

# 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 31ST DECEMBER, 2018 (Amounts in million shillings)			
	Current Quarter 31.12.18	Previous Quarter 30.09.18	
<b>A. ASSETS</b>			
1 Cash	402,709	342,770	
2 Balances with Bank of Tanzania	667,330	517,177	
3 Investments in Government securities	739,917	777,519	
4 Balances with other banks and financial institutions	184,115	121,255	
5 Cheques and items for clearing	4,123	4,058	
6 Inter branch float items	26	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)	3,272,810	3,232,533	
12 Other assets	207,371	215,870	
13 Equity investments	1,740	1,740	
14 Underwriting accounts	-	-	
15 Property, Plant and equipment	225,975	236,275	
<b>16 TOTAL ASSETS</b>	<b>5,706,116</b>	<b>5,449,647</b>	
<b>B. LIABILITIES</b>			
17 Deposits from other banks and financial institutions	4,475	3,665	
18 Customer deposits	4,280,425	3,984,163	
19 Cash letters of credit	22,535	28,307	
20 Special Deposits	17,953	16,740	
21 Payment orders/transfers payable	-	-	
22 Bankers' cheques and drafts issued	2,139	2,154	
23 Accrued taxes and expenses payable	54,514	76,444	
24 Acceptances outstanding	-	-	
25 Inter branch float items	-	-	
26 Unearned income and other deferred charges	27,363	30,205	
27 Other liabilities	37,763	33,905	
28 Borrowings	381,442	403,491	
<b>29 TOTAL LIABILITIES</b>	<b>4,828,609</b>	<b>4,579,074</b>	
<b>30 NET ASSETS /(LIABILITIES)</b>	<b>877,507</b>	<b>870,573</b>	
<b>C. SHAREHOLDERS' FUNDS</b>			
31 Paid up share capital	20,000	20,000	
32 Capital reserves	-	-	
33 Retained earnings	717,265	714,715	
34 Profit(Loss) account	106,137	98,847	
35 Other capital accounts	34,105	37,011	
36 Minority interest	-	-	
<b>37 TOTAL SHAREHOLDERS' FUNDS</b>	<b>877,507</b>	<b>870,573</b>	
38 Contingent liabilities	542,366	615,688	
39 Non performing loans & advances	202,538	192,388	
40 Allowances for probable losses	128,679	110,852	
41 Other non performing assets	116	103	
<b>D. SELECTED FINANCIAL CONDITION INDICATORS</b>			
(i) Shareholders Funds to total assets	15.4%	16.0%	
(ii) Non performing loans to total gross loans	6.0%	5.8%	
(iii) Gross loans and advances to total deposits	78.6%	82.9%	
(iv) Loans and advances to total assets	57.4%	59.3%	
(v) Earnings assets to total Assets	73.6%	75.8%	
(vi) Deposits growthw	7.3%	-4.5%	
(vii) Assets growth	4.7%	-3.7%	

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31ST DECEMBER, 2018 (Amounts in million shillings)				
	Current Quarter 31.12.2018	Comparative Quarter 31.12.2017	Current Year Cumulative 31.12.2018	Comparative Year Cumulative 31.12.2017
1 Interest income	152,081	145,995	601,370	586,991
2 Interest expense	(28,784)	(27,847)	(109,615)	(120,290)
<b>3 Net interest income (1minus2)</b>	<b>123,297</b>	<b>118,148</b>	<b>491,755</b>	<b>466,701</b>
4 Bad debts written off	-	-	-	-
5 Impairment Losses on Loans and Advances	(54,698)	(62,510)	(122,825)	(130,996)
<b>6 Non interest income:</b>	<b>25,345</b>	<b>28,642</b>	<b>193,809</b>	<b>160,632</b>
6.1 Foreign currency dealings and translation gain/(loss)	5,885	4,442	20,914	17,759
6.2 Fee and commissions	17,557	21,746	164,232	135,333
6.3 Dividend income	-	-	-	-
6.4 Others operating income	1,903	2,454	8,663	7,540
<b>7 Non interest expense:</b>	<b>(82,793)</b>	<b>(78,531)</b>	<b>(408,173)</b>	<b>(358,434)</b>
7.1 Salaries and benefits	(45,815)	(42,977)	(180,738)	(168,726)
7.2 Fees and commissions	(3,331)	(2,809)	(15,009)	(14,623)
7.3 Other operating expenses	(33,647)	(32,745)	(212,426)	(175,085)
<b>8 Operating income/(loss)</b>	<b>11,151</b>	<b>5,749</b>	<b>154,566</b>	<b>137,903</b>
9 Income tax provision	(3,860)	(3,492)	(48,429)	(44,409)
<b>10 Net income(loss)after income tax</b>	<b>7,291</b>	<b>2,257</b>	<b>106,137</b>	<b>93,494</b>
11 Other Comprehensive Income - net (loss)/gain on valuation of available for sale financial assets	(356)	(27)	260	67
<b>12 Total comprehensive income/(loss) for the year</b>	<b>6,935</b>	<b>2,230</b>	<b>106,397</b>	<b>93,561</b>
13 Number of employees	3,450	3,371	3,450	3,371
14 Basic earnings per share	58	18	212	187
15 Number of branches	223	212	223	212
<b>SELECTED PERFORMANCE INDICATORS</b>				
(i) Return on average total assets	0.5%	0.3%	1.9%	1.8%
(ii) Return on average shareholders funds	3.4%	1.8%	12.8%	11.8%
(iii) Non interest expense to gross income	55.7%	53.5%	59.5%	57.1%
(iv) Net interest income to average earning assets	12.1%	12.3%	12.5%	12.3%
A penalty of TZS 183 Mil was imposed by Deposit Insurance Board for delayed premium payment.				

CONDENSED STATEMENT OF CASH FLOW STATEMENT FOR THE QUARTER ENDED 31ST DECEMBER, 2018 (Amounts in million shillings)				
	Current Quarter 31.12.2018	Previous Quarter 30.09.2018	Current Year Cumulative 31.12.2018	Comparative Year Cumulative 31.12.2017
<b>I: Cash flow from Operating activities:</b>				
Net income(loss)	11,151	47,607	154,566	137,904
Adjustment for:				
- Impairment/amortization	19,263	37,026	68,919	18,458
- Net change in loans and advances	(40,277)	(156,351)	(485,762)	7,417
- Gain/loss on sale of assets	-	-	-	-
- Net change in deposits	292,513	(190,271)	53,090	504,137
- Net change in short term negotiable securities	-	-	-	-
- Net change in other liabilities	(20,929)	4,575	33,417	33,729
- Net change in other assets	24,695	(3,800)	(27,304)	(73,891)
- Tax paid	(19,987)	(16,050)	(68,480)	(59,830)
- Others (Net change in SMR deposits)	(20,692)	21,733	(12,120)	(139)
<b>Net cash provided (used) by operating activities</b>	<b>245,737</b>	<b>(255,531)</b>	<b>(283,674)</b>	<b>567,785</b>
<b>II: Cash flow from Investing activities:</b>				
Dividends received	-	-	-	-
Purchase of fixed assets	(8,963)	(30,914)	(55,000)	(44,923)
Proceeds from sale of fixed assets	-	-	-	-
Purchase of non-dealing securities	-	-	-	-
Proceeds from sale of non-dealing securities	-	-	-	-
Others-(Treasury Bonds/Bills /Equity investment)	37,602	112,062	180,052	(138,664)
<b>Net cash provided (used) by investing activities</b>	<b>28,639</b>	<b>81,148</b>	<b>125,052</b>	<b>(183,587)</b>
<b>III: Cash Flow from Financing activities:</b>				
Repayment of long-term debt	-	-	-	-
Proceeds from issuance of long term debt	-	-	68,190	-
Proceeds from issuance of share capital	-	-	-	-
Payment of cash dividends	-	-	(32,000)	(52,000)
Net change in other borrowings	(22,049)	(58,440)	(23,678)	(20,810)
Others (specify)	-	-	-	-
<b>Net cash provided(used) by financing activities</b>	<b>(22,049)</b>	<b>(58,440)</b>	<b>12,512</b>	<b>(72,810)</b>
<b>IV: Cash and Cash equivalents:</b>				
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>252,327</b>	<b>(232,823)</b>	<b>(146,110)</b>	<b>311,388</b>
Cash and cash equivalents at the beginning of the Quarter/Year	603,852	836,675	1,002,288	697,580
<b>Cash and cash equivalents at the end of the Quarter/Year</b>	<b>856,178</b>	<b>603,852</b>	<b>856,178</b>	<b>1,008,968</b>

CONDENSED STATEMENT OF CHANGES IN EQUITY AS AT 31ST DECEMBER 2018							
	Share Capital	Share Premium	Retained Earnings	Regulatory reserve	General Provision Reserve	Others (Fair Valuation)	Total
<b>Current Year 2018</b>							
<b>Balance as at the beginning of the year</b>	<b>20,000</b>	<b>-</b>	<b>762,047</b>	<b>-</b>	<b>26,849</b>	<b>(127)</b>	<b>808,769</b>
Profit for the year	-	-	106,137	-	-	-	106,137
Other Comprehensive Income	-	-	-	-	-	260	260
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	(32,000)	-	-	-	(32,000)
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	(7,123)	-	7,123	-	-
Others	-	-	(5,659)	-	-	-	(5,659)
<b>Balance as at the end of the current period</b>	<b>20,000</b>	<b>-</b>	<b>823,402</b>	<b>-</b>	<b>33,972</b>	<b>133</b>	<b>877,507</b>
<b>Previous Year 2017</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	-	-	93,494	-	-	-	93,494
Other Comprehensive Income	-	-	-	-	-	67	67
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	(52,000)	-	-	-	(52,000)
Regulatory Reserve	-	-	12,972	(12,972)	-	-	-
General Provision Reserve	-	-	(464)	-	464	-	-
Others	-	-	-	-	-	-	-
<b>Balance as at the end of the Previous period</b>	<b>20,000</b>	<b>-</b>	<b>762,047</b>	<b>-</b>	<b>26,849</b>	<b>(127)</b>	<b>808,769</b>

## SELECTED EXPLANATORY NOTES FOR THE QUARTER ENDED 31ST DECEMBER 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
Ruth Zaipuna Ag. Managing Director		January 21, 2019
Ruth Zaipuna Chief Finance Officer		January 21, 2019
Juma Kimori Chief Internal Auditor		January 21, 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		January 21, 2019
Leonard Mususa Board Director		January 21, 2019