DBN
Development Bank of Nigeria Plc
RC 2125724

MANAGEMENT ACCOUNTS

MARCH 31, 2021

...Financing Sustainable Growth

Index to the financial statements

For the period ended 31 March, 2021

STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED MARCH 31, 2021

	Notes	2021 3months (Jan - Mar) N'000	2020 3months (Jan - Mar) N'000
Interest income	1	5,737,764	10,078,167
Interest expense	2	(2,834,375)	(2,836,231)
Net interest income		**2,903,389**	**7,241,936**
Impairment (charge)/write-back	3	98,567	(107,858)
Net Interest income after impairment		**3,001,956**	**7,134,078**
Other income	4	80,212	1,336
Fee and commission expense	5	(14,732)	(39,888)
Operating expenses	6	(961,368)	(765,964)
Profit before tax		**2,106,068**	**6,329,562**

STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2021

Assets	Notes	2021 3months (Jan - Mar) N'000	2020 3months (Jan - Mar) N'000
Cash and bank balances	7	241,093	1,116,869
Due from financial institutions	8	249,522,189	180,255,245
Loans and advances	9	218,530,173	85,337,255
Investment securities	10	14,338,673	198,411,928
Investment in subsidiary	11	11,375,000	11,375,000
Other assets	12	606,418	609,489
Intangible assets	13	110,362	96,725
Property, plant and equipment	14	1,664,965	603,850
Deferred tax	15	875,249	1,546,819
Total assets		**497,264,123**	**479,353,180**
Liabilities			
PFI Deposits for loan repayments	16	305,524	-
Long term debt	17	316,559,320	311,321,852
Income tax payable	18	334,889	600,043
Other liabilities	19	1,031,339	1,460,784
Total liabilities		**318,231,071**	**313,382,679**
Equity			
Share Capital		100,000	100,000
Share premium		99,762,570	99,762,570
Statutory reserve		23,288,071	18,102,257
Credit risk reserve		3,195,938	1,315,400
Retained earnings		52,686,472	46,690,273
Shareholders' Fund		**179,033,051**	**165,970,500**
Total liabilities and Equity		**497,264,123**	**479,353,180**

STATEMENT OF CHANGES IN EQUITY
AS AT MARCH 31, 2021

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 2021	**100,000**	**99,762,570**	**50,580,403**	**23,288,071**	**3,195,939**	**176,926,983**
Profit before tax for the period			2,106,068			2,106,068
Transfer between reserves:						
Transfer to regulatory risk reserve					-	-
Transfer to statutory reserve				-		-
Total comprehensive income	**-**	**-**	**2,106,068**	**-**	**-**	**2,106,068**
Transactions with equity holders, recorded directly in equity:						
Issued shares paid up during the year	-	-				-
Share issue cost		-				-
	-	-	-	-	-	-
Balance as at March 31, 2021	**100,000**	**99,762,570**	**52,686,471**	**23,288,071**	**3,195,939**	**179,033,051**
	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 2020	**100,000**	**99,762,570**	**40,360,711**	**18,102,257**	**1,315,400**	**159,640,938**
Profit after tax for the year			17,286,045			17,286,045
Re-measurement of prior year loan loss provision						-
Transfer between reserves:						
Transfer to regulatory risk reserve			(1,880,539)		1,880,539	-
Transfer to statutory reserve			(5,185,814)	5,185,814		-
Total comprehensive income	**-**	**-**	**10,219,692**	**5,185,814**	**1,880,539**	**17,286,045**
Transactions with equity holders, recorded directly in equity:						
Issued shares paid up during the year						-
Share issue cost						-
	-	-	-	-	-	-
At 31 December 2020	**100,000**	**99,762,570**	**50,580,403**	**23,288,071**	**3,195,939**	**176,926,983**

STATEMENT OF CASH FLOWS (1/2) FOR THE PERIOD ENDED MARCH 31, 2021	March 2021 N'000	March 2020 N'000
Cash flows from operating activities		
Profit for the period before tax	2,106,068	6,329,562
Company Income Tax paid	-	-
Adjust for non-cash items		
Depreciation and Amortization	83,426	94,672
Loss/(Profit) on disposal of PPE	(70)	-
Interest income on treasury bills	(115,172)	(6,319,158)
Impairment on financial assets	(98,567)	107,858
Unrealized exchange gain	-	-
Interest expense accrual for the period	2,834,375	2,836,231
Changes in:		
Net decrease in Accruals and other payables	(145,792)	(42,182)
WHT Credit notes set off against Income Tax liability	-	-
Net (increase)/decrease in Other assets	(95,333)	(79,717)
Net (increase)/decrease in loans and advances	(4,416,060)	12,786,325
Net increase in other financial assets ECL	164,865	(265,371)
Net cash flows from operating activities	**317,740**	**15,448,219**
Investment income received on treasury bills	-	7,043,264

STATEMENT OF CASH FLOWS (2/2)		
FOR THE PERIOD ENDED MARCH 31, 2021		
Cash flows from investing activities		
Purchase of treasury bills	-	(19,696,579)
Proceeds from matured investment in treasury bills	-	48,581,785
Disposal/(Acquisition) of property and equipment	(7,690)	(5,287)
2020 FY Lease accounting ROU Assets impact	239,339	-
Proceeds on sale of assets	70	-
Purchase/(Reclass/Disposal) of intangible assets	0	(75)
Net cash flows used in investing activities	**231,719**	**35,923,108**
Cash flows from financing activities		
Principal loan repayments - KfW	-	-
Principal loan repayments - AfDB	-	-
Principal loan repayments - ADF	-	-
Principal loan repayments - AFD	-	-
Long Term Debt inflow - AFD	-	-
Interest paid on long term borrowing - KfW	-	-
Interest paid on long term borrowing - AfDB	-	-
Interest paid on long term borrowing - ADF	-	-
Interest paid on long term borrowing - AFD	-	-
Net cash flows from financing activities	**-**	**-**
Net increase/(decrease) in cash and cash equivalents	549,458	51,371,326
Cash and cash equivalents, beginning of year	249,213,824	130,000,788
Cash and cash equivalents, end of period	**249,763,282**	**181,372,114**

NOTES TO THE MANAGEMENT ACCOUNTS FOR THE PERIOD ENDED MARCH 31, 2021		2021 3months (Jan - Mar) N'000	2020 3months (Jan - Mar) N'000
1	**Interest and discount income**		
	Placements	1,155,288	1,642,766
	Placements - SDIS	77	-
	Treasury bills	115,172	6,319,158
	Loans and advances	4,467,227	2,116,243
	Total interest income	**5,737,764**	**10,078,167**
2	**Interest and similar expense**		
	Borrowed funds	2,834,375	2,836,231
	Interest expense	**2,834,375**	**2,836,231**
3	**Net Impairment (charge)/write back**		
	ECL - Loan assets	(66,298)	(107,858)
	ECL - Other assets	164,865	-
		98,567	**(107,858)**
4	**Other incomes**		
	Profit/(loss) on disposal of fixed assets	70	-
	Other income	1	1,336
	PIU Income	80,141	-
		80,212	**1,336**
5	**Fee and commission income/Expense**		
	Fees	(14,732)	(39,888)
		(14,732)	**(39,888)**
6	**Operating expenses**		
	Staff cost (6a)	358,732	362,102
	Administration and general expenses (6b)	411,248	192,112
	Depreciation of property plant and equipment	83,426	94,672
	Auditor's remuneration	5,241	3,938
	Directors emolument	57,647	58,175
	Legal, consultancy and other professional fees	45,074	54,965
	Operating expenses	**961,368**	**765,964**

	NOTES TO THE MANAGEMENT ACCOUNTS FOR THE PERIOD ENDED MARCH 31, 2021	2021 3months (Jan - Mar) N'000	2020 3months (Jan - Mar) N'000
6a	**Staff Cost**		
	Salaries	326,807	291,614
	ITF Level & NSITF	5,128	4,352
	Staff training	6,396	13,359
	Recruitment expenses	30	650
	Other staff expense	20,370	52,127
	Staff cost	**358,732**	**362,102**
6b	**Administrative and General expenses**		
	Stationery	193	1,661
	Outsourcing	10,933	5,638
	Office rent and rates	21,139	23,273
	Marketing, advertising and Sponsorship	79,814	35,043
	Subscriptions, publications, and communications	15,627	10,256
	Insurance and licences	4,774	4,738
	Repairs and maintenance	10,060	5,240
	Other administration and general expenses	22,552	20,420
	Bank charges	568	781
	Travels and accommodation	4,980	25,658
	IT and Communications expenses	35,824	33,284
	Board expenses	35,600	19,180
	PIU Expense	169,183	6,940
	Administration and General Expenses	**411,248**	**192,112**
7	**Cash and bank balances**		
	With Local Banks:		
	- Guaranty Trust Bank	25,741	202,054
	- United Bank for Africa	310	86,869
	- First Bank of Nigeria	738	427
	- Eco Bank	25,394	1,309
	- Stanbic IBTC	1,363	24,729
	- Access Bank	(413)	13,682
	- Zenith bank	238	4,580
	- Fidelity bank	950	98,674
	- FCMB	825	34
	- Union bank	39	1,333
	- Wema bank	805	-
		55,989	**433,692**

NOTES TO THE MANAGEMENT ACCOUNTS FOR THE PERIOD ENDED MARCH 31, 2021		2021 3months (Jan - Mar) N'000	2020 3months (Jan - Mar) N'000
	Current account with CBN:		
	- DBN-CBN Operations account	97,011	541,772
	- DBN-PIU CBN Operations account - NGN	44,151	8,043
	- DBN-PIU CBN Operations account - USD	39,396	128,949
	- DBN-IBRD account with CBN	926	953
	- DBN-AFD account with CBN	643	484
	- DBN-KfW account with CBN	981	981
	- DBN-AfDB account with CBN	1,423	1,423
	- DBN-ADF account with CBN	572	572
		185,105	**683,177**
	Total Cash and Bank balances	**241,093**	**1,116,869**
8	**Due from financial institutions**		
	Fixed placements	248,607,000	177,900,000
	Call placements	1,511,500	2,888,000
	Fixed Placements - SDIS	37,346	-
		250,155,846	180,788,000
	Interest receivable - Bank placements	342,803	399,612
	Interest receivable - Call placements	(0)	13,968
	Interest receivable - SDIS Fixed placements	47	-
		342,850	413,580
	Other asset ECL	(976,507)	(946,336)
		249,522,189	**180,255,245**
9	**Loans and advances to customers**		
	PFI Loans	219,703,129	85,917,081
		219,703,129	**85,917,081**
	Term loan ECL	(1,172,956)	(579,826)
		218,530,173	**85,337,255**

	NOTES TO THE MANAGEMENT ACCOUNTS FOR THE PERIOD ENDED MARCH 31, 2021	2021 3months (Jan - Mar) N'000	2020 3months (Jan - Mar) N'000
10	**Investment securities**		
10a	**Investment securities at amortized cost**		
	FGN Treasury securities		
	Treasury bills at amortized cost	14,500,000	207,635,307
		14,500,000	**207,635,307**
	Unearned discount income - Treasury bills	(161,327)	(9,223,379)
		(161,327)	**(9,223,379)**
	Total investment securities @ amortized cost	**14,338,673**	**198,411,928**
11	**Investment in subsidiaries**		
	Investment in subsidiary	11,375,000	11,375,000
		11,375,000	**11,375,000**
12	**Other assets**		
	Other receivables	2,379	49,088
	WHT Receivable	429,965	368,292
		432,344	**417,380**
	Net Financial Asset	**432,344**	**417,380**
	Prepayments	174,073	192,109
	Non Financial Asset	**174,073**	**192,109**
	Total other assets	**606,418**	**609,489**

NOTES TO THE MANAGEMENT ACCOUNTS FOR THE PERIOD ENDED MARCH 31, 2021		2021 3months (Jan - Mar) N'000	2020 3months (Jan - Mar) N'000
13	**Intangible assets**		
	Computer software	218,312	153,473
	Amortisation-computer software	(107,949)	(56,748)
		110,362	**96,725**
14	**Property Plant and equipment**		
	Property Plant and equipment	2,486,252	1,143,464
	Accumulated Depreciation on PPE	(821,286)	(539,614)
	Net Book Value of PPE	**1,664,965**	**603,850**
15	**Deferred Tax**		
	Deferred Tax Asset	875,249	1,546,819
		875,249	**1,546,819**
16	**PFI Deposits for loan repayments**		
	Deposit for loan repayments	305,524	-
		305,524	**-**
17	**Long term debt**		
	Long term debt - IBRD	140,838,974	135,682,292
	Long term debt - AFD	42,728,487	29,631,208
	Long term debt - KfW	52,836,971	58,712,537
	Long term debt - ADF	13,850,748	14,582,186
	Long term debt - AfDB	66,304,141	72,713,630
		316,559,320	**311,321,852**
18	**Current income tax liabilities**		
	Income tax payable	83,942	228,776
	Education Tax	65,493	43,135
	Police Trust Fund Levy	2,545	1,631
	NITDA Levy	182,909	326,501
		334,889	**600,043**
19	**Other liabilities**		
	Accrued expenses	824,307	1,259,112
	Other liabilities	207,032	201,672
		1,031,339	**1,460,784**

DEVELOPMENT BANK OF NIGERIA PLC
UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE 1ST QUARTER ENDED 31 MARCH 2021

	Notes	2021 3months (Jan - Mar) N'000	2020 3months (Jan - Mar) N'000
Revenue	1	5,817,976	10,079,503
Gross profit		3,001,956	7,134,078
Profit before tax		**2,106,068**	**6,329,562**

DEVELOPMENT BANK OF NIGERIA PLC
REPORT CERTIFICATION
MARCH 31, 2021

We the undersigned, pursuant to section 60 subsection 2 of the Investments and Securities Act 2007, have reviewed the 4th 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	TONY OKPANACHI
CHIEF FINANCIAL OFFICER	MANAGING DIRECTOR/CHIEF EXECUTIVE OFFICER