

NMB BANK PLC UNAUDITED FINANCIAL STATEMENTS

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

4.2
Trillion
Loans
&
Advances
+11%
YoY

5.8
Trillion
Customer
Deposits
+8%
YoY

Total Assets
7.6
Trillion
+6%
YoY

Non
Performing
Loans to
Gross Loans
4.3%


Profit
Before Tax
192
Billion
+44%
YoY


Profit
After Tax
134
Billion
+43%
YoY

Non Interest
Expenses
to Gross
Income (CIR)
47%

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE, 2021

(Amounts in million shillings)

	GROUP		BANK	
	Current Quarter 30.06.2021	Previous Quarter 31.03.2021	Current Quarter 30.06.2021	Previous Quarter 31.03.2021
A. ASSETS				
1 Cash	405,346	470,009	405,346	470,009
2 Balances with Bank of Tanzania	1,008,328	529,551	1,008,328	529,551
3 Investments in Government securities	1,345,548	1,207,987	1,345,548	1,207,987
4 Balances with other banks and financial institutions	157,223	142,592	157,223	142,592
5 Cheques and items for clearing	10,259	3,956	10,259	3,956
6 Inter branch float items	1,045	2,384	1,045	2,384
7 Bills negotiated	-	-	-	-
8 Customers' liabilities for acceptances	-	-	-	-
9 Interbank loans receivables	47,642	46,514	47,642	46,514
10 Investments in other securities	-	-	-	-
11 Loans, advances and overdrafts (net of allowances for probable losses)	4,229,306	4,130,048	4,229,706	4,130,448
12 Other assets	205,543	200,389	283,074	274,379
13 Equity investments	2,920	2,920	2,920	2,920
14 Underwriting accounts	-	-	-	-
15 Property, Plant and equipment	198,949	207,893	165,781	174,232
16 TOTAL ASSETS	7,612,109	6,944,243	7,656,872	6,984,972
B LIABILITIES				
17 Deposits from other banks and financial institutions	57,203	57,131	57,203	57,131
18 Customer deposits	5,843,527	5,188,989	5,845,671	5,192,578
19 Cash letters of credit	80,489	30,874	80,489	30,874
20 Special Deposits	12,113	6,301	12,113	6,301
21 Payment orders/transfers payable	-	-	-	-
22 Bankers' cheques and drafts issued	2,118	2,121	2,118	2,121
23 Accrued taxes and expenses payable	61,277	57,879	60,663	57,723
24 Acceptances outstanding	-	-	-	-
25 Inter branch float items	-	-	-	-
26 Unearned income and other deferred charges	37,994	37,470	37,994	37,470
27 Other liabilities	66,175	64,660	112,482	103,870
28 Borrowings	253,337	302,620	253,337	302,620
29 TOTAL LIABILITIES	6,414,233	5,748,045	6,462,070	5,790,688
30 NET ASSETS/(LIABILITIES)	1,197,876	1,196,198	1,194,802	1,194,284
C. SHAREHOLDERS' FUNDS				
31 Paid up share capital	20,000	20,000	20,000	20,000
32 Capital reserves	-	-	-	-
33 Retained earnings	1,037,941	1,106,441	1,040,642	1,109,142
34 Profit(Loss) account	135,503	65,387	133,640	64,684
35 Other capital accounts	520	458	520	458
36 Minority interest	3,912	3,912	-	-
37 TOTAL SHAREHOLDERS' FUNDS	1,197,876	1,196,198	1,194,802	1,194,284
38 Contingent liabilities	770,686	654,587	770,686	654,587
39 Non performing loans & advances	191,412	216,506	191,412	216,506
40 Allowances for probable losses	214,660	209,527	214,660	209,527
41 Other non performing assets	12,974	9,058	12,974	9,058
D SELECTED FINANCIAL CONDITION INDICATORS				
(i) Shareholders Funds to total assets	16%	17%	16%	17%
(ii) Non performing loans to total gross loans	4.3%	5.0%	4.3%	5.0%
(iii) Gross loans and advances to total deposits	74%	82%	74%	82%
(iv) Loans and advances to total assets	56%	59%	55%	59%
(v) Earnings assets to total Assets	75%	79%	75%	79%
(vi) Deposits growth	13%	-3%	13%	-3%
(vii) Assets growth	10%	-2%	10%	-2%

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME PERIOD ENDED 30 JUNE, 2021

(Amounts in million shillings)

	GROUP		BANK		GROUP		BANK	
	Current Quarter 30.06.2021	Comperative Quarter 30.06.2020	Current Quarter 30.06.2021	Comperative Quarter 30.06.2020	Current Year Cumulative 30.06.2021	Comperative Year Cumulative 30.06.2020	Current Year Cumulative 30.06.2021	Comperative year Cumulative 30.06.2020
1 Interest income	196,030	168,635	196,030	168,735	386,799	334,657	386,799	334,888
2 Interest expense	(30,497)	(34,317)	(30,497)	(34,317)	(63,356)	(66,914)	(63,356)	(66,914)
3 Net interest income (1minus2)	165,533	134,318	165,533	134,418	323,443	267,743	323,443	267,974
4 Bad debts written off	-	-	-	-	-	-	-	-
5 Impairment Losses on Loans and Advances	(30,169)	(26,598)	(30,169)	(26,598)	(53,039)	(48,445)	(53,039)	(48,445)
6 Non interest income:	74,228	59,274	74,228	59,274	139,915	119,046	139,915	119,046
6.1 Foreign currency dealings and translation gain/(loss)	7,293	5,655	7,293	5,655	12,867	11,472	12,867	11,472
6.2 Fee and commissions	60,166	51,116	60,166	51,116	115,987	101,287	115,987	101,287
6.3 Dividend income	-	17	-	17	-	17	-	17
6.4 Other operating income	6,769	2,486	6,769	2,486	11,061	6,270	11,061	6,270
7 Non interest expense:	(109,339)	(101,944)	(110,500)	(103,028)	(216,373)	(202,400)	(218,236)	(204,907)
7.1 Salaries and benefits	(57,127)	(50,834)	(57,127)	(50,834)	(113,590)	(101,351)	(113,590)	(101,351)
7.2 Fees and commissions	(3,613)	(1,092)	(3,613)	(1,092)	(7,161)	(3,571)	(7,161)	(3,571)
7.3 Other operating expenses	(48,599)	(50,018)	(49,760)	(51,102)	(95,622)	(97,478)	(97,485)	(99,985)
8 Operating income/(loss)	100,253	65,050	99,092	64,066	193,946	135,944	192,083	133,668
9 Income tax expense	(30,137)	(19,220)	(30,137)	(19,220)	(58,443)	(40,100)	(58,443)	(40,100)
10 Net income/(loss) after income tax	70,116	45,830	68,955	44,846	135,503	95,844	133,640	93,568
11 Other comprehensive income, net of tax								
Fair value gain/ (loss) on FVOCI - net of tax	62	(955)	62	(955)	(272)	(932)	(272)	(932)
Total comprehensive income for the year	70,178	44,875	69,017	43,891	135,231	94,912	133,368	92,636
12 Number of employees	3,473	3,445	3,473	3,445	3,473	3,445	3,473	3,445
13 Basic earnings per share	140	92	138	90	271	192	267	187
14 Diluted earnings per share	140	92	138	90	271	192	267	187
15 Number of branches	225	226	225	226	225	226	225	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	23%	18%	23%	17%	23%	19%	22%	18%
(iii) Non interest expense to gross income	46%	53%	46%	53%	47%	52%	47%	53%
(iv) Net interest income to average earning assets	11%	11%	12%	11%	11%	11%	12%	11%

SELECTED EXPLANATORY NOTES FOR THE QUARTER ENDED 30 JUNE 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	Signature	Date
Ruth Zaipuna Chief Executive Officer		23/07/2021
Juma Kimori Chief Financial Officer		23/07/2021
Benedicto Baragomwa Ag. Chief Internal Auditor		23/07/2021
Name Dr. Edwin P. Mhede Board Chairman	Signature 	Date 23/07/2021
Leonard Mususa Director		23/07/2021

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.

CONDENSED STATEMENT OF CASH FLOW STATEMENT FOR THE QUARTER ENDED 30 JUNE, 2021

(Amounts in million shillings)

	GROUP		BANK		GROUP		BANK	
	Current Quarter 30.06.2021	Previous Quarter 31.03.2021	Current Quarter 30.06.2021	Previous Quarter 31.03.2021	Current Year Cumulative 30.06.2021	Previous Year Cumulative 30.06.2020	Current Year Cumulative 30.06.2021	Previous Year Cumulative 30.06.2020
I: Cash flow from Operating activities:								
Net income(loss)	100,253	93,693	99,092	92,990	193,946	135,942	192,082	133,667
Adjustment for:								
- Impairment/amor- tization	10,038	9,869	9,545	9,377	19,907	24,019	18,922	23,034
- Net change in loans and advances	(100,386)	(67,773)	(100,386)	(67,702)	(168,159)	(232,589)	(168,088)	(229,950)
- Gain/loss on sale of assets	-	-	-	-	-	-	-	-
- Net change in deposits	710,037	(173,379)	708,592	(169,795)	536,658	617,723	538,797	614,873
- Net change in short term negotiable securities	-	-	-	-	-	-	-	-
- Net change in other liabilities	5,434	(36,762)	12,074	(38,675)	(31,328)	14,758	(26,601)	11,477
- Net change in other assets	(11,876)	3,728	(15,417)	3,181	(8,148)	(52,876)	(12,236)	(46,124)
- Tax paid	(29,475)	(26,436)	(29,475)	(26,436)	(55,911)	(62,111)	(55,911)	(62,111)
- Others	(31,866)	9,296	(31,866)	9,296	(22,570)	32,037	(22,570)	32,037
Net cash provided (used) by operating activities	652,159	(187,764)	652,159	(187,764)	464,395	476,903	464,395	476,903
II: Cash flow from In- vesting activities:								
Dividends received	-	-	-	-	-	-	-	-
Purchase of fixed assets	(1,756)	(3,919)	(1,756)	(3,919)	(5,675)	(9,011)	(5,675)	(9,011)
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)	(137,499)	95,934	(137,499)	95,934	(41,565)	(206,986)	(41,565)	(206,986)
Net cash provided (used) by investing activities	(139,255)	92,015	(139,255)	92,015	(47,240)	(215,997)	(47,240)	(215,997)
III: Cash Flow from Fi- nancing activities:								
Repayment of long- term debt	-	-	-	-	-	-	-	-
Proceeds from issuance of long term debt	-	-	-	-	-	-	-	-
Proceeds from issu- ance of share capital	-	-	-	-	-	-	-	-
Payment of cash dividends	(68,500)	-	(68,500)	-	(68,500)	(48,000)	(68,500)	(48,000)
Net change in other borrowings	(49,283)	(21,120)	(49,283)	(21,120)	(70,403)	27,997	(70,403)	27,997
Others (Specify)	-	-	-	-	-	-	-	-
Net cash provid- (used) by financ- ing activities	(117,783)	(21,120)	(117,783)	(21,120)	(138,903)	(20,003)	(138,903)	(20,003)
IV: Cash and Cash equivalents:								
Net increase/(de- crease) in cash and cash equivalents	395,121	(116,869)	395,121	(116,869)	278,252	240,903	278,252	240,903
Cash and cash equivalents at the beginning of the year	790,160	907,029	790,160	907,029	907,029	1,213,370	907,029	1,213,370
Cash and cash equivalents at the end of the year	1,185,281	790,160	1,185,281	790,160	1,185,281	1,454,273	1,185,281	1,4