DBN Development Bank of Nigeria Plc
RC 2125724

UNAUDITED MANAGEMENT ACCOUNTS

MARCH 31, 2024

...Financing Sustainable Growth

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For the quarter ended 31 March, 2024

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STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED MARCH 31, 2024

	Notes	2024 3 months Jan - Mar N'000	2023 3 months Jan - Mar N'000
Interest income	1	14,355,477	12,629,500
Interest expense	2	(3,394,989)	(2,716,895)
Net interest income		**10,960,488**	**9,912,605**
Impairment (charge)/write-back	3	(12,396)	(81,605)
Net Interest income after impairment		**10,948,092**	**9,831,000**
Other income/(PIU Expense)	4	138,200	92,810
Fee and commission expense	5	(2,765)	(274)
Operating expenses	6	(2,259,587)	(1,395,580)
Profit before tax		**8,823,939**	**8,527,956**

STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2024

Assets	Notes	2024 3 months Jan - Mar N'000	2023 3 months Jan - Mar N'000
Cash and bank balances	7	658,585	5,743,716
Due from financial institutions	8	113,100,335	145,126,030
Loans and advances	9	402,025,336	360,365,410
Investment securities	10	14,923,991	0
Investment in subsidiary	11	26,569,911	11,375,000
Other assets	12	1,619,245	1,583,374
Intangible assets	13	201,706	243,437
Property, plant and equipment	14	11,707,034	5,559,461
Deferred tax	15	311,536	1,140,471
Total assets		**571,117,680**	**531,136,900**
Liabilities			
PFI Deposits for loan repayments	16	136,738	1,984,021
Long term debt	17	315,194,556	293,475,849
Income tax payable	18	12,128,832	11,575,456
Other liabilities	19	2,602,467	3,103,439
Total liabilities		**330,062,594**	**310,138,766**
Equity			
Share Capital		100,000	100,000
Share premium		99,762,570	99,762,570
Statutory reserve		40,915,056	33,863,738
Credit risk reserve		8,038,653	4,660,615
Retained earnings		92,238,807	82,611,211
Shareholders' Fund		**241,055,086**	**220,998,134**
Total liabilities and Equity		**571,117,680**	**531,136,900**

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STATEMENT OF CHANGES IN EQUITY
AS AT MARCH 31, 2024

BANK	**Share Capital N'000**	**Share Premium N'000**	**Retained Earnings N'000**	**Statutory Reserves N'000**	**Credit Risk Reserve N'000**	**Total N'000**
Balance at 1 January 2024	**100,000**	**99,762,570**	**83,414,867**	**40,915,056**	**8,038,654**	**232,231,147**
Transfer to dividend payable in 2024FY			-			-
Profit before tax for the period			8,823,939			8,823,939
Transfer between reserves:						
Transfer to regulatory risk reserve			-		-	-
Transfer to statutory reserve						
Total comprehensive income	**-**	**-**	**8,823,939**	**-**	**-**	**8,823,939**
Transactions with equity holders, recorded directly in equity:						
Issued shares paid up during the year	-	-				-
Share issue cost		-				-
	-	-	-	-	-	-
Balance as at March 31, 2024	**100,000**	**99,762,570**	**92,238,806**	**40,915,056**	**8,038,654**	**241,055,086**
	Share Capital N'000	**Share Premium N'000**	**Retained Earnings N'000**	**Statutory Reserves N'000**	**Credit Risk Reserve N'000**	**Total N'000**
Balance at 1 January 2023	**100,000**	**99,762,570**	**73,792,283**	**33,863,738**	**4,660,616**	**212,179,207**
Transfer to dividend payable in 2023FY			(3,418,000)			(3,418,000)
Profit after tax for the year			23,469,940			23,469,940
Transfer between reserves:						
Transfer to regulatory risk reserve			(10,429,356)	7,051,318	3,378,038	-
Transfer to statutory reserve			-	-		-
Total comprehensive income	**-**	**-**	**9,622,584**	**7,051,318**	**3,378,038**	**20,051,940**
Transactions with equity holders, recorded directly in equity:						
Issued shares paid up during the year						-
Share issue cost						-
	-	-	-	-	-	-
At 31 December 2023	**100,000**	**99,762,570**	**83,414,867**	**40,915,056**	**8,038,654**	**232,231,147**

STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED MARCH 31, 2024

	March 2024 N'000	March 2023 N'000
Cash flows from operating activities		
Profit for the period before tax	8,823,939	8,527,956
Adjust for non-cash items		
Depreciation of plant and equipment	83,539	70,002
Amortization of Intangibles	27,257	12,838
Interest income on treasury bills	(504,578)	-
Impairment on financial assets	-	81,605
Provision for IDB	10,503	-
Interest expense accrual for the period	3,394,989	2,735,902
Changes in working capital		
Net increase/(decrease) in Accruals and other payables	253,370	1,271,274
Net (increase)/decrease in Other assets	(882,452)	(427,447)
Net (increase)/decrease in loans and advances	8,381,364	10,641,935
Net increase in other financial assets ECL	-	206,687
Net cash flows from operating activities	**19,587,931**	**23,120,752**

Cash flows from investing activities		
Acquisition of property and equipment	(185,645)	(3,287,152)
Investment in subsidiary - ICGL Loan	(10,000,000)	-
2023 FY Lease accounting ROU Assets impact	281,736	-
Proceeds on sale of assets	1,680	(22,627)
Net cash flows used in investing activities	**(9,902,230)**	**(3,309,779)**
Cash flows from financing activities		
2022FY Dividend payments	(646,073)	-
Interest paid on long term borrowing - DBN Bond issue	(1,656,000)	-
2023 FY Amortized cost on DBN Bond	289,265	-
Long term borrowing - KFW	20,940,658	-
Net cash flows from financing activities	**18,927,850**	**-**
Net increase/(decrease) in cash and cash equivalents	28,613,551	19,810,973
Cash and cash equivalents, beginning of year	85,145,369	131,058,773
Cash and cash equivalents, end of period	**113,758,920**	**150,869,746**

	NOTES TO THE MANAGEMENT ACCOUNTS FOR THE QUARTER ENDED MARCH 31, 2024	2024 3 months Jan - Mar N'000	2023 3 months Jan - Mar N'000
1	**Interest and discount income**		
	Placements	2,840,150	3,353,993
	Placements - SDIS	1,382	1,317
	Treasury bills	504,578	-
	Loans and advances	11,019,870	9,293,197
	Total interest income	**14,365,980**	**12,648,507**
	Provision for IDB	10,503	19,008
	Net Interest Income	**14,355,477**	**12,629,500**
2	**Interest and similar expense**		
	Borrowed funds	3,394,989	2,716,895
	Interest expense	**3,394,989**	**2,716,895**
3	**Net Impairment (charge)/write back**		
	ECL - Loan assets	(12,396)	125,082
	ECL - Other assets	-	(206,687)
		(12,396)	**(81,605)**
4	**Other incomes**		
	Other income	137,964	61,000
	FX revaluation gain/(loss)	236	-
	Grant Income (PIU)	-	211,811
	PIU Expense	-	(180,001)
		138,200	**92,810**
5	**Fee and commission income/Expense**		
	Fees	(2,765)	(274)
		(2,765)	**(274)**

NOTES TO THE MANAGEMENT ACCOUNTS FOR THE QUARTER ENDED MARCH 31, 2024

		2024 3 months Jan - Mar N'000	2023 3 months Jan - Mar N'000
6	**Operating expenses**		
	Staff cost (6a)	1,072,393	769,140
	Administration and general expenses (6b)	838,854	339,665
	Depreciation of property plant and equipment	83,539	70,002
	Amortization of intangible assets	27,257	12,838
	Auditor's remuneration	10,625	8,575
	Directors emolument	106,300	77,125
	Legal, consultancy and other professional fees	120,620	118,235
	Operating expenses	**2,259,587**	**1,395,580**
6a	**Staff Cost**		
	Salaries	612,127	359,788
	ITF Level & NSITF	10,026	5,630
	Performance bonus	300,000	250,000
	Staff training	102,977	118,750
	Recruitment expenses	6,750	6,225
	Other staff expense	40,511	28,748
	Staff cost	**1,072,393**	**769,140**
6b	**Administrative and General expenses**		
	Stationery	1,992	549
	Outsourcing	9,800	5,252
	Office rent and rates	27,375	16,237
	Marketing, advertising and Sponsorship	47,326	41,796
	Subscriptions, publications, and communications	72,769	23,710
	Insurance and licences	16,485	13,502
	Repairs and maintenance	9,712	10,066
	Other administration and general expenses	55,628	71,861
	Bank charges	6,683	625
	Travels and accommodation	38,569	14,486
	IT and Communications expenses	124,034	66,478
	Board expenses	428,482	75,104
	Total admin and general expense	**838,854**	**339,665**

NOTES TO THE MANAGEMENT ACCOUNTS FOR THE QUARTER ENDED MARCH 31, 2024	2024 3 months Jan - Mar N'000	2023 3 months Jan - Mar N'000
7 Cash and bank balances		
With Local Banks:		
- Guaranty Trust Bank	277,166	331,942
- United Bank for Africa	48,373	1,712
- First Bank of Nigeria	7,518	538
- Eco Bank	6,769	238
- Stanbic IBTC	1,363	1,363
- Access Bank	513	57
- Zenith bank	2,149	1,779
- Fidelity bank	9,247	258
- FCMB	3,133	952
- Union bank	62,907	16,600
- Wema bank	4,532	142
- FSDH	626	859
	424,297	**356,440**
Current account with CBN:		
- DBN-CBN Operations account	214,081	5,388,613
- DBN-PIU CBN Operations account - NGN	16,295	9,842
- DBN-PIU CBN Operations account - USD	(0)	(15,093)
- DBN-IBRD account with CBN	294	294
- DBN-AFD account with CBN	643	643
- DBN-KfW account with CBN	981	981
- DBN-AfDB account with CBN	1,423	1,423
- DBN-ADF account with CBN	572	572
	234,289	**5,387,276**
Total Cash and Bank balances	**658,585**	**5,743,716**

	NOTES TO THE MANAGEMENT ACCOUNTS FOR THE QUARTER ENDED MARCH 31, 2024	2024 3 months Jan - Mar N'000	2023 3 months Jan - Mar N'000
8	**Due from financial institutions**		
	Fixed placements	70,967,000	144,993,000
	Call placements	41,430,658	-
	Fixed Placements - SDIS	48,642	44,778
		112,446,299	145,037,778
	Interest receivable - Bank placements	939,291	625,981
	Interest receivable - Call placements	45,378	-
	Interest receivable - SDIS Fixed placements	837	255
		985,506	**626,236**
	Other asset ECL	(331,470)	(537,984)
		113,100,335	**145,126,030**
9	**Loans and advances to customers**		
	PFI Loans	402,209,432	363,023,427
		402,209,432	**363,023,427**
	Term loan ECL	(184,097)	(2,658,016)
		402,025,336	**360,365,410**
10	**FGN Treasury securities**		
	Treasury bills at amortized cost	16,000,000	(0)
		16,000,000	**(0)**
	Unearned discount income - Treasury bills	(1,076,009)	(0)
		(1,076,009)	**(0)**
	Total investment securities @ amortized cost	**14,923,991**	**(0)**
11	**Investment in subsidiaries**		
	Investment in subsidiary - Equity	11,375,000	11,375,000
	Investment in subsidiary - Loan	15,187,739	-
		26,562,739	**11,375,000**
	Interest receivable - Investment in subsidiary - Loan	7,172	-
		7,172	**-**
	Total investment in subsidary	**26,569,911**	**11,375,000**
12	**Other assets**		
	Other receivables	91,247	82,608
	WHT Receivable	743,755	1,346,260
		835,002	**1,428,868**
	Prepayments	784,244	154,506
	Non Financial Asset	**784,244**	**154,506**
	Total other assets	**1,619,245**	**1,583,374**

	NOTES TO THE MANAGEMENT ACCOUNTS FOR THE QUARTER ENDED MARCH 31, 2024	2024 3 months Jan - Mar N'000	2023 3 months Jan - Mar N'000
13	**Intangible assets**		
	Computer software	505,340	435,005
	Amortisation-computer software	(303,634)	(191,567)
		201,706	**243,437**
14	**Property Plant and equipment**		
	Motor Vehicles	1,412,005	1,066,512
	Furniture and Fittings	91,206	89,916
	Computer Equipment	419,012	359,816
	Office Equipment	113,506	109,094
	Leasehold Improvement	106,948	105,937
	Work In Progress - PPE	6,277	5,276
	Asset Under Construction	10,711,803	4,820,211
	Book Value of PPE	**12,860,757**	**6,556,763**
	Accumulated Depreciation on PPE		
	Motor Vehicles - Depreciation	(573,277)	(507,772)
	Furniture and Fittings - Depreciation	(82,741)	(72,263)
	Computer Equipment - Depreciation	(290,355)	(221,136)
	Office Equipment - Depreciation	(101,229)	(90,194)
	Leasehold Improvement - Amortization	(106,121)	(105,937)
	Accumulated Depreciation on PPE	**(1,153,723)**	**(997,302)**
	Net Book Value of PPE	**11,707,034**	**5,559,461**
15	**Deferred Tax**		
	Deferred Tax Asset	311,536	1,140,471
		311,536	**1,140,471**

NOTES TO THE MANAGEMENT ACCOUNTS FOR THE QUARTER ENDED MARCH 31, 2024		2024 3 months Jan - Mar N'000	2023 3 months Jan - Mar N'000
16	**PFI Deposits for loan repayments**		
	Deposit for loan repayments	136,738	1,984,021
		136,738	**1,984,021**
17	**Long term debt**		
	Long term debt - IBRD	141,699,246	149,035,167
	Long term debt - AFD	29,322,659	33,804,338
	Long term debt - KfW	35,229,022	41,099,882
	Long term debt - Local Bond	23,707,360	-
	Long term debt - ADF	12,114,640	12,696,938
	Long term debt - AfDB	52,136,509	56,839,524
	Long term debt - Green Loan	20,985,121	-
		315,194,556	**293,475,849**
18	**Current income tax liabilities**		
	Income tax payable	12,015,448	10,303,147
	Education Tax	74,025	863,918
	Police Trust Fund Levy	3,679	3,679
	NITDA Levy	35,680	330,905
	NASENI Levy	(0)	73,806
		12,128,832	**11,575,456**
19	**Other liabilities**		
	Accrued expenses	2,187,781	1,621,832
	Other liabilities	214,907	1,337,154
	Provision on IDB Loans	199,779	144,452
		2,602,467	**3,103,439**

DEVELOPMENT BANK OF NIGERIA PLC UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE 1ST QUARTER ENDED 31 MARCH 2024	2024 3 months (Jan - Mar) N'000	2023 3 months (Jan - Mar) N'000
Revenue	14,355,477	12,629,500
Gross Profit	10,948,092	9,831,000
Profit before tax	**8,823,939**	**8,527,956**

DEVELOPMENT BANK OF NIGERIA PLC
REPORT CERTIFICATION
MARCH 31, 2024

We the undersigned, pursuant to section 60 subsection 2 of the Investments and Securities Act 2007, have reviewed the 1st quarter financial statements report to the Securities and Exchange Commission and based on our knowledge, certify that:

a. the report does not contain any untrue statement of a material fact, or

b. omit to state a material fact, which would make the statement, misleading in the light of the circumstances under which such statement was made;

c. the financial statements and other financial information included in the report fairly present in all material respects the financial condition and results of operations of the Bank as of, and for the periods presented in the report.

IJEOMA OZULUMBA
EXECUTIVE DIRECTOR, FINANCE & CORPORATE SERVICES

TONY OKPANACHI
MANAGING DIRECTOR/CHIEF EXECUTIVE OFFICER