 Dividend Income	-	-	-	-
	6.4 Other Operating Income	-	1,452	-	1,481
7	**Non-Interest Expense**	**(3,695)**	**(5,841)**	**(7,223)**	**(12,571)**
	7.1 Salaries and Benefits	(2,018)	(1,820)	(3,788)	(3,732)
	7.2 Fees and Commission	-	(68)	0	(137)
	7.3 Other Operating Expenses	(1,677)	(3,953)	(3,435)	(8,702)
8	**Operating Income/(Loss) before tax**	**331**	**766**	**(145)**	**597**
9	Income Tax Provision	(11)	(7)	(22)	(37)
10	**Net income (loss) after income tax**	**320**	**759**	**(167)**	**561**
11	**Other Comprehensive income(Loss) for the year**	**-**	**-**	**-**	**-**
12	**Total Comprehensive income(Loss) for the year**	**320**	**759**	**(167)**	**561**
13	Number of Employees	241	248	241	248
14	Basic Earning Per Share	34	(21)	(18)	(21)
15	Number of Branches	21	21	21	21
	PERFORMANCE INDICATORS				
(I)	Return on average total assets	1.30%	-0.81%	-0.68%	-0.81%
(II)	Return on Average shareholders' funds	12.64%	-8.41%	-6.60%	-8.41%
(III)	Non interest expense to gross income	60.44%	85.47%	60.95%	85.47%
(IV)	Net Interest margin to average earning assets	3.67%	23.43%	6.96%	23.43%

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 30TH JUNE 2026

	Share Capital	Share Premium	Retained Earning	Regulatory Reserve	General Provision Reserve	Others	Total
Current Quarter 30.06.2026							
Balance as at the beginning of the Quarter 01.04.2026	**37,896**	**-**	**(27,936)**	**-**	**-**	**-**	**9,960**
Profit/Loss for the period	-	-	320	-	-	-	**320**
Other Comprehensive Income	-	-	-	-	-	-	**-**
Transactions with owners	-	-	-	-	-	-	**-**
Dividends Paid	-	-	-	-	-	-	**-**
Regulatory Reserve	-	-	-	-	-	-	**-**
General Provision Reserve	-	-	-	-	-	-	**-**
Others	-	-	-	-	-	-	**-**
Balance as at the end of the Quarter 30.06.2026	**37,896**	**-**	**(27,616)**	**-**	**-**	**-**	**10,280**
Previous Quarter 31.03.2026							
Balance as at the beginning of the Quarter 01.01.2026	**37,896**	-	**(27,450)**	**-**	**-**	**-**	**10,446**
Profit/Loss for the period	-	-	(486)	-	-	-	**(486)**
Other Comprehensive Income	-	-	-	-	-	-	**-**
Transactions with owners	-	-	-	-	-	-	**-**
Dividends Paid	-	-	-	-	-	-	**-**
Regulatory Reserve	-	-	-	-	-	-	**-**
General Provision Reserve	-	-	-	-	-	-	**-**
Others	-	-	-	-	-	-	**-**
Balance as at the end of the Quarter 31.03.2026	**37,896**	**-**	**(27,936)**	**-**	**-**	**-**	**9,960**

SELECTED EXPLANATORY NOTES FOR THE QUARTER ENDED 30TH JUNE 2026

In preparation of the quarterly financial statements, consistent accounting policies have been used as those applicable to the previous year audited financial statements (if there were changes during the quarter, the changes be explained as per IAS 34 & IAS 8)

Name and Title	Signature	Date
Druvindra Jayaratne **(Chief Executive Officer)**	(Signed)	29th July 2026
Isaack Chahe **(Chief Financial Officer)**	(Signed)	29th July 2026
Silvanus Kilindu **(Internal Audit Manager)**	(Signed)	29th July 2026

We, the undersigned directors, attest to the faithful representation 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 International Financial Reporting Standards and the requirements of the Banking and Financial Institutions Act, 2006 and they present a true and fair view.

Name	Signature	Date
1. Nasama Massinda **(Board Chairman)**	(Signed)	29th July 2026
2. Mary Pascal Mabiti **(Board Member)**	(Signed)	29th July 2026

CONDENSED STATEMENT OF CASH FLOW STATEMENT FOR THE QUARTER/YEAR ENDED 30 JUNE 2026
(AMOUNTS IN MILLION SHILLINGS)

		CURRENT QUARTER 30.06.2026	PREVIOUS QUARTER 31.03.2026	CUMMULATIVE CURRENT YEAR 30.06.2026	CUMMULATIVE PREVIOUS YEAR 30.06.2025
I	**Cash flow from operating activities:**				
	Net income(Loss)	331	(475)	(145)	597
	Adjustment for :	-	-	-	-
	-Impairment/Amortization	349	335	685	(1,013)
	-Net change in loans and advances	(1,978)	377	(1,600)	6,753
	-Gain/Loss on sale of assets	-	-	-	(2)
	-Net change in Deposits	334	(1,668)	(1,334)	2,709
	-Net change in Short term negotiable securities	-	-	-	-
	-Net change in Other Liabilities	4,065	1,730	5,795	(935)
	-Net change in Other Assets	(5,882)	(867)	(6,749)	971
	-Tax paid	(11)	(11)	(22)	(37)
	-Net change in ROU Asset	(126)	0	(126)	2,025
	Net cash provided (used) by operating activities	**(2,917)**	**(579)**	**(3,497)**	**11,070**
II	**Cash flow from investing activities:**				
	Dividend Received	-	-	-	-
	Purchase of fixed assets	(579)	(12)	(591)	(19)
	Proceeds from sale of fixed assets	-	-	-	2
	Purchase of non-dealing securities	-	-	-	-
	Proceeds from sale of non-dealing securities	-	-	-	-
	Proceeds from maturity of investment in fixed deposit	-	-	-	-
	Others (specify) -Additions on Right of use asset	-	-	-	-
	Others (specify) -Proceeds from issue of share	-	-	-	-
	Net cash provided (used) by investing activities	**(579)**	**(12)**	**(591)**	**(17)**
III	**Cash flow from financing activities:**				
	Repayment of long-term debt	(129)	-	(129)	-
	Proceeds from issuance of long term debt	-	-	-	-
	Proceeds from issuance of share capital	-	-	-	-
	Payment of lease liabilities	(320)	(179)	(499)	(505)
	Net change in other borrowings	103	185	289	2,660
	Others -(Specify)	-	-	-	-
	Net cash provided (used) by financing activities	**(346)**	**6**	**(339)**	**2,155**
IV	**Cash and Cash Equivalents:**				
	Net increase/(decrease) in cash and cash equivalents	**(3,842)**	**(584)**	**(4,426)**	**13,208**
	Cash and cash equivalents at the beginning of the Quarter/ year	38,753	39,337	39,337	20,955
	Cash and cash equivalents at the end of the Quarter/year	**34,911**	**38,753**	**34,911**	**34,163**

MINIMUM DISLOSURES OF BANK CHARGES AND TARRIFS

Number	Item/Transaction	Charge/Fee
1	**Savings Account(TZs)**	
	Mkwanja Individual(TZs)	
	a) Required minimum opening balance	0
	b) Monthly Services Fees	1,770
	c) Interim Statement per page	-TZS 1,500/= per page at branch -No fee through FINCA Express Agent
	d) Withdraw charges over the counter	-Teller outlet TZS 1,180 <5,000,000. 0.1% >5,000,000 (but the charge shall not exceed TZS 59,000)
	e) Interest payable	0
	Mkwanja Legal(TZs)	
	a) Required minimum opening balance	0
	c) Monthly Services Fees	2,360
	d) Interim Statement per page	-TZS 1,500/= per page at branch -No fee through FINCA Express Agent
	f) Withdraw charges over the counter	TZS 1,180 <5,000,000 , 0.1% > 5,000,000 (but the charge shall not exceed TZS 59,000).
	g) Interest payable	0
	Hakika Individual(TZs)	
	a) Required minimum opening balance	10,000
	b) Monthly Services Fees	N/A
	c) Interim Statement per page	-TZS 1,500/= per page at branch -No fee through FINCA Express Agent
	d) Withdraw charges over the counter	One free withdrawal in a month (any additional withdrawal is subjected to charges as per Mkwanja account withdraw fee)
	e) Interest payable	2%
	Hakika Legal Entity(TZs)	
	a) Required minimum opening balance	100,000
	b) Monthly Services Fees	N/A
	c) Interim Statement per page	-TZS 1,500/= per page at branch -No fee through FINCA Express Agent
	d) Withdraw charges over the counter	One free withdrawal in a month (any additional withdrawal is subjected to charges as per Mkwanja account
	e) Interest payable	3%
	Mpango standard (TZs)	
	a) Required minimum opening balance	50,000
	b) Monthly Services Fees	N/A
	c) Interim Statement per page	N/A
	d) Withdraw charges over the counter	N/A
	e) Interest payable	7% to 11% p.a
	Mpango payout (TZs)	
	a) Required minimum opening balance	100000
	b) Monthly Services Fees	N/A
	c) Interim Statement per page	N/A
	d) Withdraw charges over the counter	N/A
	e) Interest payable	7% to 11% p.a
	Mpango upfront (TZs)	
	a) Required minimum opening balance	100,000
	b) Monthly Services Fees	N/A
	c) Interim Statement per page	N/A
	d) Withdraw charges over the counter	N/A
	e) Interest payable	7% to 11% p.a
	Fixed term deposit - legal entity(TZs)	
	a) Required minimum opening balance	10,000,000
	b) Monthly Services Fees	N/A
	c) Interim Statement per page	N/A
	d) Withdraw charges over the counter	N/A
	e) Interest payable	7% to 11% p.a
	Mtoto (TZs)	
	a) Required minimum opening balance	10,000
	b) Monthly Services Fees	N/A
	c) Interim Statement per page	- TZS 1,500/= per page at branch -No fee through FINCA Express Agent
	d) Withdraw charges over the counter	N/A
	e) Interest payable	4% p.a
	Staff (TZs)	
	a) Required minimum opening balance	N/A
	b) Monthly Services Fees	N/A
	c) Interim Statement per page	N/A
	d) Withdraw charges over the counter	N/A
	e) Interest payable	2% p.a
	Halo savings - normal(TZs)	
	a) Required minimum opening balance	N/A
	b) Monthly Services Fees	N/A
	c) Interim Statement per page	N/A
	d) Withdraw charges over the counter	N/A
	e) Interest payable	3%
	Halo savings - target(TZs)	
	a) Required minimum opening balance	N/A
	b) Monthly Services Fees	N/A
	c) Interim Statement per page	N/A
	d) Withdraw charges over the counter	N/A
	e) Interest payable	3% to 8% p.a
2	**Mobile banking Charges(TZs)**	
	Bands	**Charges**
	1,000 - 9,999	500
	10,000 - 19,999	1,000
	20,000 - 49,999	1,200
	50,000 - 99,999	1,500
	100,000 - 149,999	3,000
	150,000 - 299,999	5,000
	300,000 - 599,999	5,500
	600,000 - 999,999	6,000
	1,000,000 - 1,999,999	6,700
	2,000,000 - 2,999,999	7,000
	3,000,000 - 3,999,999	7,500
	4,000,000 - 4,999,999	8,000
	5,000,000 - 10,000,000	9,000

3	**Loans (TZs)**	
	Business Loan -Smal	
	a) Maximum Loan	5,000,001 - 10,000,000
	b) Interest	4.83% (PM)
	c) Loan Processing Fees	3%
	d) Life and property insurance charges	0.34 %, 0.15%
	e) Late payment penalty and early settlement fee (no fee for refinancing)	0.5%, 5% - early settlement fee of outstanding loan
	Business Loan - Medium	
	a) Maximum Loan	10,000,001 - 30,000,000
	b) Interest	3.63% (PM)
	c) Loan Processing Fees	3%
	d) Life and property insurance charges	0.34 %, 0.15%
	e) Late payment penalty and early settlement fee (no fee for refinancing)	0.5%, 5% - early settlement fee of outstanding loan
	Business Loan - Large	
	a) Maximum Loan	30,000,001 - 60,000,000
	b) Interest	3% (PM)
	c) Loan Processing Fees	3%
	d) Life and property insurance charges	0.34 %, 0.15%
	e) Late payment penalty and early settlement fee (no fee for refinancing)	0.5%, 5% - early settlement fee of outstanding loan
	Small Enterprise	
	a) Maximum Loan	60,000,001 - 150,000,000
	b) Interest	3% (PM)
	c) Loan Processing Fees	3%
	d) Life and property insurance charges	0.34 %, 0.15%
	e) Late payment penalty and early settlement fee (no fee for refinancing)	0.5%, 5% - early settlement fee of outstanding loan
	Micro Business	
	a) Maximum Loan	250,000 - 5,000,000
	b) Interest	5% (PM)
	c) Loan Processing Fees	1% per loan
	d) Life and property insurance charges	0.34 %, 0.15%
	e) Late payment penalty and early settlement fee (no fee for refinancing)	0.5%, 5% - early settlement fee of outstanding loan
	Lien Loan	
	a) Maximum Loan	1,000,000 - N/A
	b) Interest	24% - 25% (PA) - Depending timing of Interest Payment
	c) Loan Processing Fees	N/A
	d) Life and property insurance charges	0.34 % - optional, N/A
	e) Late payment penalty and early settlement fee (no fee for refinancing)	0.5%, 5% - early settlement fee of outstanding loan
	Education provider	
	a) Maximum Loan	500,000 - 150,000,000
	b) Interest	2% (PM)
	c) Loan Processing Fees	1% per loan
	d) Life and property insurance charges	0.34 %, 0.15%
	e) Late payment penalty and early settlement fee (no fee for refinancing)	0.5%, 5% - early settlement fee of outstanding loan
	School fees	
	a) Maximum Loan	200,000 - 10,000,000
	b) Interest	2% (PM)
	c) Loan Processing Fees	1% per loan
	d) Life and property insurance charges	0.34 %, 0.15%
	e) Late payment penalty and early settlement fee (no fee for refinancing)	0.5%, 5% - early settlement fee of outstanding loan
	Pamoja Loan	
	a) Maximum Loan	100,000 - 5,000,000
	b) Interest	2% (PM)
	c) Loan Processing Fees	1% per loan
	d) Life and property insurance charges	0.34 %, 0.15%
	e) Late payment penalty and early settlement fee (no fee for refinancing)	0.5%, 5% - early settlement fee of outstanding loan
	Social Financial Group	
	a) Maximum Loan	N/A - N/A
	b) Interest	2.00 %, or 2.50% Due to guarantee. (PM)
	c) Loan Processing Fees	1% per loan
	d) Life and property insurance charges	0.34 %, 0.15%
	e) Late payment penalty and early settlement fee (no fee for refinancing)	0.5%, 5% - early settlement fee of outstanding loan
	Insurance Premium Financing (IPF)	
	a) Maximum Loan	56,000 - N/A
	b) Interest	8% to 14 % depending on number of months
	c) Loan Processing Fees	33.3% - upfront payment per loan
	d) Life and property insurance charges	N/A
	e) Late payment penalty and early settlement fee (no fee for refinancing)	N/A
	Dapa Customer Overdraft	
	a) Maximum Loan	1,000 - 3,700,000
	b) Interest	2.5% to 17% depending on number of days and amount
	c) Loan Processing Fees	1% - 6.8% per loan
	d) Life and property insurance charges	N/A
	e) Late payment penalty and early settlement fee (no fee for refinancing)	N/A
	Songesha Agent overdraft	
	a) Maximum Loan	10,000 - 2,000,000
	b) Interest	TZS 28 to 1,000 depending on overdraft amount
	c) Loan Processing Fees	N/A
	d) Life and property insurance charges	N/A
	e) Late payment penalty and early settlement fee (no fee for refinancing)	0.1%
	Wezesha Agent Term Loan	
	a) Maximum Loan	10,000 - 9,000,000
	b) Interest	4.01% to 10.01% depending on number of days (flat rate)
	c) Loan Processing Fees	2% (reserve for indemnity) per loan
	d) Life and property insurance charges	N/A
	e) Late payment penalty and early settlement fee (no fee for refinancing)	2% from 31 to 45 days, 3% > 45 days
	Device Financing	
	a) Maximum Loan	300000
	b) Interest	17% (PA)
	c) Loan Processing Fees	TZS 48,711(reserve for indemnity), TZS 30,000 (upfront payment) per loan
	d) Life and property insurance charges	N, TZS 17,171
	e) Late payment penalty and early settlement fee (no fee for refinancing)	0.5%, 5% - early settlement fee of outstanding loan
4	**Transfer and Agent Services**	
	Outward Tiss Charges	
	a)Payments with a value between TZS 1 to 10million	2,000
	b)Payments with a value above TZS 10 million to 50 million	5,000
	c)Payments with a value higher than 50 million	10,000
	Inward Tiss Charges	**Free**
5	**Agent Banking withdrawal fee**	
	Withdraw Charges	**Customer Fees (VAT EXCLUSIVE)**
	Bands	**Charges**
	1,000 - 9,999	500
	10,000 - 19,999	1,000
	20,000 - 49,999	1,200
	50,000 - 99,999	1,500
	100,000 - 149,999	3,000
	150,000 - 299,999	5,000
	300,000 - 599,999	5,500
	600,000 - 999,999	6,000
	1,000,000 - 1,999,999	6,700
	2,000,000 - 2,999,999	7,000
	3,000,000 - 3,999,999	7,500
	4,000,000 - 4,999,999	8,000
	5,000,000 - 10,000,000	9,000
6	**Other Charges**	
	a) Cash transfer	1,300
	b) Balance	200
	c) Mini statement	200