

# 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 JUNE, 2017 (Amounts in million shillings)

	Current Quarter 30.06.17	Previous Quarter 31.03.17
<b>A. ASSETS</b>		
1 Cash	291,970	268,620
2 Balances with Bank of Tanzania	860,218	635,214
3 Investments in Government securities	818,190	774,107
4 Balances with other banks and financial institutions	137,096	212,243
5 Cheques and items for clearing	323	14,511
6 Inter branch float items	-	-
7 Bills negotiated	-	-
8 Customers' liabilities for acceptances	-	-
9 Interbank loans receivables	-	-
10 Investments in other securities	-	-
11 Loans, advances and overdrafts	-	-
12 (net of allowances for probable losses)	2,806,521	2,760,841
13 Other assets	220,948	195,928
14 Equity investments	1,740	1,740
15 Underwriting accounts	-	-
16 Property, Plant and equipment	238,893	231,135
<b>16 TOTAL ASSETS</b>	<b>5,375,899</b>	<b>5,094,339</b>
<b>B. LIABILITIES</b>		
17 Deposits from other banks and financial institutions	1,894	1,427
18 Customer deposits	4,024,861	3,747,596
19 Cash letters of credit	4,214	7,990
20 Special Deposits	28,832	30,463
21 Payment orders/transfers payable	-	-
22 Bankers' cheques and drafts issued	2,421	2,759
23 Accrued taxes and expenses payable	90,222	62,389
24 Acceptances outstanding	-	-
25 Inter branch float items	5,719	8,071
26 Unearned income and other deferred charges	24,797	24,926
27 Other liabilities	31,713	25,365
28 Borrowings	369,756	375,221
<b>29 TOTAL LIABILITIES</b>	<b>4,584,429</b>	<b>4,286,207</b>
<b>30 NET ASSETS/(LIABILITIES)</b>	<b>791,470</b>	<b>808,132</b>
<b>C. SHAREHOLDERS' FUNDS</b>		
31 Paid up share capital	20,000	20,000
32 Capital reserves	-	-
33 Retained earnings	650,744	715,695
34 Profit(Loss) account	76,206	40,913
35 Others capital accounts	44,520	31,524
36 Minority interest	-	-
<b>37 TOTAL SHAREHOLDERS' FUNDS</b>	<b>791,470</b>	<b>808,132</b>
<b>D. SELECTED FINANCIAL CONDITION INDICATORS</b>		
(i) Shareholders Funds to total assets	14.7%	15.9%
(ii) Non performing loans to total gross loans	4.9%	4.6%
(iii) Gross loans and advances to total deposits	64.8%	67.7%
(iv) Loans and advances to total assets	52.2%	54.2%
(v) Earnings assets to total Assets	70.0%	73.6%
(vi) Deposits growth	7.2%	1.0%
(vii) Assets growth	5.5%	2.9%

## CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH JUNE, 2017 (Amounts in million shillings)

	Current Quarter 30.06.2017	Comparative Quarter 30.06.2016	Current Year Cumulative 30.06.2017	Comparative Year Cumulative 30.06.2016
1 Interest income	147,552	138,555	292,764	264,948
2 Interest expense	(29,513)	(21,646)	(58,779)	(42,021)
<b>3 Net interest income (1minus2)</b>	<b>118,039</b>	<b>116,909</b>	<b>233,985</b>	<b>222,927</b>
4 Bad debts written off	-	-	-	-
5 Impairment Losses on Loans and Advances	(16,691)	(6,640)	(25,084)	(12,138)
<b>6 Non interest income:</b>	<b>42,282</b>	<b>42,336</b>	<b>83,763</b>	<b>81,749</b>
6.1 Foreign currency dealings and translation gain/(loss)	4,038	4,447	8,937	7,921
6.2 Fee and commissions	37,499	36,674	73,347	70,307
6.3 Dividend income	-	-	-	-
6.4 Others operating income	745	1,215	1,479	3,521
<b>7 Non interest expense:</b>	<b>(92,299)</b>	<b>(88,268)</b>	<b>(182,626)</b>	<b>(172,087)</b>
7.1 Salaries and benefits	(41,603)	(42,974)	(83,539)	(83,596)
7.2 Fees and commissions	(4,758)	(2,655)	(7,555)	(4,511)
7.3 Other operating expenses	(45,938)	(42,639)	(91,532)	(83,980)
<b>8 Operating income/(loss)</b>	<b>51,331</b>	<b>64,337</b>	<b>110,038</b>	<b>120,451</b>
9 Income tax provision	(16,038)	(19,301)	(33,832)	(36,135)
<b>10 Net income(loss)after income tax</b>	<b>35,293</b>	<b>45,036</b>	<b>76,206</b>	<b>84,316</b>
11 Other Comprehensive Income - net (loss) /gain on valuation of available for sale financial assets	(5)	105	1	(4)
<b>12 Total comprehensive income/(loss) for the year</b>	<b>35,288</b>	<b>45,141</b>	<b>76,207</b>	<b>84,312</b>
13 Number of employees	3,419	3,316	3,419	3,316
14 Basic earnings per share	71	90	152	169
15 Number of branches	201	178	201	178
<b>SELECTED PERFORMANCE INDICATORS</b>				
(i) Return on average total assets	2.7%	3.9%	2.9%	3.6%
(ii) Return on average shareholders funds	17.4%	26.0%	19.0%	23.9%
(iii) Non interest expense to gross income	48.6%	48.8%	48.5%	49.6%
(iv) Net interest income to average earning assets	12.5%	13.9%	12.5%	12.7%

## CONDENSED STATEMENT OF CASH FLOW STATEMENT FOR THE QUARTER ENDED 30TH JUNE, 2017 (Amounts in million shillings)

	Current Quarter 30.06.2017	Comparative Quarter 31.03.2017	Current Year Cumulative 30.06.2017	Comparative Year Cumulative 30.06.2016
<b>I: Cash flow from Operating activities:</b>				
Net income(loss)	51,331	58,707	110,038	120,451
Adjustment for:				
- Impairment/amortization	3,705	1,953	5,658	8,678
- Net change in loans and advances	(45,680)	33,626	(12,054)	(227,795)
- Gain/loss on sale of assets	-	-	-	-
- Net change in deposits	272,325	38,896	311,221	(24,570)
- Net change in short term negotiable securities	-	-	-	-
- Net change in other liabilities	31,362	41,026	72,388	30,267
- Net change in other assets	(25,083)	(68,010)	(93,093)	(81,742)
- Tax paid	(15,000)	(15,000)	(30,000)	(41,768)
- Others (Net change in SMR deposits)	48,988	(2,343)	46,645	1,224
<b>Net cash provided (used) by operating activities</b>	<b>321,948</b>	<b>88,855</b>	<b>410,803</b>	<b>(215,255)</b>
<b>II: Cash flow from Investing activities:</b>				
Dividends received	-	-	-	-
Purchase of fixed assets	(12,502)	(12,475)	(24,977)	(43,304)
Proceeds from sale of fixed assets	-	-	-	-
Purchase of non-dealing securities	-	-	-	-
Proceeds from sale of non-dealing securities	-	-	-	-
Others-(Treasury Bonds/Bills /Equity investment)	(44,068)	(57,880)	(101,948)	(66,434)
<b>Net cash provided (used) by investing activities</b>	<b>(56,570)</b>	<b>(70,355)</b>	<b>(126,925)</b>	<b>(109,738)</b>
<b>III: Cash Flow from Financing activities:</b>				
Repayment of long-term debt	-	-	-	-
Proceeds from issuance of long term debt	-	-	-	-
Proceeds from issuance of share capital	-	-	-	-
Payment of cash dividends	(52,000)	-	(52,000)	(52,000)
Net change in other borrowings	(5,465)	22,418	16,953	104,987
Others (specify)	-	-	-	-
<b>Net cash provided(used) by financing activities</b>	<b>(57,465)</b>	<b>22,418</b>	<b>(35,047)</b>	<b>52,987</b>
<b>IV: Cash and Cash equivalents:</b>				
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>207,913</b>	<b>40,918</b>	<b>248,831</b>	<b>(272,006)</b>
Cash and cash equivalents at the beginning of the Quarter/Year	738,498	697,580	697,580	784,965
<b>Cash and cash equivalents at the end of the Quarter/Year</b>	<b>946,411</b>	<b>738,498</b>	<b>946,411</b>	<b>512,959</b>

## CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 30TH JUNE 2017

	Share Capital	Share Premium	Retained Earnings	Regulatory reserve	General Provision Reserve	Others (Fair Valuation)	Total
<b>Current Year</b>							
<b>Balance as at the beginning of the year</b>	<b>20,000</b>	<b>-</b>	<b>708,045</b>	<b>12,972</b>	<b>26,385</b>	<b>(194)</b>	<b>767,208</b>
Profit for the year			76,206				76,206
Other Comprehensive Income			-			1	1
Transactions with owners							
Dividends Paid			(52,000)				(52,000)
Regulatory Reserve			(6,011)	6,011			
General Provision Reserve			655		(655)		
Others			55				55
<b>Balance as at the end of the current period</b>	<b>20,000</b>	<b>-</b>	<b>726,950</b>	<b>18,983</b>	<b>25,730</b>	<b>(193)</b>	<b>791,470</b>
<b>Previous Year</b>							
<b>Balance as at the beginning of the year</b>	<b>20,000</b>	<b>-</b>	<b>620,902</b>	<b>3,800</b>	<b>20,876</b>	<b>(148)</b>	<b>665,430</b>
Profit for the year			84,316				84,316
Other Comprehensive Income						(4)	(4)
Transactions with owners							
Dividends Paid			(52,000)				(52,000)
Regulatory Reserve			(3,117)	3,117			
General Provision Reserve			(4,436)		4,436		
Others							
<b>Balance as at the end of the Previous period</b>	<b>20,000</b>	<b>-</b>	<b>645,665</b>	<b>6,917</b>	<b>25,312</b>	<b>(152)</b>	<b>697,742</b>

## SELECTED EXPLANATORY NOTES FOR THE QUARTER ENDED 30TH JUNE 2017

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
Ineke Bussemaker Managing Director		July 28, 2017
Waziri Barnabas Chief Financial Officer		July 28, 2017
Augustino Mbogella Chief Internal Auditor		July 28, 2017

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		July 28, 2017
Protase Tehingisa Director		July 28, 2017