

NMB BANK PLC UNAUDITED FINANCIAL STATEMENTS

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

4.3
Trillion
Loans
&
Advances
+11%YoY

5.3
Trillion
Customer
Deposits
+9%YoY

Non
Performing
Loans to
Gross Loans
5%

Total Income
224
Billion
+16%
YoY

Profit
Before Tax
93
Billion
+34%
YoY

Profit
After Tax
65
Billion
+33%
YoY

Cost to
income
Ratio (CIR)
48%

*YoY - Year on Year

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH, 2021					
(Amounts in million shillings)					
	GROUP		BANK		
	Current Quarter 31.03.2021	Previous Quarter 31.12.2020	Current Quarter 31.03.2021	Previous Quarter 31.12.2020	
A. ASSETS					
1 Cash	470,009	661,689	470,009	661,689	
2 Balances with Bank of Tanzania	529,551	385,799	529,551	385,799	
3 Investments in Government securities	1,207,987	1,304,253	1,207,987	1,304,253	
4 Balances with other banks and financial institutions	142,592	130,925	142,592	130,925	
5 Cheques and items for clearing	3,956	1,449	3,956	1,449	
6 Inter branch float items	2,384	-	2,384	-	
7 Bills negotiated	-	-	-	-	
8 Customers' liabilities for acceptances	-	-	-	-	
9 Interbank loans receivables	46,514	39,904	46,514	39,904	
10 Investments in other securities	-	-	-	-	
11 Loans, advances and overdrafts (net of allowances for probable losses)	4,130,048	4,108,789	4,130,448	4,109,260	
12 Other assets	200,389	206,893	274,379	280,336	
13 Equity investments	2,920	2,920	2,920	2,920	
14 Underwriting accounts	-	-	-	-	
15 Property, Plant and equipment	207,893	215,715	174,232	181,562	
16 TOTAL ASSETS	6,944,243	7,058,336	6,984,972	7,098,097	
B LIABILITIES					
17 Deposits from other banks and financial institutions	57,131	131,224	57,131	131,224	
18 Customer deposits	5,188,989	5,247,973	5,192,578	5,247,978	
19 Cash letters of credit	30,874	36,645	30,874	36,645	
20 Special Deposits	6,301	40,833	6,301	40,833	
21 Payment orders/transfers payable	-	-	-	-	
22 Bankers' cheques and drafts issued	2,121	2,118	2,121	2,118	
23 Accrued taxes and expenses payable	57,879	36,682	57,723	36,683	
24 Acceptances outstanding	-	-	-	-	
25 Inter branch float items	-	-	-	-	
26 Unearned income and other deferred charges	37,470	36,831	37,470	36,831	
27 Other liabilities	64,660	71,146	103,870	112,112	
28 Borrowings	302,620	323,740	302,620	323,740	
29 TOTAL LIABILITIES	5,748,045	5,927,191	5,790,688	5,968,163	
30 NET ASSETS /(LIABILITIES)	1,196,198	1,131,145	1,194,284	1,129,934	
C. SHAREHOLDERS' FUNDS					
31 Paid up share capital	20,000	20,000	20,000	20,000	
32 Capital reserves	-	-	-	-	
33 Retained earnings	1,106,441	896,141	1,109,142	903,340	
34 Profit(Loss) account	65,387	210,300	64,684	205,802	
35 Other capital accounts	458	792	458	792	
36 Minority interest	3,912	3,912	-	-	
37 TOTAL SHAREHOLDERS' FUNDS	1,196,198	1,131,145	1,194,284	1,129,934	
38 Contingent liabilities	654,587	624,881	654,587	624,881	
39 Non performing loans & advances	216,506	231,287	216,506	231,287	
40 Allowances for probable losses	209,527	204,809	209,527	204,809	
41 Other non performing assets	9,058	10,055	9,058	10,055	
D SELECTED FINANCIAL CONDITION INDICATORS					
(i) Shareholders Funds to total assets	17%	16%	17%	16%	
(ii) Non performing loans to total gross loans	5%	5%	5%	5%	
(iii) Gross loans and advances to total deposits	82%	78%	82%	78%	
(iv) Loans and advances to total assets	59%	58%	59%	58%	
(v) Earnings assets to total Assets	79%	79%	79%	79%	
(vi) Deposits growth	-3%	3%	-3%	3%	
(vii) Assets growth	-2%	2%	-2%	1%	

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME PERIOD ENDED 31 MARCH, 2021									
(Amounts in million shillings)									
	GROUP		BANK		GROUP		BANK		
	Current Quarter 31.03.2021	Comperative Quarter 31.03.2020	Current Quarter 31.03.2021	Comperative Quarter 31.03.2020	Current Year Cumulative 31.03.2021	Comparative Year Cumulative 31.03.2020	Current Year Cumulative 31.03.2021	Comparative year Cumulative 31.03.2020	
1 Interest income	190,769	166,022	190,769	166,153	190,769	166,022	190,769	166,153	
2 Interest expense	(32,859)	(32,597)	(32,859)	(32,597)	(32,859)	(32,597)	(32,859)	(32,597)	
3 Net interest income (Iminus2)	157,910	133,425	157,910	133,556	157,910	133,425	157,910	133,556	
4 Bad debts written off	-	-	-	-	-	-	-	-	
5 Impairment Losses on Loans and Advances	(22,870)	(21,847)	(22,870)	(21,847)	(22,870)	(21,847)	(22,870)	(21,847)	
6 Non interest income:	65,687	59,773	65,687	59,773	65,687	59,773	65,687	59,773	
6.1 Foreign currency dealings and translation gain/(loss)	5,574	5,817	5,574	5,817	5,574	5,817	5,574	5,817	
6.2 Fee and commissions	55,821	50,171	55,821	50,171	55,821	50,171	55,821	50,171	
6.3 Dividend income	-	-	-	-	-	-	-	-	
6.4 Other operating income	4,292	3,785	4,292	3,785	4,292	3,785	4,292	3,785	
7 Non interest expense:	(107,034)	(100,458)	(107,737)	(101,881)	(107,034)	(100,458)	(107,737)	(101,881)	
7.1 Salaries and benefits	(56,463)	(50,517)	(56,463)	(50,517)	(56,463)	(50,517)	(56,463)	(50,517)	
7.2 Fees and commissions	(3,548)	(2,479)	(3,548)	(2,479)	(3,548)	(2,479)	(3,548)	(2,479)	
7.3 Other operating expenses	(47,023)	(47,462)	(47,726)	(48,885)	(47,023)	(47,462)	(47,726)	(48,885)	
8 Operating income/(loss)	93,693	70,892	92,990	69,601	93,693	70,892	92,990	69,601	
9 Income tax expense	(28,306)	(20,880)	(28,306)	(20,880)	(28,306)	(20,880)	(28,306)	(20,880)	
10 Net income(loss)after income tax	65,387	50,012	64,684	48,721	65,387	50,012	64,684	48,721	
11 Other comprehensive income, net of tax									
Fair value gain/ (loss) on FVOCI – net of tax	(334)	23	(334)	23	(334)	23	(334)	23	
Total comprehensive income for the year	65,053	50,035	64,350	48,744	65,053	50,035	64,350	48,744	
12 Number of employees	3,474	3,450	3,474	3,450	3,474	3,450	3,474	3,450	
13 Basic earnings per share	131	100	129	97	131	100	129	97	
14 Diluted earnings per share	131	100	129	97	131	100	129	97	
15 Number of branches	226	226	226	226	226	226	226	226	
SELECTED PERFORMANCE INDICATORS									
(i) Return on average total assets	4%	3%	4%	3%	4%	3%	4%	3%	
(ii) Return on average share-holders funds	22%	20%	22%	19%	22%	20%	22%	19%	
(iii) Non interest expense to gross income	48%	52%	48%	53%	48%	52%	48%	53%	
(iv) Net interest income to average earning assets	11%	11%	11%	11%	11%	11%	11%	11%	

SELECTED EXPLANATORY NOTES FOR THE QUARTER ENDED 31 MARCH 2021

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
Ruth Zaipuna
Chief Executive Officer

Signature


Date
April 21, 2021

Juma Kimori
Chief Financial Officer

Signature


Date
April 21, 2021

Benedicto Baragomwa
Ag. Chief Internal Auditor

Signature


Date
April 21, 2021

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
Dr. Edwin P. Mhede
Board Chairman

Signature


Date
April 21, 2021

Leonard Mususa
Director

Signature


Date
April 21, 2021

CONDENSED STATEMENT OF CASH FLOW STATEMENT FOR THE QUARTER ENDED 31 MARCH, 2021								
(Amounts in million shillings)								
	GROUP		BANK		GROUP		BANK	
	Current Quarter 31.03.2021	Previous Quarter 31.12.2020	Current Quarter 31.03.2021	Previous Quarter 31.12.2020	Current Year Cumulative 31.03.2021	Previous Year Cumulative 31.03.2020	Current Year Cumulative 31.03.2021	Previous Year Cumulative 31.03.2020
I: Cash flow from Operating activities:								
Net income(loss)	93,693	85,687	92,990	87,833	93,693	70,892	92,990	69,601
Adjustment for:								
- Impairment/amor-tization	9,869	10,309	9,377	9,816	9,869	10,668	9,377	10,176
- Net change in loans and advances	(67,773)	(150,569)	(67,702)	(148,843)	(67,773)	(114,124)	(67,702)	(112,803)
- Gain/loss on sale of assets	-	-	-	-	-	-	-	-
- Net change in deposits	(173,379)	159,753	(169,795)	158,265	(173,379)	(97,250)	(169,795)	(98,682)
- Net change in short term negotiable securities	-	-	-	-	-	-	-	-
- Net change in other liabilities	(36,762)	23,672	(38,675)	(63,874)	(36,762)	(3,254)	(38,675)	(8,138)
- Net change in other assets	3,728	16,478	3,181	102,133	3,728	25,951	3,181	32,729
- Tax paid	(26,436)	(35,006)	(26,436)	(35,006)	(26,436)	(19,021)	(26,436)	(19,021)
- Others	9,296	10,472	9,296	10,472	9,296	12,630	9,296	12,630
Net cash provided (used) by operating activities	(187,764)	120,796	(187,764)	120,796	(187,764)	(113,508)	(187,764)	(113,508)
II. Cash flow from Investing activities:								
Dividends received	-	-	-	-	-	-	-	-
Purchase of fixed assets	(3,919)	(8,272)	(3,919)	(8,272)	(3,919)	(4,361)	(3,919)	(4,361)
Proceeds from sale of fixed assets	-	-	-	-	-	-	-	-
Purchase of non-deal-ing securities	-	-	-	-	-	-	-	-
Proceeds from sale of non-dealing securities	-	-	-	-	-	-	-	-
Others-(Equity invest-ment and Securities)	95,934	(121,915)	95,934	(121,915)	95,934	(168,983)	95,934	(168,983)
Net cash provided (used) by investing activities	92,015	(130,187)	92,015	(130,187)	92,015	(173,344)	92,015	(173,344)
III: Cash Flow from Financing activities:								
Repayment of long-term debt	-	-	-	-	-	-	-	-
Proceeds from issuance of long term debt	-	-	-	-	-	-	-	-
Proceeds from issu-ance of share capital	-	-	-	-	-	-	-	-
Payment of cash dividends	-	-	-	-	-	-	-	-
Net change in other borrowings	(21,120)	(22,225)	(21,120)	(22,225)	(21,120)	(26,274)	(21,120)	(26,274)
Others (Specify)	-	-	-	-	-	-	-	-
Net cash provid-ed(used) by financ-ing activities	(21,120)	(22,225)	(21,120)	(22,225)	(21,120)	(26,274)	(21,120)	(26,274)
IV: Cash and Cash equivalents:								
Net increase/(de-crease) in cash and cash equivalents	(116,869)	(31,616)	(116,869)	(31,616)	(116,869)	(313,126)	(116,869)	(313,126)
Cash and cash equivalents at the beginning of the year	907,029	938,645	907,029	938,645	907,029	1,213,370	907,029	1,213,370
Cash and cash equivalents at the end of the year	790,160	907,029	790,160	907,029	790,160	900,244	790,160	900,244

CONDENSED GROUP STATEMENT OF CHANGES IN EQUITY AS AT 31 MARCH 2021 (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	-	1,106,441	-	-	4,704	1,131,145
Profit for the year	-	-	65,387	-	-	-	65,387
Other Comprehensive Income	-	-	-	-	-	(334)	(334)
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	-	-	-	-	-
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Balance as at the end of the current period	20,000	-	1,171,828	-	-	4,370	1,196,198
Previous 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 Previous period	20,000	-	994,484	-	-	4,653	1,019,137