

Report of Condition of the Bank Published Pursuant to Section 32(3) of the Banking and Financial Institutions Act, 2006



STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2013

(Amounts in million shillings)

	Current Quarter 31.12.13	Previous Quarter 30.09.13
A. ASSETS		
1 Cash	218,133	186,720
2 Balances with Bank of Tanzania	327,175	408,299
3 Investments in Government securities	771,018	819,094
4 Balances with other banks and financial institutions	145,018	79,027
5 Cheques and items for clearing	8,262	4,930
6 Inter branch float items	208	-
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)	1,631,596	1,507,048
12 Other assets	113,812	79,436
13 Equity investments	20,600	19,677
14 Underwriting accounts	-	-
15 Property, Plant and equipment	59,110	58,935
16 TOTAL ASSETS	3,294,932	3,163,166
B. LIABILITIES		
17 Deposits from other banks and financial institutions	2,097	2,275
18 Customer deposits	2,559,356	2,582,056
19 Cash letters of credit	-	-
20 Special Deposits	19,316	20,295
21 Payment orders/transfers payable	-	-
22 Bankers' cheques and drafts issued	3,054	4,215
23 Accrued taxes and expenses payable	26,926	47,756
24 Acceptances outstanding	-	-
25 Inter branch float items	-	97
26 Unearned income and other deferred charges	15,194	14,115
27 Other liabilities	31,935	37,992
28 Borrowings	165,642	23,289
29 TOTAL LIABILITIES	2,823,520	2,732,090
30 NET ASSETS / (LIABILITIES)	471,412	431,076
C. SHAREHOLDERS' FUNDS		
31 Paid up share capital	20,000	20,000
32 Capital reserves	-	-
33 Retained earnings	302,760	302,760
34 Profit(Loss) account	132,496	95,980
35 Others capital accounts	16,156	12,336
36 Minority interest	-	-
37 TOTAL SHAREHOLDERS' FUNDS	471,412	431,076
38 Contingent liabilities	167,281	169,414
39 Non performing loans & advances	34,380	29,713
40 Allowances for probable losses	35,288	29,197
41 Other non performing assets	116	319
D. SELECTED FINANCIAL CONDITION INDICATORS		
(i) Shareholders Funds to total assets	14.31%	13.63%
(ii) Non performing loans to total gross loans	2.06%	1.93%
(iii) Gross loans and advances to total deposits	64.64%	59.03%
(iv) Loans and advances to total assets	49.52%	47.64%
(v) Earnings assets to total Assets	77.32%	76.04%
(vi) Deposits growth	-0.83%	-1.78%
(vii) Assets growth	4.17%	-2.23%

STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31ST DECEMBER, 2013

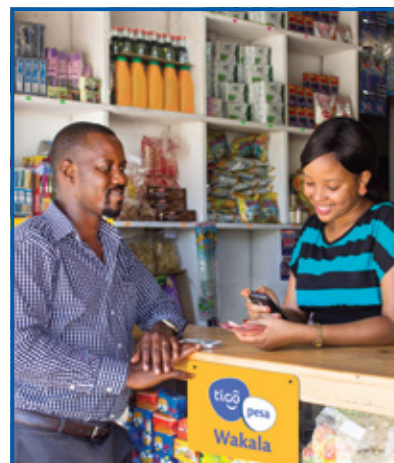
(Amounts in million shillings)

	Current Quarter 31.12.2013	Previous Quarter 30.09.2013
I: Cash flow from Operating activities:		
Net income(loss)	46,609	51,320
Adjustment for:		
- Impairment/amortization	19,904	(4,221)
- Net change in loans and advances	124,548	(81,515)
- Gain/loss on sale of assets	-	-
- Net change in deposits	23,857	(50,366)
- Net change in short term negotiable securities	-	-
- Net change in other liabilities	(27,066)	10,218
- Net change in other assets	(34,584)	26,418
- Tax paid	(23,311)	(12,438)
- Others (Net change in SMR deposits)	384	12,805
Net cash provided (used) by operating activities	(166,469)	(47,779)
II: Cash flow from Investing activities:		
Dividends received	-	-
Purchase of fixed assets	(3,043)	(3,949)
Proceeds from sale of fixed assets	-	2
Purchase of non-dealing securities	-	-
Proceeds from sale of non-dealing securities	-	-
Others-(Treasury Bonds/Bills /Equity investment)	2,775	15,080
Net cash provided (used) by investing activities	(268)	11,133
III: Cash Flow from Financing activities:		
Repayment of long-term debt	-	-
Proceeds from issuance of long term debt	-	-
Proceeds from issuance of share capital	-	-
Payment of cash dividends	-	-
Net change in other borrowings	142,353	(62,832)
Others (specify)	-	-
Net cash provided(used) by financing activities	142,353	(62,832)
IV: Cash and Cash equivalents:		
Net increase/(decrease) in cash and cash equivalents	(24,384)	(99,478)
Cash and cash equivalents at the beginning of the quarter	577,947	677,425
Cash and cash equivalents at the end of the quarter	553,563	577,947

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31ST DECEMBER, 2013

(Amounts in million shillings)

	Current Quarter 31.12.2013	Comparative Quarter 31.12.2012	Current Year Cumulative 31.12.2013	Comparative Year Cumulative 31.12.2012
1 Interest income	97,637	78,931	353,987	287,925
2 Interest expense	(6,743)	(4,300)	(25,893)	(9,348)
3 Net interest income (minus 2)	90,894	74,631	328,094	278,577
4 Bad debts written off	-	-	-	-
5 Impairment Losses on Loans and Advances	(12,144)	(10,428)	(20,917)	(25,851)
6 Non interest income:	30,748	20,811	113,401	94,590
6.1 Foreign currency dealings and translation gain/(loss)	2,191	2,199	8,383	9,091
6.2 Fee and commissions	26,519	18,143	98,372	84,195
6.3 Dividend income	-	-	-	-
6.4 Others operating income	2,038	469	6,646	1,304
7 Non interest expense:	(62,889)	(59,419)	(231,298)	(202,574)
7.1 Salaries and benefits	(26,181)	(15,065)	(106,044)	(72,628)
7.2 Fees and commissions	(3,197)	(3,300)	(12,294)	(12,770)
7.3 Other operation expenses	(33,511)	(41,054)	(112,960)	(117,176)
8 Operating income/(loss)	46,609	25,595	189,280	144,742
9 Income tax provision	(10,094)	(8,432)	(56,784)	(47,340)
10 Net income(loss) after income tax	36,515	17,163	132,496	97,402
11 Number of employees	2,871	2,783	2,871	2,783
12 Basic earnings per share	73	34	265	195
13 Diluted earnings per share	73	34	265	195
14 Number of branches	152	147	152	147
SELECTED PERFORMANCE INDICATORS				
(i) Return on average total assets	4.93%	2.70%	4.18%	3.89%
(ii) Return on average shareholders funds	37.83%	20.86%	31.58%	29.77%
(iii) Non interest expense to gross income	48.98%	59.05%	49.49%	52.82%
(iv) Net interest income to average earning assets	16.98%	16.23%	14.01%	15.30%



NMB
Karibu yako

Weka pesa kwenye akaunti yako ya NMB popote ulipo

Sasa unaweza kuweka na kutoa fedha kwenye akaunti yako kupitia wakala yeyote wa TigoPesa. Pia unaweza kutuma fedha kutoka NMB kwenda TigoPesa. Rahisisha maisha yako na NMB mobile.

Piga: *150*66#

Vigeza na masharti kuzingatwa

www.nmbtz.com

Signed by

Date

Tom Borghols
Ag. Chief Executive Officer

February 12, 2014

Waziri Barnabas
Chief Financial Officer

February 12, 2014

Augustino Mbogella
Chief Internal Auditor

February 12, 2014

We, the under-named, non-executive members of the board of directors, attest to the correctness 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 the instructions and are true and correct.

Signed by

Date

Prof. Joseph Semboja

Board Chairman

February 12, 2014

Protase Tehingisa

Director

February 12, 2014