

Issued pursuant to regulations 7 and 8 of the Banking and Financial Institutions (Disclosures) Regulations, 2014

NMB BANK PLC

AUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER, 2023

(Amounts in million shillings)

(Amounts in million shillings)

	GROUP		BANK	
	Current Year	Previous Year	Current Year	Previous Year
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
A. ASSETS				
1 Cash	549,108	474,888	549,108	474,888
2 Balances with Bank of Tanzania	791,826	1,076,453	791,826	1,076,453
3 Investments in Government securities	2,273,605	1,944,032	2,273,605	1,944,032
4 Balances with other banks and financial institutions	220,936	15,834	220,936	15,834
5 Cheques and items for clearing	-	34,392	-	34,392
6 Inter branch float items	374	21	374	21
7 Bills negotiated	-	-	-	-
8 Customers' liabilities for acceptances	-	-	-	-
9 Interbank loans receivables	115,823	171,107	115,823	171,107
10 Investments in other securities	-	-	-	-
11 Loans, advances and overdrafts (net of allowances for probable losses)	7,706,925	6,014,603	7,706,925	6,014,603
12 Other assets	311,967	298,123	306,340	292,434
13 Equity investments	2,920	2,920	42,559	42,559
14 Underwriting accounts	-	-	-	-
15 Property, Plant and equipment	206,078	202,200	213,381	210,388
16 TOTAL ASSETS	12,179,562	10,234,552	12,220,877	10,276,690
B. LIABILITIES				
17 Deposits from other banks and financial institutions	15,008	12,445	15,008	12,445
18 Customer deposits	8,342,031	7,434,402	8,351,101	7,439,717
19 Cash letters of credit	97,267	144,435	97,267	144,435
20 Special Deposits	26,310	15,995	26,310	15,995
21 Payment orders/transfers payable	-	-	-	-
22 Bankers' cheques and drafts issued	1,983	2,178	1,983	2,178
23 Accrued taxes and expenses payable	58,895	51,569	58,895	51,569
24 Acceptances outstanding	-	-	-	-
25 Inter branch float items	-	-	-	-
26 Unearned income and other deferred charges	60,988	52,290	60,988	52,290
27 Other liabilities	104,310	81,854	145,464	124,146
28 Borrowings	1,380,193	749,354	1,380,193	749,354
29 TOTAL LIABILITIES	10,086,985	8,544,522	10,137,209	8,592,129
30 NET ASSETS/(LIABILITIES)	2,092,577	1,690,030	2,083,668	1,684,561

	GROUP		BANK	
	Current Year	Previous Year	Current Year	Previous Year
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
C. SHAREHOLDERS' FUNDS				
31 Paid up share capital	20,000	20,000	20,000	20,000
32 Capital reserves	-	-	-	-
33 Retained earnings	1,521,379	1,233,149	1,520,350	1,234,099
34 Profit(Loss) account	545,207	431,672	541,768	429,376
35 Other capital accounts	1,550	1,086	1,550	1,086
36 Minority interest	4,441	4,123	-	-
37 TOTAL SHAREHOLDERS' FUNDS	2,092,577	1,690,030	2,083,668	1,684,561
38 Contingent liabilities	2,415,986	1,952,430	2,415,986	1,952,430
39 Non performing loans & advances	253,151	195,093	253,151	195,093
40 Allowances for probable losses	242,701	228,073	242,701	228,073
41 Other non performing assets	10,057	8,172	10,057	8,172
D. SELECTED FINANCIAL CONDITION INDICATORS				
(i) Shareholders Funds to total assets	17%	17%	17%	16%
(ii) Non performing loans to total gross loans	3.2%	3.1%	3.2%	3.1%
(iii) Gross loans and advances to total deposits	95%	82%	95%	82%
(iv) Loans and advances to total assets	63%	59%	63%	59%
(v) Earnings assets to total Assets	83%	79%	83%	80%
(vi) Deposits growth	12%	14%	12%	14%
(vii) Assets growth	19%	18%	19%	18%

12.2 Trillion
Total Assets
+19% YoY

8.5 Trillion
Total Deposits
+11% YoY

7.7 Trillion
Loans & Advances
+28% YoY

3.2%
Non Performing Loans to Gross Loans

AUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER, 2023

(Amounts in million shillings)

	GROUP		BANK	
	Current Year	Comparative Year	Current Year	Comparative Year
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
1 Interest income	1,179,592	953,656	1,179,592	953,656
2 Interest expense	(242,354)	(164,020)	(246,077)	(167,307)
3 Net interest income (1minus2)	937,238	789,636	933,515	786,349
4 Bad debts written off	-	-	-	-
5 Impairment Losses on Loans and Advances	(84,435)	(81,180)	(84,435)	(81,180)
6 Non interest income:	468,380	402,132	468,405	402,157
6.1 Foreign currency dealings and translation gain/(loss)	73,362	53,424	73,362	53,424
6.2 Fee and commissions	366,487	324,929	366,487	324,929
6.3 Dividend income	55	50	55	50
6.4 Other operating income	28,476	23,729	28,501	23,754
7 Non interest expense:	(546,382)	(495,423)	(547,118)	(495,715)
7.1 Salaries and benefits	(297,923)	(266,296)	(297,923)	(266,296)
7.2 Fees and commissions	(15,328)	(17,746)	(15,328)	(17,746)
7.3 Other operating expenses	(233,131)	(211,381)	(233,867)	(211,673)
8 Operating income/(loss)	774,801	615,165	770,367	611,611
9 Income tax provision	(229,594)	(183,493)	(228,599)	(182,235)
10 Net income(loss)after income tax	545,207	431,672	541,768	429,376
11 Other comprehensive income, net of tax Fair value gain/ (loss) on FVOCI – net of tax	464	522	464	522
Total comprehensive income for the year	545,671	432,194	542,232	429,898

	GROUP		BANK	
	Current Year	Comparative Year	Current Year	Comparative Year
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
12 Number of employees	3,642	3,544	3,642	3,544
13 Basic earnings per share	1,090	863	1,084	859
14 Diluted earnings per share	1,090	863	1,084	859
15 Number of branches	231	227	231	227
SELECTED PERFORMANCE INDICATORS				
(i) Return on average total assets	5%	4%	5%	4%
(ii) Return on average shareholders funds	29%	26%	29%	26%
(iii) Non interest expense to gross income	39%	42%	39%	42%
(iv) Net interest income to average earning assets	10%	12%	10%	12%

775 Billion
Profit Before Tax
+26% YoY

545 Billion
Profit After Tax
+26% YoY

Cost to Income Ratio (CIR)
39%

Issued pursuant to regulations 7 and 8 of the Banking and Financial Institutions (Disclosures) Regulations, 2014

NMB BANK PLC

AUDITED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31 DECEMBER, 2023

(Amounts in million shillings)

(Amounts in million shillings)

	GROUP		BANK	
	Current Year	Previous Year	Current Year	Previous Year
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
I: Cash flow from Operating activities:				
Net income(loss)	774,801	615,165	770,367	611,611
Adjustment for:				
- Impairment/amortization	49,444	53,637	50,329	54,509
- Net change in loans and advances	(1,692,237)	(1,360,670)	(1,692,237)	(1,360,670)
- Gain/loss on sale of assets	(294)	(590)	(294)	(590)
- Net change in deposits	873,339	943,980	877,094	947,923
- Net change in short term negotiable securities	(216,324)	(172,843)	(216,324)	(172,843)
- Net change in other liabilities	148,414	67,903	152,196	70,574
- Net change in other assets	55,167	(106,839)	55,801	(107,288)
- Tax paid	(251,330)	(188,256)	(251,031)	(186,721)
- Others	(44,751)	(23,987)	(44,751)	(23,987)
Net cash provided (used) by operating activities	(303,771)	(172,500)	(298,850)	(167,482)
II: Cash flow from Investing activities:				
Dividends received	55	50	55	50
Purchase of fixed assets	(41,041)	(20,690)	(41,041)	(20,690)
Proceeds from sale of fixed assets	691	592	691	590
Purchase of non-dealing securities	(1,501,048)	(854,827)	(1,501,048)	(854,827)
Proceeds from sale of non-dealing securities	1,388,462	823,739	1,388,462	823,739
Others-(Equity investment and Securities)	(22,903)	(12,762)	(22,903)	(12,856)
Net cash provided (used) by investing activities	(175,784)	(63,898)	(175,784)	(63,994)

	GROUP		BANK	
	Current Year	Previous Year	Current Year	Previous Year
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
III: Cash Flow from Financing activities:				
Repayment of long-term debt	(254,670)	(214,814)	(254,670)	(214,814)
Proceeds from issuance of long term debt	785,238	427,518	785,238	427,518
Proceeds from issuance of share capital	-	-	-	-
Payment of cash dividends	(143,125)	(96,730)	(143,125)	(96,730)
Net change in other borrowings	-	-	-	-
Others (Specify)	(13,228)	(8,531)	(18,149)	(13,453)
Net cash provided (used) by financing activities	374,215	107,443	369,294	102,521
IV: Cash and Cash equivalents:				
Net increase/(decrease) in cash and cash equivalents	(105,340)	(128,955)	(105,340)	(128,955)
Cash and cash equivalents at the beginning of the year	1,277,542	1,406,497	1,277,542	1,406,497
Cash and cash equivalents at the end of the year	1,172,202	1,277,542	1,172,202	1,277,542

AUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER, 2023

(Amounts in million shillings)

AUDITED CONDENSED BANK'S STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER, 2023

(Amounts in million shillings)

	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	General Provision Reserve	Others (Fair Valuation)	Total
Current Year							
Balance as at the beginning of the year	20,000	-	1,664,821	-	-	5,210	1,690,031
Profit for the year	-	-	544,890	-	-	317	545,207
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	(143,125)	-	-	-	(143,125)
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	-	-	-	464	464
Balance as at the end of the current period	20,000	-	2,066,586	-	-	5,991	2,092,577
Previous Year							
Balance as at the beginning of the Year	20,000	-	1,330,019	-	-	4,547	1,354,566
Profit for the year	-	-	431,531	-	-	141	431,672
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	(96,729)	-	-	-	(96,729)
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	-	-	-	522	522
Balance as at the end of the Previous period	20,000	-	1,664,821	-	-	5,210	1,690,031

	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	General Provision Reserve	Others (Fair Valuation)	Total
Current Year							
Balance as at the beginning of the year	20,000	-	1,663,475	-	-	1,086	1,684,561
Profit for the year	-	-	541,768	-	-	-	541,768
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	(143,125)	-	-	-	(143,125)
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	-	-	-	464	464
Balance as at the end of the current period	20,000	-	2,062,118	-	-	1,550	2,083,668
Previous Year							
Balance as at the beginning of the Year	20,000	-	1,330,828	-	-	564	1,351,392
Profit for the year	-	-	429,376	-	-	-	429,376
Other Comprehensive Income	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Dividends Paid	-	-	(96,729)	-	-	-	(96,729)
Regulatory Reserve	-	-	-	-	-	-	-
General Provision Reserve	-	-	-	-	-	-	-
Others	-	-	-	-	-	522	522
Balance as at the end of the Previous period	20,000	-	1,663,475	-	-	1,086	1,684,561

SELECTED EXPLANATORY NOTES FOR THE YEAR ENDED 31 DECEMBER, 2023

In preparation of the Audited Financial Statements, consistent accounting policies have been used as those applicable to the previous year audited financial statements.

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
Ruth Zaipuna Chief Executive Officer		March 27, 2024
Juma Kimori Chief Financial Officer		March 27, 2024
Benedicto Baragomwa Chief Internal Auditor		March 27, 2024

Name	Signature	Date
Dr. Edwin P. Mhede Board Chairman		March 27, 2024
Clement Mwinuka Board Director		March 27, 2024