

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, 2018 (Amounts in million shillings)

	Current Quarter 30.09.18	Previous Quarter 30.06.18
A. ASSETS		
1 Cash	342,770	292,222
2 Balances with Bank of Tanzania	517,177	760,832
3 Investments in Government securities	777,519	889,581
4 Balances with other banks and financial institutions	121,255	182,622
5 Cheques and items for clearing	4,058	4,140
6 Inter branch float items	450	-
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)	3,232,533	3,076,182
12 Other assets	215,870	211,622
13 Equity investments	1,740	1,740
14 Underwriting accounts	-	-
15 Property, Plant and equipment	236,275	242,387
16 TOTAL ASSETS	5,449,647	5,661,328
B. LIABILITIES		
17 Deposits from other banks and financial institutions	3,665	1,773
18 Customer deposits	3,984,163	4,147,624
19 Cash letters of credit	28,307	27,792
20 Special Deposits	16,740	45,957
21 Payment orders/transfers payable	-	-
22 Bankers' cheques and drafts issued	2,154	2,214
23 Accrued taxes and expenses payable	76,444	57,598
24 Acceptances outstanding	-	-
25 Inter branch float items	-	8,288
26 Unearned income and other deferred charges	30,205	28,024
27 Other liabilities	33,905	42,009
28 Borrowings	403,491	461,931
29 TOTAL LIABILITIES	4,579,074	4,823,210
30 NET ASSETS /(LIABILITIES)	870,573	838,118
C. SHAREHOLDERS' FUNDS		
31 Paid up share capital	20,000	20,000
32 Capital reserves	-	-
33 Retained earnings	714,715	722,607
34 Profit/(Loss) account	98,847	66,037
35 Others capital accounts	37,011	29,474
36 Minority interest	-	-
37 TOTAL SHAREHOLDERS' FUNDS	870,573	838,118
38 Contingent liabilities	615,688	545,375
39 Non performing loans & advances	192,388	159,107
40 Allowances for probable losses	110,852	118,360
41 Other non performing assets	103	69
D. SELECTED FINANCIAL CONDITION INDICATORS		
(i) Shareholders Funds to total assets	16.0%	14.8%
(ii) Non performing loans to total gross loans	5.8%	5.0%
(iii) Gross loans and advances to total deposits	82.9%	75.6%
(iv) Loans and advances to total assets	59.3%	54.3%
(v) Earnings assets to total Assets	75.8%	73.3%
(vi) Deposits growth	-4.5%	2.2%
(vii) Assets growth	-3.7%	4.3%

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

	Current Quarter 30.09.2018	Comparative Quarter 30.09.2017	Current Year Cumulative 30.09.2018	Comparative Year Cumulative 30.09.2017
1 Interest income	154,302	148,232	449,289	440,996
2 Interest expense	(27,753)	(33,665)	(80,831)	(92,444)
3 Net interest income (1minus2)	126,549	114,567	368,458	348,552
4 Bad debts written off	-	-	-	-
5 Impairment Losses on Loans and Advances	(27,412)	(43,403)	(68,127)	(68,486)
6 Non interest income:	60,905	48,226	168,464	131,990
6.1 Foreign currency dealings and translation gain/(loss)	4,480	4,379	15,029	13,317
6.2 Fee and commissions	54,501	40,240	146,675	113,587
6.3 Dividend income	-	-	-	-
6.4 Others operating income	1,924	3,607	6,760	5,086
7 Non interest expense:	(112,435)	(97,274)	(325,379)	(279,901)
7.1 Salaries and benefits	(45,338)	(42,211)	(134,923)	(125,750)
7.2 Fees and commissions	(3,703)	(4,259)	(11,677)	(11,815)
7.3 Other operating expenses	(63,394)	(50,804)	(178,779)	(142,336)
8 Operating income/(loss)	47,607	22,116	143,416	132,155
9 Income tax provision	(14,797)	(7,085)	(44,569)	(40,917)
10 Net income(loss)after income tax	32,810	15,031	98,847	91,238
11 Other Comprehensive Income - net (loss)/gain on valuation of available for sale financial assets	(355)	93	489	(100)
12 Total comprehensive income/(loss) for the year	32,455	15,124	99,336	91,138
13 Number of employees	3,454	3,375	3,454	3,375
14 Basic earnings per share	66	30	198	182
15 Number of branches	223	209	223	209
SELECTED PERFORMANCE INDICATORS				
(i) Return on average total assets	2.4%	2.7%	2.4%	2.9%
(ii) Return on average shareholders funds	15.5%	17.4%	15.9%	19.0%
(iii) Non interest expense to gross income	60.0%	59.8%	60.6%	58.2%
(iv) Net interest income to average earning assets	12.4%	12.5%	12.5%	12.5%

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

	Current Quarter 30.09.2018	Previous Quarter 30.06.2018	Current Year Cumulative 30.09.2018	Comparative Year Cumulative 30.09.2017
I: Cash flow from Operating activities:				
Net income(loss)	47,607	49,807	143,416	132,155
Adjustment for:				
- Impairment/amortization	37,026	9,546	49,656	12,085
- Net change in loans and advances	(156,351)	(261,647)	(445,485)	8,600
- Gain/loss on sale of assets	-	-	-	-
- Net change in deposits	(190,271)	91,471	(239,423)	145,636
- Net change in short term negotiable securities	-	-	-	-
- Net change in other liabilities	4,575	20,138	54,346	47,186
- Net change in other assets	(3,800)	(14,020)	(52,000)	(58,062)
- Tax paid	(16,050)	(16,393)	(48,493)	(39,830)
- Others (Net change in SMR deposits)	21,733	2,358	8,572	32,459
Net cash provided (used) by operating activities	(255,531)	(118,740)	(529,411)	280,229
II: Cash flow from Investing activities:				
Dividends received	-	-	-	-
Purchase of fixed assets	(30,914)	(7,976)	(46,037)	(37,672)
Proceeds from sale of fixed assets	-	-	-	-
Purchase of non-dealing securities	-	-	-	-
Proceeds from sale of non-dealing securities	-	-	-	-
Others-(Treasury Bonds/Bills /Equity investment)	112,062	49,216	142,450	(26,932)
Net cash provided (used) by investing activities	81,148	41,240	96,413	(64,604)
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	(58,440)	54,381	(1,629)	(16,026)
Others (specify)	-	-	-	-
Net cash provided(used) by financing activities	(58,440)	90,571	34,561	(68,026)
IV: Cash and Cash equivalents:				
Net increase/(decrease) in cash and cash equivalents	(232,823)	13,071	(398,437)	147,599
Cash and cash equivalents at the beginning of the Quarter/Year	836,675	823,603	1,002,288	697,580
Cash and cash equivalents at the end of the Quarter/Year	603,852	836,675	603,852	845,179

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 30TH SEPTEMBER 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	-	-	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 current period	20,000	-	813,562	-	36,522	489	870,573
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	-	-	91,238	-	-	-	91,238
Other Comprehensive Income	-	-	-	-	-	94	94
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	(52,000)	-	-	-	(52,000)
Regulatory Reserve	-	-	12,972	(12,972)	-	-	-
General Provision Reserve	-	-	1,721	-	(1,721)	-	-
Others	-	-	-	-	-	-	-
Balance as at the end of the Previous period	20,000	-	761,976	-	24,664	(100)	806,540

SELECTED EXPLANATORY NOTES FOR THE QUARTER ENDED 30TH SEPTEMBER 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		October 25, 2018
Ruth Zaipuna Chief Financial Officer		October 25, 2018
Juma Kimori Chief Internal Auditor		October 25, 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		October 25, 2018
Protase Tehingisa Director		October 25, 2018