

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



NAME OF BANK NMB BANK PLC CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER, 2019 (Amounts in million shillings)

	Current Quarter 30.09.19	Previous Quarter 30.06.19
A. ASSETS		
1 Cash	448,137	352,040
2 Balances with Bank of Tanzania	694,248	1,093,595
3 Investments in Government securities	867,953	924,067
4 Balances with other banks and financial institutions	196,766	244,439
5 Cheques and items for clearing	243	7,142
6 Inter branch float items	-	363
7 Bills negotiated	-	-
8 Customers' liabilities for acceptances	-	-
9 Interbank loans receivables	-	-
10 Investments in other securities	-	-
11 Loans, advances and overdrafts (net of allowances for probable losses)	3,393,662	3,282,871
12 Other assets	309,999	317,998
13 Equity investments	2,920	2,920
14 Underwriting accounts	-	-
15 Property, Plant and equipment	209,889	216,663
16 TOTAL ASSETS	6,123,817	6,442,098
B. LIABILITIES		
17 Deposits from other banks and financial institutions	17,795	7,177
18 Customer deposits	4,540,537	4,925,490
19 Cash letters of credit	31,778	17,309
20 Special Deposits	17,887	17,396
21 Payment orders/transfers payable	-	-
22 Bankers' cheques and drafts issued	2,125	2,161
23 Accrued taxes and expenses payable	69,065	60,632
24 Acceptances outstanding	-	-
25 Inter branch float items	1,229	-
26 Unearned income and other deferred charges	30,093	27,987
27 Other liabilities	158,168	155,902
28 Borrowings	346,291	344,561
29 TOTAL LIABILITIES	5,214,968	5,558,615
30 NET ASSETS /(LIABILITIES)	908,849	883,483
C. SHAREHOLDERS' FUNDS		
31 Paid up share capital	20,000	20,000
32 Capital reserves	-	-
33 Retained earnings	806,075	771,037
34 Profit(Loss) account	81,663	56,736
35 Others capital accounts	1,111	35,710
36 Minority interest	-	-
37 TOTAL SHAREHOLDERS' FUNDS	908,849	883,483
38 Contingent liabilities	581,452	588,807
39 Non performing loans & advances	300,973	248,950
40 Allowances for probable losses	220,717	176,489
41 Other non performing assets	1,671	1,577
D. SELECTED FINANCIAL CONDITION INDICATORS		
(i) Shareholders Funds to total assets	14.8%	13.7%
(ii) Non performing loans to total gross loans	8.3%	7.2%
(iii) Gross loans and advances to total deposits	78.4%	69.6%
(iv) Loans and advances to total assets	55.4%	51.0%
(v) Earnings assets to total Assets	72.9%	69.1%
(vi) Deposits growth	-7.2%	8.1%
(vii) Assets growth	-4.9%	6.5%

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH SEPTEMBER, 2019 (Amounts in million shillings)

	Current Quarter 30.09.2019	Comparative Quarter 30.09.2018	Current Year Cumulative 30.09.2019	Comparative Year Cumulative 30.09.2018
1 Interest income	155,762	154,302	463,049	449,289
2 Interest expense	(31,397)	(27,753)	(95,179)	(80,831)
3 Net interest income (1minus2)	124,365	126,549	367,870	368,458
4 Bad debts written off	-	-	(1,621)	-
5 Impairment Losses on Loans and Advances	(44,406)	(27,412)	(101,841)	(68,127)
6 Non interest income:	59,254	50,322	159,524	141,224
6.1 Foreign currency dealings and translation gain/(loss)	5,261	4,480	19,279	15,029
6.2 Fee and commissions	51,450	43,918	133,303	119,435
6.3 Dividend income	-	-	-	-
6.4 Others operating income	2,543	1,924	6,942	6,760
7 Non interest expense:	(102,433)	(101,852)	(306,101)	(298,139)
7.1 Salaries and benefits	(47,265)	(45,338)	(143,302)	(134,923)
7.2 Fees and commissions	(4,191)	(3,703)	(8,286)	(11,677)
7.3 Other operating expenses	(50,977)	(52,811)	(154,513)	(151,539)
8 Operating income/(loss)	36,780	47,607	117,831	143,416
9 Income tax provision	(11,853)	(14,797)	(36,168)	(44,569)
10 Net income(loss)after income tax	24,927	32,810	81,663	98,847
11 Other Comprehensive Income - net (loss)/gain on valuation of available for sale financial assets	440	(355)	230	616
12 Total comprehensive income/(loss) for the year	25,367	32,455	81,893	99,463
13 Number of employees	3,436	3,454	3,436	3,454
14 Basic earnings per share	50	66	163	198
15 Number of branches	224	223	224	223
SELECTED PERFORMANCE INDICATORS				
(i) Return on average total assets	1.6%	2.4%	1.8%	2.4%
(ii) Return on average shareholders funds	11.1%	15.3%	12.3%	15.6%
(iii) Non interest expense to gross income	55.8%	57.6%	58.0%	58.5%
(iv) Net interest income to average earning assets	11.1%	12.2%	11.1%	12.1%

CONDENSED STATEMENT OF CASH FLOW STATEMENT FOR THE QUARTER ENDED 30TH SEPTEMBER, 2019 (Amounts in million shillings)

	Current Quarter 30.09.2019	Previous Quarter 30.06.2019	Current Year Cumulative 30.09.2019	Comparative Year Cumulative 30.09.2018
I: Cash flow from Operating activities:				
Net income(loss)	36,780	52,187	117,831	143,416
Adjustment for:				
- Impairment/amortization	11,555	11,790	27,289	49,656
- Net change in loans and advances	(110,791)	(52,920)	(141,868)	(445,485)
- Gain/loss on sale of assets	-	-	-	-
- Net change in deposits	(359,375)	371,593	259,620	(239,423)
- Net change in short term negotiable securities	-	-	-	-
- Net change in other liabilities	13,998	16,399	158,556	54,346
- Net change in other assets	8,509	(7,339)	(97,717)	(52,000)
- Tax paid	(12,000)	(12,000)	(38,357)	(48,493)
- Others (Net change in SMR deposits)	46,276	(6,815)	11,901	8,572
Net cash provided (used) by operating activities	(365,048)	372,895	297,255	(529,411)
II: Cash flow from Investing activities:				
Dividends received	-	-	-	-
Purchase of fixed assets	(4,781)	(4,791)	(17,835)	(46,037)
Proceeds from sale of fixed assets	-	-	-	-
Purchase of non-dealing securities	-	-	-	-
Proceeds from sale of non-dealing securities	-	-	-	-
Others-(Treasury Bonds/Bills /Equity investment)	56,554	(103,968)	(127,333)	142,450
Net cash provided (used) by investing activities	51,773	(108,759)	(145,168)	96,413
III: Cash Flow from Financing activities:				
Repayment of long-term debt	-	-	-	-
Proceeds from issuance of long term debt	-	-	-	68,190
Proceeds from issuance of share capital	-	-	-	-
Payment of cash dividends	-	(33,000)	(33,000)	(32,000)
Net change in other borrowings	1,730	2,452	(26,069)	(1,629)
Others (specify)	-	-	-	-
Net cash provided(used) by financing activities	1,730	(30,548)	(59,069)	34,561
IV: Cash and Cash equivalents:				
Net increase/(decrease) in cash and cash equivalents	(311,545)	233,588	93,018	(398,437)
Cash and cash equivalents at the beginning of the Quarter/Year	1,260,742	1,027,154	856,178	1,002,288
Cash and cash equivalents at the end of the Quarter/Year	949,197	1,260,742	949,197	603,852

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 30TH SEPTEMBER 2019

	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	-	808,448	-	33,725	881	863,054
Profit for the year	-	-	81,663	-	-	-	81,663
Other Comprehensive Income	-	-	-	-	-	230	230
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	(33,000)	-	-	-	(33,000)
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	33,725	-	(33,725)	-	-
Others	-	-	(3,098)	-	-	-	(3,098)
Balance as at the end of the current period	20,000	-	887,738	-	-	1,111	908,849
Previous Year							
Balance as at the beginning of the year	20,000	-	762,047	-	26,849	(127)	808,769
Profit for the year	-	-	98,847	-	-	-	98,847
Other Comprehensive Income	-	-	-	-	-	616	616
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	(32,000)	-	-	-	(32,000)
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	(9,673)	-	9,673	-	-
Others	-	-	(5,659)	-	-	-	(5,659)
Balance as at the end of the Previous period	20,000	-	813,562	-	36,522	489	870,573

SELECTED EXPLANATORY NOTES FOR THE QUARTER ENDED 30TH SEPTEMBER 2019

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 Zaipuna Ag. Managing Director		October 25, 2019
Ruth Zaipuna Chief Finance Officer		October 25, 2019
Juma Kimori Chief Internal Auditor		October 25, 2019

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 and Title	Signature	Date
Prof. Joseph Semboja Board Chairman		October 25, 2019
Leonard Mususa Board Director		October 25, 2019