DEVELOPMENT BANK OF NIGERIA PLC
MANAGEMENT ACCOUNTS FOR THE PERIOD ENDED
31-Mar-19

...Financing Sustainable Growth

Index to the financial statements
For the year ended 31 March 2019

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DEVELOPMENT BANK OF NIGERIA PLC
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2019

	Notes	2019 3months (Jan-Mar) N'000	2018 3months (Jan-Mar) N'000
Interest income	1	9,798,154	6,428,346
Interest expense	2	(1,455,986)	(852,854)
Net interest income		**8,342,168**	**5,575,492**
Impairment charge	3	(45,349)	1,190
Net Interest income after impairment		**8,296,819**	**5,576,682**
Fee and commission expense	4	(30,514)	(3,987)
Operating expenses	5	(726,417)	(472,265)
Profit before tax		7,539,888	5,100,429

DEVELOPMENT BANK OF NIGERIA PLC
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2019

		31-Mar-19	31-Mar-18
STATEMENT OF FINANCIAL POSITION			
Assets	**Notes**	**N'000**	**N'000**
Cash and bank balances	6	338,263	388,669
Due from financial institutions	7	54,777,576	33,754,612
Loans and advances	8	52,876,144	120,730
Investment securities	9	191,991,950	134,018,965
Other assets	10	487,452	337,912
Intangible assets	11	55,145	18,103
Property, plant and equipment	12	563,388	334,229
Total assets		**301,089,918**	**168,973,220**
Liabilities			
Long term debt	13	166,308,704	99,404,498
Deposit for shares	14	-	20,639,965
Income tax payable	15	229,109	41,032
Other liabilities	16	968,147	306,469
Total liabilities		**167,505,960**	**120,391,964**
Equity			
Share Capital		100,000	40,000
Share premium		99,762,570	39,940,842
Statutory reserve		8,023,196	1,218,646
Credit risk reserve		467,915	84
Retained earnings		25,230,277	7,381,684
Shareholders' Fund		**133,583,958**	**48,581,256**
Total liabilities and Equity		**301,089,918**	**168,973,220**

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DEVELOPMENT BANK OF NIGERIA PLC

STATEMENT OF CHANGES IN EQUITY

AS AT 31 MARCH 2019

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 2019	100,000	99,762,570	17,690,389	8,023,196	467,915	126,044,070
Profit before tax for the year			7,539,888			7,539,888
Total comprehensive income	-	-	7,539,888	-	-	7,539,888
Transactions with equity holders, recorded directly in equity:						
Issued shares paid up during the year	-	-				-
	-	-	-	-	-	-
Balance as at 31 March 2019	100,000	99,762,570	25,230,277	8,023,196	467,915	133,583,958

	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 2018	40,000	39,940,842	2,281,255	1,218,646	84	43,480,827
Profit after tax for the year			22,681,836			22,681,836
Re-measurement of prior year loan loss provision			(321)			(321)
Transfer between reserves:						
Transfer to regulatory risk reserve			(467,831)		467,831	-
Transfer to statutory reserve			(6,804,550)	6,804,550		-
Total comprehensive income	-	-	15,409,134	6,804,550	467,831	22,681,515
Transactions with equity holders, recorded directly in equity:						
Issued shares paid up during the year	60,000	59,940,000				60,000,000
Share is cost		(118,272)				(118,272)
	60,000	59,821,728	-	-	-	59,881,728
At 31 December 2018	100,000	99,762,570	17,690,389	8,023,196	467,915	126,044,070

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DEVELOPMENT BANK OF NIGERIA PLC

STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2019

	31-Mar-19	31-Mar-18
	N'000	N'000
Cash flows from operating activities		
Profit for the year	7,539,888	5,100,429
Adjust for non-cash items		
Depreciation expense	56,487	24,473
Interest income on treasury bills	(7,330,291)	(5,765,139)
Impairment on financial assets -charge/(write-back)	45,349	(1,190)
Changes in:		
Net increase in Accruals and other payables	144,557	(32,451)
Net increase in Other assets	(89,352)	(273,462)
Net increase in loans and advances	(24,652,439)	61,493
Net increase in other financial assets ECL	(220,846)	-
Net cash flows from operating activities	**(24,506,651)**	**(881,173)**
Investment income received on treasury bills	3,241,656	3,102,231
Cash flows from investing activities		
Purchase of treasury bills	(51,933,554)	(40,003,229)
Proceeds from matured investment in treasury bills	50,198,009	18,267,736
Acquisition of property and equipment	(47,302)	(44,879)
Purchase of intangible assets	-	(9,130)
Net cash flows used in investing activities	**1,458,809**	**(18,687,271)**
Cash flows from financing activities		
Proceeds from long term borrowing	14,597,970	10,551,925
Net cash flows from financing activities	**14,597,970**	**10,551,925**
Net increase/(decrease) in cash and cash equivalents	(8,449,872)	(9,016,519)
Cash and cash equivalents, beginning of year	63,565,711	43,159,800
Cash and cash equivalents, end of year	**55,115,839**	**34,143,281**

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		2019 3months (Jan-Mar)	2018 3months (Jan-Mar)
	NOTES TO THE MANAGEMENT ACCOUNTS		
	FOR THE PERIOD ENDED 31 MARCH 2019	N'000	N'000
1	**Net interest income**		
	Placements	1,753,076	658,021
	Treasury bills	7,330,291	5,765,139
	Loans and advances	714,787	5,186
	Interest income	9,798,154	6,428,346
2	**Interest and similar expense**		
	Borrowed funds	1,455,986	852,854
	Interest expense	1,455,986	852,854
3	**Net Impairment charge**		
	Impairment on financial assets:		
	Loan Loss Expense - Term Loan	(45,349)	1,190
		(45,349)	1,190
4	**Fee and commission income/Expense**		
	Fees	(30,514)	(3,987)
		(30,514)	(3,987)
5	**Operating expenses**		
	Staff cost (5a)	482,880	240,922
	Administration and general expenses (5b)	133,558	53,669
	Depreciation of property plant and equipment	56,487	24,473
	Auditor's renumeration	2,625	5,500
	Directors emolument	18,850	18,850
	Legal, consultancy and other professional fees	32,018	128,852
	Operating expenses	726,417	472,265
5a	**Staff Cost**		
	Salaries	222,644	177,943
	ITF Level & NSITF	5,916	2,694
	Staff training	17,841	2,325
	Recruitment expenses	524	16,533
	Other staff expense	235,955	41,427
	Staff cost	482,880	240,922

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		2019 3months (Jan-Mar)	2018 3months (Jan-Mar)
	NOTES TO THE MANAGEMENT ACCOUNTS		
	FOR THE PERIOD ENDED 31 MARCH 2019	N'000	N'000
5b	Administrative and General expenses		
	Stationery	445	1,776
	Outsourcing	3,745	1,927
	Office rent and rates	6,639	13,739
	Marketing, advertising and Sponsorship	54,808	11,504
	subscriptions, publications, and communications	8,468	3,252
	Insurance and licences	7,273	3,308
	Repairs and maintenance	4,015	2,072
	Other administration and general expenses	7,588	3,429
	Bank charges	442	98
	Travels and accommodation	11,501	10,857
	IT and Communications expenses	19,945	519
	Board expenses	8,689	1,188
	Administration and General Expenses	133,558	53,669
6	Cash and bank balances		
	With Local Banks:		
	- Guaranty Trust Bank	27,356	132,422
	- United Bank for Africa	36,041	115,628
	- First Bank of Nigeria	31,883	19,175
	- Eco Bank	41,204	38,458
	- Stanbic IBTC	8,157	-
	- Access Bank	7,389	-
	- Zenith bank	30,443	-
		182,473	305,683
	Current account with CBN:		
	- DBN-CBN Operations account	150,781	48,023
	- DBN-IBRD Operations account	15	1,385
	- DBN-AFD Operations account	3,918	1,087
	- DBN-KfW Operations account	981	243
	- DBN-AfDB Operations account	91	31,991
	- DBN-ADF Operations account	4	258
		155,790	82,986
	Total Cash and Bank balances	338,263	388,669
7	Due from financial institutions		
	Fixed placement	54,060,000	23,700,000
	Call placement	450,000	10,000,000
		54,510,000	33,700,000
	Interest receivable - Bank placements	488,313	54,612
	Interest receivable - Call placement	110	-
		488,422	54,612
	ECL provision	(220,846)	-
		54,777,576	33,754,612

	NOTES TO THE MANAGEMENT ACCOUNTS FOR THE PERIOD ENDED 31 MARCH 2019	2019 3months (Jan-Mar) N'000	2018 3months (Jan-Mar) N'000
8	**Loans and advances to customers**		
	PFI Loans	53,051,039	123,174
		53,051,039	123,174
	General Loan Loss Provision	(174,895)	(2,444)
		52,876,144	120,730
9	**Investment securities at amortized cost**		
	FV of Treasury bills	210,623,202	141,472,557
		210,623,202	141,472,557
	Unearned discount income - Treasury bills - HTM	(18,631,252)	(7,453,592)
		(18,631,252)	(7,453,592)
	Total investment securities at amortized cost	191,991,950	134,018,965
10	**Other assets**		
	Other receivables	3,069	2,750
	WHT Receivable	318,614	45,387
		321,682	48,137
	Net Financial Asset	321,682	48,137
	Prepayments	165,770	198,765
	Deferred share issuance cost	-	91,010
	Non Financial Asset	165,770	289,775
	Total other assets	487,452	337,912
11	**Intangible assets**		
	Computer software	79,832	20,206
	Amortisation-computer software	(24,687)	(2,103)
		55,145	18,103
12	**Property Plant and equipment**		
.	Property Plant and equipment	813,846	399,149
	Accumulated Depreciation of property plant and equipment	(250,458)	(64,920)
	Net book values	563,388	334,229
13	**Long term debt**		
	Long term debt - IBRD	38,881,670	37,419,351
	Long term debt - AFD	28,644,175	14,148,551
	Long term debt - KfW	61,649,823	37,173,710
	Long term debt - FMOF	-	100,000
	Long term debt - ADF	9,629,656	4,733,026
	Long term debt - AfDB	27,503,380	5,829,859
		166,308,704	99,404,498
14	**Deposit for shares**		
	Deposit for shares - AfDB	-	20,639,965
		-	20,639,965
15	**Current income tax liabilities**		
	Income tax payable	229,109	41,032
		229,109	41,032
16	**Other liabilities**		
	Accrued expenses	935,147	237,985
	Other liabilities	32,999	68,484
		968,147	306,469

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DEVELOPMENT BANK OF NIGERIA PLC
REPORT CERTIFICATION
MARCH 31, 2019

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	TONY OKPANACHI

DEVELOPMENT BANK OF NIGERIA PLC
UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE 1ST QUARTER ENDED 31 MARCH 2019

	Notes	2019 3months (Jan-Mar) N'000	2018 3months (Jan-Mar) N'000
Revenue	1	9,798,154	6,428,346
Gross profit		9,798,154	6,428,346
Profit before tax		**7,539,888**	**5,100,429**
Tax provision		(2,261,966)	(1,530,129)
Profit after tax		5,277,922	3,570,301