

NMB BANK PLC UNAUDITED FINANCIAL STATEMENTS

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

3.7
Trillion
Loan & Advances

Total Assets
6.5
Trillion

Customer Deposits
4.8
Trillion

Interest Income
8.4%
YoY

40%
YoY
Impairment

Non Interest Expense
2%
YoY

Profit After Tax
48.7
Billion
141%
YoY

Return on average shareholders funds

19.4%

Return on Asset

3%

*YoY - Year on Year

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH, 2020

(Amounts in million shillings)

	GROUP		BANK	
	Current Year 31.03.2020	Previous Year 31.12.2019	Current Year 31.03.2020	Previous Year 31.12.2019
A. ASSETS				
1 Cash	530,215	498,231	530,215	498,231
2 Balances with Bank of Tanzania	599,051	842,909	599,051	842,909
3 Investments in Government securities	930,562	761,554	930,562	761,554
4 Balances with other banks and financial institutions	150,444	264,326	150,444	264,326
5 Cheques and items for clearing	4,159	4,152	4,159	4,152
6 Inter branch float items	170	364	170	364
7 Bills negotiated	-	-	-	-
8 Customers' liabilities for acceptances	-	-	-	-
9 Interbank loans receivables	3,807	-	3,807	-
10 Investments in other securities	-	-	-	-
11 Loans, advances and overdrafts (net of allowances for probable losses)	3,700,323	3,590,006	3,704,684	3,595,688
12 Other assets	188,032	213,796	350,285	382,827
13 Equity investments	2,920	2,920	2,920	2,920
14 Underwriting accounts	-	-	-	-
15 Property, Plant and equipment	231,001	239,169	195,369	203,044
16 TOTAL ASSETS	6,340,684	6,417,427	6,471,666	6,556,015
B. LIABILITIES				
17 Deposits from other banks and financial institutions	34,685	33,446	34,685	33,446
18 Customer deposits	4,753,898	4,860,515	4,758,193	4,864,242
19 Cash letters of credit	29,879	19,833	29,879	19,833
20 Special Deposits	12,677	14,595	12,677	14,595
21 Payment orders/transfers payable	-	-	-	-
22 Bankers' cheques and drafts issued	2,132	2,132	2,132	2,132
23 Accrued taxes and expenses payable	66,235	54,963	66,041	54,963
24 Acceptances outstanding	-	-	-	-
25 Inter branch float items	-	-	-	-
26 Unearned income and other deferred charges	32,275	31,872	32,275	31,872
27 Other liabilities	68,597	83,525	193,481	213,099
28 Borrowings	321,169	347,443	321,169	347,443
29 TOTAL LIABILITIES	5,321,547	5,448,325	5,450,532	5,583,626
30 NET ASSETS/(LIABILITIES)	1,019,137	969,102	1,021,134	972,389
C. SHAREHOLDERS' FUNDS				
31 Paid up share capital	20,000	20,000	20,000	20,000
32 Capital reserves	-	-	-	-
33 Retained earnings	944,473	799,733	951,341	809,173
34 Profit(Loss) account	50,012	144,739	48,721	142,167
35 Other capital accounts	1,072	1,049	1,072	1,049
36 Minority interest	3,581	3,581	-	-
37 TOTAL SHAREHOLDERS' FUNDS	1,019,137	969,102	1,021,134	972,389
38 Contingent liabilities	550,509	652,654	550,509	652,654
39 Non performing loans & advances	271,621	254,241	271,621	254,241
40 Allowances for probable losses	201,465	173,110	201,465	173,110
41 Other non performing assets	1,029	2,850	1,029	2,850
D. SELECTED FINANCIAL CONDITION INDICATORS				
(i) Shareholders Funds to total assets	16.1%	15.1%	15.8%	14.8%
(ii) Non performing loans to total gross loans	7.0%	6.8%	7.0%	6.7%
(iii) Gross loans and advances to total deposits	80.8%	76.9%	80.8%	76.9%
(iv) Loans and advances to total assets	58.4%	55.9%	57.2%	54.8%
(v) Earnings assets to total Assets	75.5%	72.0%	74.0%	70.5%
(vi) Deposits growth	-2.0%	7.1%	-2.0%	7.1%
(vii) Assets growth	-1.2%	7.1%	-1.3%	7.1%




CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME PERIOD ENDED 31ST MARCH, 2020

(Amounts in million shillings)

	GROUP		BANK		GROUP		BANK	
	Current Year 31.03.2020	Comparative Year 31.03.2019	Current Year 31.03.2020	Comparative Year 31.03.2019	Current Year 31.03.2020	Comparative Year 31.03.2019	Current Year 31.03.2020	Comparative Year 31.03.2019
1 Interest income	166,022	153,107	166,153	153,238	166,022	153,107	166,153	153,238
2 Interest expense	(32,597)	(31,776)	(32,597)	(31,700)	(32,597)	(31,776)	(32,597)	(31,700)
3 Net interest income (minus)	133,425	121,330	133,556	121,538	133,425	121,330	133,556	121,538
4 Bad debts written off	-	(1,621)	-	(1,621)	-	(1,621)	-	(1,621)
5 Impairment Losses on Loans and Advances	(21,847)	(36,345)	(21,847)	(36,345)	(21,847)	(36,345)	(21,847)	(36,345)
6 Non interest income:	59,773	48,857	59,773	48,857	59,773	48,857	59,773	48,857
6.1 Foreign currency dealings and translation gain/(loss)	5,817	7,504	5,817	7,504	5,817	7,504	5,817	7,504
6.2 Fee and commissions	50,171	39,347	50,171	39,347	50,171	39,347	50,171	39,347
6.3 Dividend income	-	-	-	-	-	-	-	-
6.4 Other operating income	3,785	2,006	3,785	2,006	3,785	2,006	3,785	2,006
7 Non interest expense:	(100,458)	(102,457)	(101,881)	(103,565)	(100,458)	(102,457)	(101,881)	(103,565)
7.1 Salaries and benefits	(50,517)	(48,232)	(50,517)	(48,232)	(50,517)	(48,232)	(50,517)	(48,232)
7.2 Fees and commissions	(1,694)	(2,109)	(1,694)	(2,109)	(1,694)	(2,109)	(1,694)	(2,109)
7.3 Other operating expenses	(48,247)	(52,116)	(49,670)	(53,224)	(48,247)	(52,116)	(49,670)	(53,224)
8 Operating Income/(loss)	76,892	29,764	69,601	28,864	70,892	29,764	69,601	28,864
9 Income tax expense	(20,880)	(8,659)	(20,880)	(8,659)	(20,880)	(8,659)	(20,880)	(8,659)
10 Net income/(loss) after income tax	50,012	21,105	48,721	20,205	50,012	21,105	48,721	20,205
11 Other comprehensive income, net of tax								
Fair value gain/ (loss) on FVOCI - net of tax	23	(206)	23	(206)	23	(206)	23	(206)
Total comprehensive income for the year	50,035	20,899	48,744	19,999	50,035	20,899	48,744	19,999
12 Number of employees	3,450	3,448	3,450	3,448	3,450	3,448	3,450	3,448
13 Basic earnings per share	97	40	97	40	97	40	97	40
14 Diluted earnings per share	97	40	97	40	97	40	97	40
15 Number of branches	226	224	226	224	226	224	226	224
SELECTED PERFORMANCE INDICATORS								
(i) Return on average total assets	3.2%	1.4%	3.0%	1.3%	3.2%	1.4%	3.0%	1.3%
(ii) Return on average share-holders funds	19.6%	9.6%	19.4%	9.3%	19.6%	9.6%	19.4%	9.3%
(iii) Non interest expense to gross income	52.0%	60.2%	52.7%	60.8%	52.0%	60.2%	52.7%	60.8%
(iv) Net interest income to average earning assets	11.1%	11.1%	11.1%	11.3%	11.1%	11.1%	11.1%	11.3%

SELECTED EXPLANATORY NOTES FOR THE QUARTER ENDED 31TH MARCH 2020

In preparation of the quarterly financial statements, consistent accounting policies have been used as those applicable to the previous year audited financial statements.

Name and Title	Signature	Date
Ruth Zaiyuna Ag. Managing Director		April 28, 2020
Benedicto Baragomwa Ag. Chief Financial Officer		April 28, 2020
Juma Kimori Chief Internal Auditor		April 28, 2020

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
Margaret Ikongo Board Director		April 28, 2020
Leonard Mususa Board Director		April 28, 2020

CONDENSED STATEMENT OF CASH FLOW STATEMENT FOR THE QUARTER ENDED 31ST MARCH, 2019

(Amounts in million shillings)

	GROUP		BANK		GROUP		BANK	
	Current Quarter 31.03.2020	Previous Quarter 31.12.2019	Current Quarter 31.03.2020	Previous Quarter 31.12.2019	Current Year Cumulative 31.03.2020	Previous Year Cumulative 31.03.2019	Current Year Cumulative 31.03.2020	Previous Year Cumulative 31.03.2019
I: Cash flow from Operating activities:								
Net income/(loss)	70,892	95,949	69,601	93,257	70,892	29,764	69,601	28,864
Adjustment for:								
- Impairment/amortization	10,668	46,320	10,176	46,320	10,668	3,944	10,176	3,944
- Net change in loans and advances	(114,124)	(200,811)	(112,803)	(202,026)	(114,124)	(112,384)	(112,803)	21,843
- Gain/loss on sale of assets	-	-	-	-	-	-	-	-
- Net change in deposits	(97,250)	349,175	(98,682)	347,727	-97,250	247,201	(98,682)	247,402
- Net change in short term negotiable securities	-	-	-	-	-	-	-	-
- Net change in other liabilities	(3,254)	(109,489)	(8,138)	(104,134)	(3,254)	261,687	(8,138)	128,159
- Net change in other assets	25,951	57,993	32,729	57,993	25,951	(98,887)	32,729	(98,887)
- Tax paid	(19,021)	(18,000)	(19,021)	(18,000)	(19,021)	(14,357)	(19,021)	(14,357)
- Others	12,630	(1,838)	12,630	(1,838)	12,630	(27,560)	12,630	(27,560)
Net cash provided (used) by operating activities	(113,508)	219,299	(113,508)	219,299	(113,508)	289,408	(113,508)	289,408
II: Cash flow from Investing activities:								
Dividends received	-	-	-	-	-	-	-	-
Purchase of fixed assets	(4,361)	5,186	(4,361)	5,186	(4,361)	(8,263)	(4,361)	(8,263)
Proceeds from sale of fixed assets	-	-	-	-	-	-	-	-
Purchase of non-dealing securities	-	-	-	-	-	-	-	-
Proceeds from sale of non-dealing securities	-	-	-	-	-	-	-	-
Others (Equity investment and Securities)	(168,983)	84,781	(168,983)	84,781	(168,983)	(79,919)	(168,983)	(79,919)
Net cash provided (used) by investing activities	(173,344)	89,967	(173,344)	89,967	(173,344)	(88,182)	(173,344)	(88,182)
III: Cash Flow from Financing activities:								
Repayment of long-term debt	-	-	-	-	-	-	-	-
Proceeds from issuance of long term debt	-	-	-	-	-	-	-	-
Proceeds from issuance of share capital	-	-	-	-	-	-	-	-
Payment of cash dividends	-	-	-	-	-	-	-	-
Net change in other borrowings	(26,274)	(45,093)	(26,274)	(45,093)	(26,274)	(30,251)	(26,274)	(30,251)
Others (Specify)	-	-	-	-	-	-	-	-
Net cash provided (used) by financing activities	(26,274)	(45,093)	(26,274)	(45,093)	(26,274)	(30,251)	(26,274)	(30,251)
IV: Cash and Cash equivalents:								
Net increase/(decrease) in cash and cash equivalents	(313,126)	264,173	(313,126)	264,173	(313,126)	170,975	(313,126)	170,975
Cash and cash equivalents at the beginning of the year	1,213,370	949,197	1,213,370	949,197	1,213,370	856,178	1,213,370	856,178
Cash and cash equivalents at the end of the year	900,244	1,213,370	900,244	1,213,370	900,244	1,027,154	900,244	1,027,154

CONDENSED GROUP STATEMENT OF CHANGES IN EQUITY AS AT 31ST MARCH 2020

(Amounts in million shillings)

	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	General Provision Reserve	Others (Fair Valuation)	Total
Current Year							
Balance as at the beginning of the year	20,000	-	944,472	-	-	4,630	969,102
Profit for the year	-	-	50,012	-	-	-	50,012
Other Comprehensive Income	-	-	-	-	-	23	23
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Balance as at the end of the current period	20,000	-	994,484	-	-	4,653	1,019,137
Previous Year							
Balance as at the beginning of the Year	20,000	-	799,128	-	33,725	4,342	857,195
Profit for the year	-	-	19,702	-	-	-	19,702
Other Comprehensive Income	-	-	-	-	-	(206)	(206)
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	(994)	-	994	-	-
Others	-	-	1,599	-	-	-	1,599
Balance as at the end of the Previous period	20,000	-	818,435	-	34,719	4,136	878,250