



2021

Tawhid Bank the First Full-Fledged Islamic Bank in Tajikistan



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Dushanbe – 2021

CEO's Message



“We created the first Islamic Bank in Tajikistan and intend to build one of the best Islamic Banks in the region, which will be the First and Best Choice for customers, investors, partners and employees who will move the country forward. We plan to grow into a national leader in Islamic finance.

Tawhidbank not only successfully and practically without losses goes through the crisis phenomena, but also constantly increases the speed of changes and implementation of innovations. We have not stopped a single development project of us, laying the foundation for future victories.

Today Tawhidbank is a small, economical, unique, profitable and promising Bank with a unique business model in the country's banking system, which has a huge potential for growth and development.

Tawhidbank will continue to strive to satisfy the majority of our customer's needs, to offer the most efficient and high-quality service and save time and money for our customers.

Bank vision

Become a leader in Islamic banking by supporting sustainable development growth and always be the preferred provider of Islamic financial services at both the National and Regional level.

Mission of the Bank

Rejection of the concept of loan interest and the implementation of fair and interest-free banking for the benefit of the people of our country and beyond.

Conducting activities in accordance with the principles of Sharia and non-admission of operations contrary to Islamic principles.

The goal of the Bank

"To become the best first-class, reliable and financially sustainable bank on a national and regional scale, providing qualitative, alternative, ethical and fair financial services to all segments of the population."

Tawhidbank in the financial services market will position itself as the first, best Islamic bank with the best range of Islamic banking products and services for retail and corporate customers.

Providing unique, fair and high-quality Islamic banking and financial services, we set ourselves the goal of "Becoming the No 1 Islamic bank in the country and in the region."





Brief information about OJSC "Tawhidbank"

The Bank was established on August 24, 1999 as Joint Stock Commercial Bank for the promotion and support of entrepreneurship, and on May 22, 2002 was reorganized into OJSC "Sohibkorbank". Since its establishment, the Bank has been an active, reliable and stable participant in the country's financial services market. To date, the Bank has achieved significant positive indicators in its activities, has 5 branches and 58 Banking Service Centers throughout the country. According to the current structure, the Bank employs over 300 specialists. On July 1, 2019, the Bank was renamed to "Tawhidbank" and since September 16, 2019, from the moment of obtaining a license, it has been operating as the First Full-Fledged Islamic Bank in Tajikistan.

- The Bank is among the top 10 largest banks in the country;
- The Bank is present in almost all regions of the country;
- The Bank ranks 10th in terms of capital and 6th in terms of profit among the Banks of the country.

Financial achievements in six months of 2021

Despite the difficult situation in the world due to the COVID 19 pandemic, which has had and is affecting the country's financial system, Tawhidbank has passed the test of strength and stability, showing decent financial results at the end of the first half of the year with significant profits.



Key balance sheet indicators of OJSC "Tawhidbank" are as follows:

- The Bank's assets, compared to the same period last year, increased by 42%, mainly due to liquid assets and an increase in the financing portfolio.
- The financing portfolio showed an increase of 302%.
- Customer funds at the end of the year amounted to 81.7 million TJS, an increase of 180%.
- Positive profitability indicators: ROA and ROE amounted to 2.33% and 4.82%, respectively.
- The share of liquid assets amounted to 62.2%.
- The current liquidity ratio of the NBT is met with a margin: K2.1 as of 01.07.2021 amounted to 120% (with a regulatory minimum of 40% for Islamic banks). The Bank takes one of the leading positions among domestic banks in terms of liquidity.
- Capital adequacy ratio K1.1 68.25% and K1.2 43.13% (with the normative minimums of the NBT 12% and 10%).
- The growth in the volume of remittances amounted to 94%.
- The Bank's customer base tends to grow, both for corporate and retail customers. The growth of the customer base, including due to plastic card holders, amounted to 475%.

To date, we have made positive strides in developing customer relationships, building up a customer base and increasing satisfaction.

The banking infrastructure for the provision of non-cash and out-of-office services this year is increasing.

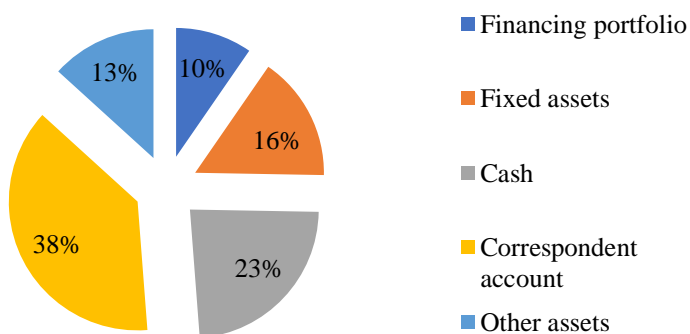
We launched Internet banking, Tawhid Pay mobile wallet, mobile banking, through which the customer can manage his accounts, make transfers between his accounts, pay for services and goods, link bank cards, etc.

The bank also issued and provided customers with a significant number of plastic cards, including Islamic credit cards.

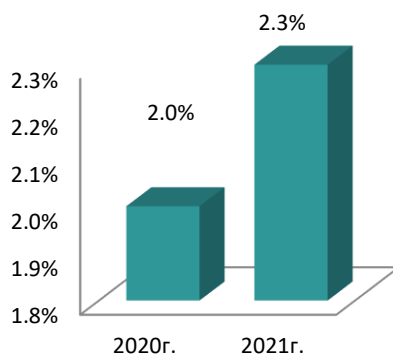


ASSETS as of 06/2021 (in USD million)

| | |
|------------------------|-------------|
| Financing portfolio | 1.6 |
| Fixed assets | 2.6 |
| Cash | 3.9 |
| Correspondent accounts | 6.3 |
| Other assets | 2.2 |
| Total | 16.6 |

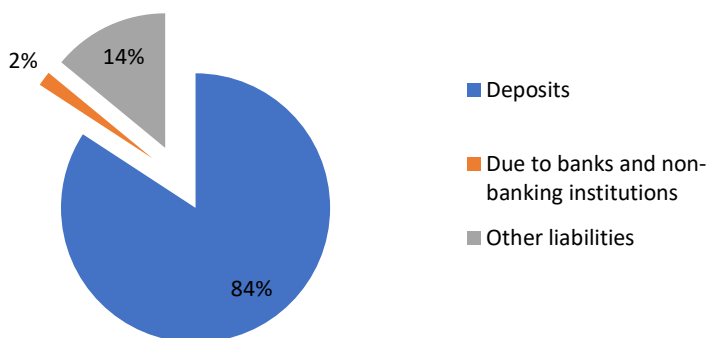


PROFITABILITY OF ASSETS (ROA)

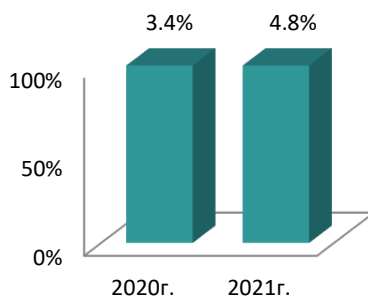


LIABILITIES AND CAPITAL as of 06/2021(IN MILLION USD)

| | |
|---|------|
| Deposits | 7.2 |
| Payable to banks and non-banking institutions | 0.15 |
| Other liabilities | 1.2 |
| Total | 8.6 |
| Equity | 8 |
| including shareholder capital | 5.7 |

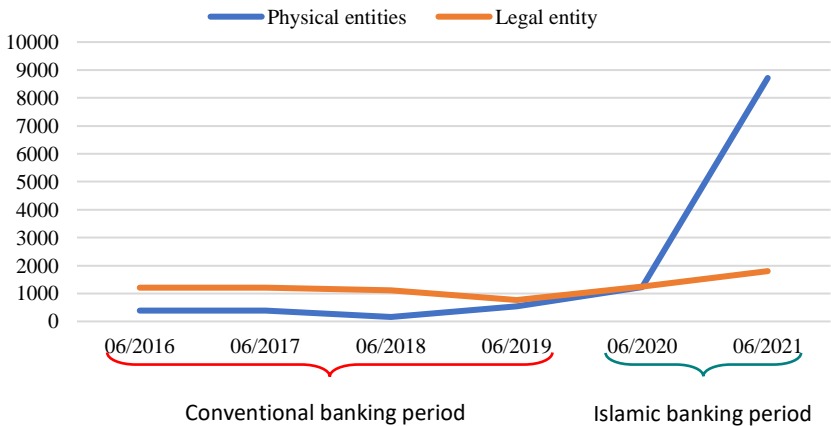


PROFITABILITY OF EQUITY (ROE)



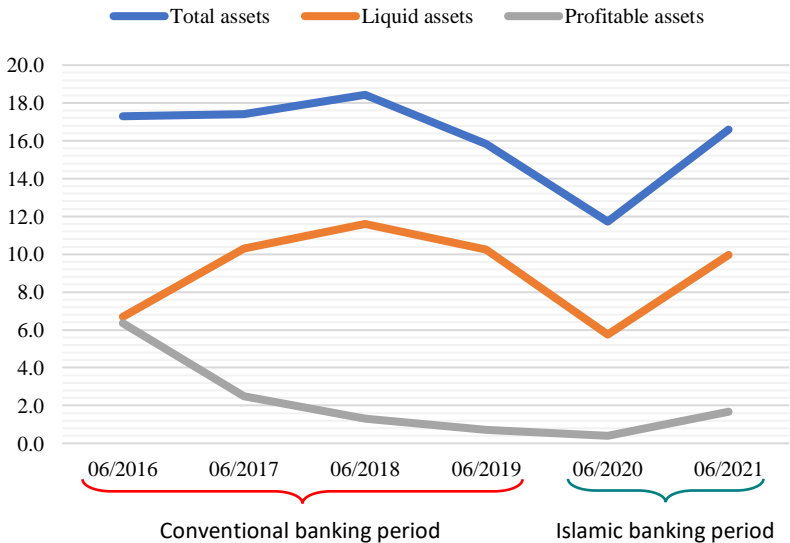
Further, the dynamics of the main indicators

1. Customer base growth dynamics (06/2016 – 2021y.) (number)



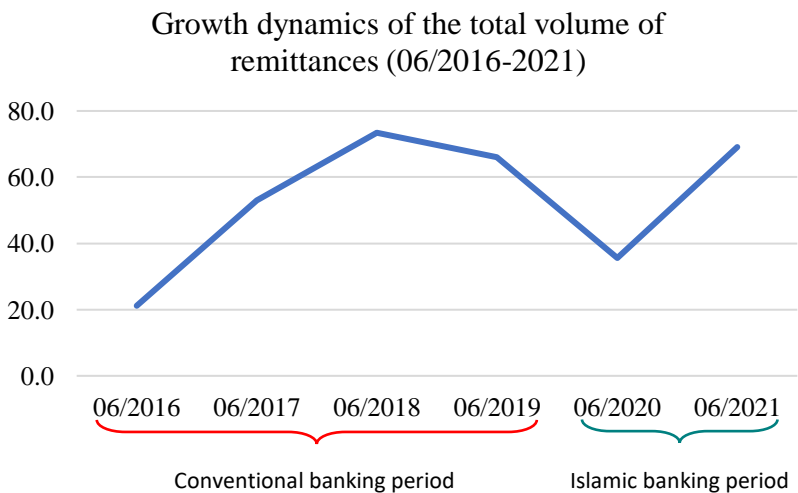
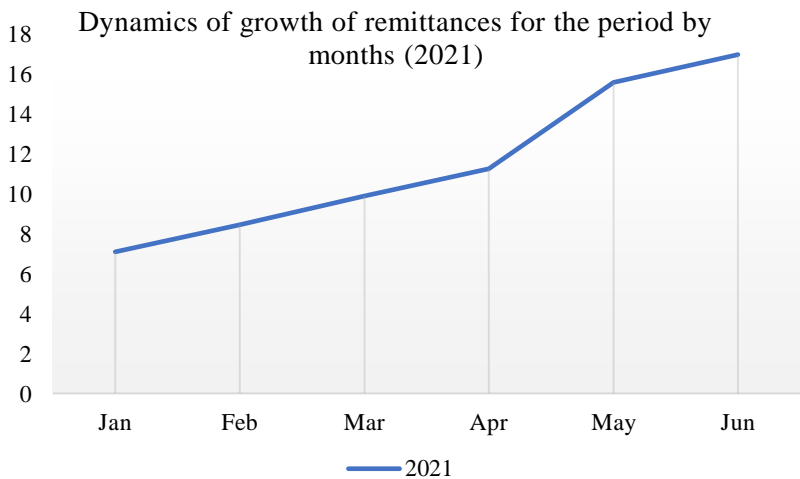
2. Asset growth dynamics (06/2016 – 2021y.)

(million. USD)



3. Growth dynamics of remittances

(million. USD)



Throughout its activities, the Bank has enlisted the support of many international partners such as:



**ТрансКапитал
Банк**



НОВИКОМБАНК



BANK PRODUCT LINE

Financing (Murabaha):

- Murabaha – consumer
- Murabaha - autofinancing
- Murabaha – legal entities and private entrepreneurs
- Murabaha - house financing

Deposits:

- Savings and on demand (Card)
- Term deposits (Mudaraba):
 - Islamic deposits for children "Tomorrow"
 - Islamic deposit "Hajj"

Other services

Bank card "T-card" debit

Credit cards

ATMs (terminal network)

Money transfers

Cash services

Currency operations

Opening and maintaining accounts

SWIFT transactions

Tawhid Pay mobile application

Internet banking

Mobile banking

