

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, 2018 (Amounts in million shillings)

	Current Quarter 30.06.18	Previous Quarter 31.03.18
A. ASSETS		
1 Cash	292,222	333,821
2 Balances with Bank of Tanzania	760,832	682,548
3 Investments in Government securities	889,581	938,797
4 Balances with other banks and financial institutions	182,622	211,311
5 Cheques and items for clearing	4,140	1,422
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 (net of allowances for probable losses)	3,076,182	2,814,535
12 Other assets	211,622	197,374
13 Equity investments	1,740	1,740
14 Underwriting accounts	-	-
15 Property, Plant and equipment	242,387	243,956
16 TOTAL ASSETS	5,661,328	5,425,504
B. LIABILITIES		
17 Deposits from other banks and financial institutions	1,773	4,405
18 Customer deposits	4,147,624	4,087,654
19 Cash letters of credit	27,792	20,281
20 Special Deposits	45,957	19,335
21 Payment orders/transfers payable	-	-
22 Bankers' cheques and drafts issued	2,214	2,144
23 Accrued taxes and expenses payable	57,598	51,236
24 Acceptances outstanding	-	-
25 Inter branch float items	8,288	7,103
26 Unearned income and other deferred charges	28,024	26,004
27 Other liabilities	42,009	31,508
28 Borrowings	461,931	339,360
29 TOTAL LIABILITIES	4,823,210	4,589,030
30 NET ASSETS/(LIABILITIES)	838,118	836,474
C. SHAREHOLDERS' FUNDS		
31 Paid up share capital	20,000	20,000
32 Capital reserves	-	-
33 Retained earnings	722,607	758,056
34 Profit(Loss) account	66,037	31,687
35 Others capital accounts	29,474	26,731
36 Minority interest	-	-
37 TOTAL SHAREHOLDERS' FUNDS	838,118	836,474
38 Contingent liabilities	545,375	470,171
39 Non performing loans & advances	159,107	194,857
40 Allowances for probable losses	118,360	137,439
41 Other non performing assets	69	686
D. SELECTED FINANCIAL CONDITION INDICATORS		
(i) Shareholders Funds to total assets	14.8%	15.4%
(ii) Non performing loans to total gross loans	5.0%	6.6%
(iii) Gross loans and advances to total deposits	75.6%	71.4%
(iv) Loans and advances to total assets	54.3%	51.9%
(v) Earnings assets to total Assets	73.3%	73.1%
(vi) Deposits growth	2.2%	-3.3%
(vii) Assets growth	4.3%	-1.5%

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH JUNE, 2018 (Amounts in million shillings)

	Current Quarter 30.06.2018	Comparative Quarter 30.06.2017	Current Year Cumulative 30.06.2018	Comparative Year Cumulative 30.06.2017
1 Interest income	148,834	147,552	294,987	292,764
2 Interest expense	(26,285)	(29,513)	(53,078)	(58,779)
3 Net interest income (1minus2)	122,549	118,039	241,909	233,985
4 Bad debts written off	-	-	-	-
5 Impairment Losses on Loans and Advances	(22,587)	(16,691)	(40,715)	(25,084)
6 Non interest income:	57,320	42,282	107,559	83,763
6.1 Foreign currency dealings and translation gain/(loss)	5,561	4,038	10,549	8,937
6.2 Fee and commissions	49,672	37,499	92,175	73,347
6.3 Dividend income	-	-	-	-
6.4 Others operating income	2,087	745	4,835	1,479
7 Non interest expense:	(107,475)	(92,299)	(212,944)	(182,626)
7.1 Salaries and benefits	(45,300)	(41,603)	(89,584)	(83,539)
7.2 Fees and commissions	(4,149)	(4,758)	(7,974)	(7,555)
7.3 Other operating expenses	(58,026)	(45,938)	(115,386)	(91,532)
8 Operating income/(loss)	49,807	51,331	95,809	110,038
9 Income tax provision	(15,457)	(16,038)	(29,772)	(33,832)
10 Net income(loss)after income tax	34,350	35,293	66,037	76,206
11 Other Comprehensive Income - net (loss)/gain on valuation of available for sale financial assets	612	(5)	843	1
12 Total comprehensive income/(loss) for the year	34,962	35,288	66,880	76,207
13 Number of employees	3,463	3,419	3,463	3,419
14 Basic earnings per share	69	71	132	152
15 Number of branches	222	201	222	201
SELECTED PERFORMANCE INDICATORS				
(i) Return on average total assets	2.5%	2.7%	2.4%	2.9%
(ii) Return on average shareholders funds	16.2%	17.4%	16.0%	19.0%
(iii) Non interest expense to gross income	59.8%	57.6%	60.9%	57.5%
(iv) Net interest income to average earning assets	12.0%	12.5%	12.3%	12.5%

CONDENSED STATEMENT OF CASH FLOW STATEMENT FOR THE QUARTER ENDED 30TH JUNE, 2018 (Amounts in million shillings)

	Current Quarter 30.06.2018	Previous Quarter 31.03.2018	Current Year Cumulative 30.06.2018	Comparative Year Cumulative 30.06.2017
I: Cash flow from Operating activities:				
Net income(loss)	49,807	46,002	95,809	110,038
Adjustment for:				
- Impairment/amortization	9,546	3,084	12,630	5,658
- Net change in loans and advances	(261,647)	(27,487)	(289,134)	(12,054)
- Gain/loss on sale of assets	-	-	-	-
- Net change in deposits	91,471	(140,623)	(49,152)	311,221
- Net change in short term negotiable securities	-	-	-	-
- Net change in other liabilities	20,138	29,633	49,771	72,388
- Net change in other assets	(14,020)	(34,180)	(48,200)	(93,093)
- Tax paid	(16,393)	(16,050)	(32,443)	(30,000)
- Others (Net change in SMR deposits)	2,358	(15,519)	(13,161)	46,645
Net cash provided (used) by operating activities	(118,740)	(155,140)	(273,880)	410,803
II: Cash flow from Investing activities:				
Dividends received	-	-	-	-
Purchase of fixed assets	(7,976)	(7,147)	(15,123)	(24,977)
Proceeds from sale of fixed assets	-	-	-	-
Purchase of non-dealing securities	-	-	-	-
Proceeds from sale of non-dealing securities	-	-	-	-
Others-(Treasury Bonds/Bills/Equity investment)	49,216	(18,828)	30,388	(101,948)
Net cash provided (used) by investing activities	41,240	(25,975)	15,265	(126,925)
III: Cash Flow from Financing activities:				
Repayment of long-term debt	-	-	-	-
Proceeds from issuance of long term debt	68,190	-	68,190	-
Proceeds from issuance of share capital	-	-	-	-
Payment of cash dividends	(32,000)	-	(32,000)	(52,000)
Net change in other borrowings	54,381	2,430	56,811	16,953
Others (specify)	-	-	-	-
Net cash provided(used) by financing activities	90,571	2,430	93,001	(35,047)
IV: Cash and Cash equivalents:				
Net increase/(decrease) in cash and cash equivalents	13,071	(178,685)	(165,614)	248,831
Cash and cash equivalents at the beginning of the Quarter/Year	823,603	1,002,288	823,603	697,580
Cash and cash equivalents at the end of the Quarter/Year	836,675	823,603	657,990	946,411

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 30TH JUNE 2018

	Share Capital	Share Premium	Retained Earnings	Regulatory reserve	General Provision Reserve	Others (Fair Valuation)	Total
Current Year 2018							
Balance as at the beginning of the year	20,000	-	762,047	-	26,849	(127)	808,769
Profit for the year	-	-	66,037	-	-	-	66,037
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	(32,000)	-	-	-	(32,000)
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	(1,782)	-	1,782	-	-
Others	-	-	(5,658)	-	-	970	(4,688)
Balance as at the end of the current period	20,000	-	788,644	-	28,631	843	838,118
Previous Year 2017							
Balance as at the beginning of the year	20,000	-	708,045	12,972	26,385	(194)	767,208
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
Balance as at the end of the Previous period	20,000	-	726,950	18,983	25,730	(193)	791,470

SELECTED EXPLANATORY NOTES FOR THE QUARTER ENDED 30TH JUNE 2018

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		25th July, 2018
Ruth Zaipuna Chief Financial Officer		25th July, 2018
Juma Kimori Chief Internal Auditor		25th July, 2018

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		25th July, 2018
Protase Tehingisa Director		25th July, 2018