



DBN
Development
Bank of Nigeria Plc
RC 2125724

MANAGEMENT ACCOUNTS

SEPTEMBER 30, 2021

...Financing Sustainable Growth

Index to the financial statements

For the period ended 30 September, 2021

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STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED SEPTEMBER 30, 2021

		2021	2021	2020	2020
		3months	9months	3months	9months
		(Jul-Sept)	(Jan- Sept)	(Jul-Sept)	(Jan-Sept)
	Notes	N'000	N'000	N'000	N'000
Interest income	1	11,552,659	26,405,500	8,365,164	27,489,358
Interest expense	2	(2,797,000)	(8,441,723)	(2,814,144)	(8,467,622)
Net interest income		8,755,659	17,963,777	5,551,020	19,021,736
Impairment (charge)/write-back	3	(162,807)	(233,660)	(1,178,687)	(1,242,641)
Net Interest income after impairment		8,592,852	17,730,116	4,372,333	17,779,095
Other income	4	72,616	396,906	74,567	75,913
Fee and commission expense	5	(11,368)	(27,767)	(20,884)	(94,552)
Operating expenses	6	(1,120,851)	(3,035,494)	(727,793)	(2,325,644)
Profit before tax		7,533,249	15,063,762	3,698,223	15,434,813



**STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2021**

		30-Sep-21	30-Sep-20
Assets	Notes	N'000	N'000
Cash and bank balances	7	325,271	7,107,188
Due from financial institutions	8	157,955,165	218,972,878
Loans and advances	9	290,438,942	153,044,693
Investment securities	10	25,986,694	89,070,469
Investment in subsidiary	11	11,375,000	11,375,000
Other assets	12	965,634	585,089
Intangible assets	13	109,956	95,803
Property, plant and equipment	14	1,966,652	1,527,534
Deferred tax	15	875,249	1,546,819
Total assets		489,998,563	483,325,472
Liabilities			
PFI Deposits for loan repayments	16	198,008	203,264
Long term debt	17	296,804,199	306,984,523
Income tax payable	18	2,545	1,631
Other liabilities	19	1,003,066	1,060,304
Total liabilities		298,007,818	308,249,721
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		65,644,165	55,795,523
Shareholders' Fund		191,990,745	175,075,751
Total liabilities and Equity		489,998,563	483,325,472



**STATEMENT OF CHANGES IN EQUITY
AS AT SEPTEMBER 30, 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			15,063,762			15,063,762
Transfer between reserves:						
Transfer to regulatory risk reserve					-	-
Transfer to statutory reserve				-		-
Total comprehensive income	-	-	15,063,762	-	-	15,063,762
Transactions with equity holders, recorded directly in equity:						
Issued shares paid up during the year	-	-				-
Share issue cost		-				-
	-	-	-	-	-	-
Balance as at September 30, 2021	100,000	99,762,570	65,644,165	23,288,071	3,195,939	191,990,745
	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			15,434,813			15,434,813
Re-measurement of prior year loan loss provision						-
Transfer between reserves:						
Transfer to regulatory risk reserve			-		-	-
Transfer to statutory reserve			-	-		-
Total comprehensive income	-	-	15,434,813	-	-	15,434,813
Transactions with equity holders, recorded directly in equity:						
Issued shares paid up during the year						-
Share issue cost						-
	-	-	-	-	-	-
At 30 September 2020	100,000	99,762,570	55,795,523	18,102,257	1,315,400	175,075,751



**STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

	30-Sep-21 N'000	30-Sep-20 N'000
Cash flows from operating activities		
Profit for the period before tax	15,063,762	15,434,813
2020 FY Company Income Tax paid	(248,401)	(369,636)
Adjust for non-cash items		
Depreciation of plant and equipment	208,737	234,528
Amortization of Intangibles	34,031	29,801
Loss/(Profit) on disposal of PPE	(14,945)	(368)
Interest income on treasury bills	(1,254,925)	(14,900,070)
Impairment on financial assets	233,660	1,242,641
Interest expense accrual for the period	8,441,723	8,467,622
Changes in working capital		
Net decrease in Accruals and other payables	(174,065)	(442,663)
WHT Credit notes set off against Income Tax liability	(83,942)	(228,776)
Net (increase)/decrease in Other assets	(454,549)	(57,207)
Net (increase)/decrease in loans and advances	(76,957,491)	(55,744,956)
Net increase in other financial assets ECL	357,783	(373,046)
Net cash flows from operating activities	(54,848,621)	(46,707,319)
Investment income received on treasury bills	464,748	18,588,233



Cash flows from investing activities		
Purchase of treasury bills	(25,008,268)	(31,033,707)
Proceeds from matured investment in treasury bills	14,035,252	166,296,316
Acquisition of property and equipment	(464,624)	(1,077,319)
2020 FY Lease accounting ROU Assets impact	239,160	-
Proceeds on sale of assets	31,955	-
Purchase/(Reclass/Disposal) of intangible assets	(20,519)	(19,132)
Net cash flows used in investing activities	(10,722,297)	152,754,390
Cash flows from financing activities		
Principal loan repayments - KfW	(2,906,475)	(2,906,475)
Principal loan repayments - AfDB	(2,325,499)	(2,325,499)
Principal loan repayments - ADF	(287,245)	(287,245)
Principal loan repayments - AFD	(2,220,579)	-
Principal loan repayments - IBRD	(2,687,006)	-
Interest paid on long term borrowing - KfW	(1,040,840)	(1,159,701)
Interest paid on long term borrowing - AfDB	(1,297,210)	(3,063,034)
Interest paid on long term borrowing - ADF	(68,670)	(225,839)
Interest paid on long term borrowing - AFD	(660,600)	-
Interest paid on long term borrowing - IBRD	(11,868,345)	-
Net cash flows from financing activities	(25,362,469)	(9,967,793)
Net increase/(decrease) in cash and cash equivalents	(90,933,387)	96,079,278
Cash and cash equivalents, beginning of year	249,213,824	130,000,788
Cash and cash equivalents, end of period	158,280,437	226,080,066



NOTES TO THE MANAGEMENT ACCOUNTS FOR THE PERIOD ENDED SEPTEMBER 30, 2021	2021 3months (Jul-Sept)	2021 9months (Jan- Sept)	2020 3months (Jul-Sept)	2020 9months (Jan-Sept)
	N'000	N'000	N'000	N'000
1 Interest and discount income				
Placements	4,550,090	9,180,393	2,105,573	5,835,628
Placements - SDIS	1,320	1,914	-	-
Treasury bills	666,224	1,254,925	3,589,666	14,900,070
Loans and advances	6,335,026	15,968,269	2,669,926	6,753,659
Total interest income	11,552,659	26,405,500	8,365,164	27,489,358
2 Interest and similar expense				
Borrowed funds	2,797,000	8,441,723	2,814,144	8,467,622
Interest expense	2,797,000	8,441,723	2,814,144	8,467,622
3 Net Impairment (charge)/write back				
ECL - Loan assets	(43,935)	(591,444)	(1,007,417)	(869,595)
ECL - Other assets	(118,871)	357,783	(171,270)	(373,046)
	(162,807)	(233,660)	(1,178,687)	(1,242,641)
4 Other incomes				
Profit/(loss) on disposal of fixed assets	8,426	14,945	98	372
Other income	47	31,258	1	1,072
PIU Income	38,006	324,566	55,047	55,047
Recovered Shared Service Cost	26,138	26,138	19,421	19,421
	72,616	396,906	74,567	75,913
5 Fee and commission income/Expense				
Fees	(11,368)	(27,767)	(20,884)	(94,552)
	(11,368)	(27,767)	(20,884)	(94,552)
6 Operating expenses				
Staff cost (6a)	649,461	1,412,538	331,405	1,016,046
Administration and general expenses (6b)	268,250	1,040,931	198,963	706,058
Depreciation of property plant and equipment	68,370	208,737	70,100	234,528
Amortization of intangible assets	8,992	34,031	9,834	29,801
Auditor's remuneration	3,628	12,497	3,938	11,813
Directors emolument	57,647	172,942	58,175	174,525
Legal, consultancy and other professional fees	64,502	153,817	55,378	152,873
Operating expenses	1,120,851	3,035,494	727,793	2,325,644



	2021 3months (Jul-Sept) N'000	2021 9months (Jan- Sept) N'000	2020 3months (Jul-Sept) N'000	2020 9months (Jan-Sept) N'000
FOR THE PERIOD ENDED SEPTEMBER 30, 2021				
6b Administrative and General expenses				
Stationery	287	2,538	2,016	5,089
Outsourcing	6,749	27,770	4,939	16,280
Office rent and rates	23,393	67,879	24,421	70,514
Marketing, advertising and Sponsorship	69,206	213,324	46,963	290,063
Subscriptions, publications, and communications	8,239	37,847	3,941	22,449
Insurance and licences	6,390	16,137	3,977	13,499
Repairs and maintenance	9,300	26,714	3,959	13,269
Other administration and general expenses	28,743	67,624	17,897	50,425
Bank charges	748	2,496	1,013	2,203
Travels and accommodation	15,973	28,196	4,679	37,302
IT and Communications expenses	39,755	118,652	44,177	109,456
Board expenses	32,999	107,186	4,193	27,279
PIU Expense	26,468	324,566	36,788	48,228
Administration and General Expenses	268,250	1,040,931	198,963	706,058
7 Cash and bank balances				
With Local Banks:				
- Guaranty Trust Bank	23,489	23,489	32,302	32,302
- United Bank for Africa	15,969	15,969	44,315	44,315
- First Bank of Nigeria	268	268	64	64
- Eco Bank	15,160	15,160	3,930,758	3,930,758
- Stanbic IBTC	1,363	1,363	1,364	1,364
- Access Bank	189	189	3,692	3,692
- Zenith bank	238	238	4,580	4,580
- Fidelity bank	1,922	1,922	348	348
- FCMB	2,850	2,850	2,740,174	2,740,174
- Union bank	15,417	15,417	18,804	18,804
- Wema bank	899	899	-	-
- FSDH	244	244	-	-
	78,007	78,007	6,776,401	6,776,401



	2021 3months (Jul-Sept) N'000	2021 9months (Jan- Sept) N'000	2020 3months (Jul-Sept) N'000	2020 9months (Jan-Sept) N'000
FOR THE PERIOD ENDED SEPTEMBER 30, 2021				
Current account with CBN:				
- DBN-CBN Operations account	103,370	103,370	192,713	192,713
- DBN-PIU CBN Operations account - NGN	43,717	43,717	82,312	82,312
- DBN-PIU CBN Operations account - USD	95,632	95,632	51,386	51,386
- DBN-IBRD account with CBN	926	926	953	953
- DBN-AFD account with CBN	643	643	484	484
- DBN-KfW account with CBN	981	981	981	981
- DBN-AfDB account with CBN	1,423	1,423	1,423	1,423
- DBN-ADF account with CBN	572	572	535	535
	247,264	247,264	330,787	330,787
Total Cash and Bank balances	325,271	325,271	7,107,188	7,107,188
8 Due from financial institutions				
Fixed placements	152,337,000	152,337,000	217,507,000	217,507,000
Call placements	5,492,000	5,492,000	2,238,000	2,238,000
Fixed Placements - SDIS	39,040	39,040	-	-
	157,868,040	157,868,040	219,745,000	219,745,000
Interest receivable - Bank placements	870,714	870,714	281,830	281,830
Interest receivable - Call placements	(0)	(0)	58	58
Interest receivable - SDIS Fixed placements	(0)	(0)	-	-
	870,714	870,714	281,888	281,888
Other asset ECL	(783,589)	(783,589)	(1,054,010)	(1,054,010)
	157,955,166	157,955,165	218,972,878	218,972,878
9 Loans and advances to customers				
PFI Loans	292,137,044	292,137,044	154,651,627	154,651,627
	292,137,044	292,137,044	154,651,627	154,651,627
Term loan ECL	(1,698,102)	(1,698,102)	(1,606,934)	(1,606,934)
	290,438,942	290,438,942	153,044,693	153,044,693



	2021 3months (Jul-Sept) N'000	2021 9months (Jan- Sept) N'000	2020 3months (Jul-Sept) N'000	2020 9months (Jan-Sept) N'000
FOR THE PERIOD ENDED SEPTEMBER 30, 2021				
I0 Investment securities				
I0a Investment securities at amortized cost				
FGN Treasury securities				
Treasury bills at amortized cost	27,500,000	27,500,000	90,075,807	90,075,807
	27,500,000	27,500,000	90,075,807	90,075,807
Unearned discount income - Treasury bills	(1,513,306)	(1,513,306)	(1,005,338)	(1,005,338)
	(1,513,306)	(1,513,306)	(1,005,338)	(1,005,338)
Total investment securities @ amortized cost	25,986,694	25,986,694	89,070,469	89,070,469
I1 Investment in subsidiaries				
Investment in subsidiary	11,375,000	11,375,000	11,375,000	11,375,000
	11,375,000	11,375,000	11,375,000	11,375,000
I2 Other assets				
Other receivables	68,283	68,283	33,890	33,890
WHT Receivable	729,746	729,746	338,541	338,541
	798,029	798,029	372,431	372,431
Net Financial Asset	798,029	798,029	372,431	372,431
Prepayments	167,605	167,605	212,658	212,658
Non Financial Asset	167,605	167,605	212,658	212,658
Total other assets	965,634	965,634	585,089	585,089



	2021 3months (Jul-Sept) N'000	2021 9months (Jan- Sept) N'000	2020 3months (Jul-Sept) N'000	2020 9months (Jan-Sept) N'000
FOR THE PERIOD ENDED SEPTEMBER 30, 2021				
13 Intangible assets				
Computer software	238,831	238,831	172,531	172,531
Amortisation-computer software	(128,875)	(128,875)	(76,728)	(76,728)
	109,956	109,956	95,803	95,803
14 Property Plant and equipment				
Motor Vehicles	831,820	831,820	702,769	702,769
Furniture and Fittings	79,418	79,418	79,576	79,576
Computer Equipment	211,621	211,621	209,818	209,818
Office Equipment	101,429	101,429	95,070	95,070
Leasehold Improvement	104,104	104,104	101,561	101,561
Work In Progress - PPE	2,574	2,574	2,051	2,051
Asset Under Construction	1,337,948	1,337,948	1,024,652	1,024,652
Book Value of PPE	2,668,914	2,668,914	2,215,496	2,215,496
Accumulated Depreciation on PPE				
Motor Vehicles - Depreciation	(338,940)	(338,940)	(414,361)	(414,361)
Furniture and Fittings - Depreciation	(47,131)	(47,131)	(31,319)	(31,319)
Computer Equipment - Depreciation	(163,333)	(163,333)	(115,521)	(115,521)
Office Equipment - Depreciation	(61,960)	(61,960)	(43,559)	(43,559)
Leasehold Improvement - Amortization	(90,898)	(90,898)	(83,201)	(83,201)
Accumulated Depreciation on PPE	(702,263)	(702,263)	(687,962)	(687,962)
Net Book Value of PPE	1,966,652	1,966,652	1,527,534	1,527,534
15 Deferred Tax				
Deferred Tax Asset	875,249	875,249	1,546,819	1,546,819
	875,249	875,249	1,546,819	1,546,819



FOR THE PERIOD ENDED SEPTEMBER 30, 2021				
	2021 3months (Jul-Sept) N'000	2021 9months (Jan- Sept) N'000	2020 3months (Jul-Sept) N'000	2020 9months (Jan-Sept) N'000
16 PFI Deposits for loan repayments				
Deposit for loan repayments	198,008	198,008	203,264	203,264
	198,008	198,008	203,264	203,264
17 Long term debt				
Long term debt - IBRD	128,824,891	128,824,891	138,265,951	138,265,951
Long term debt - AFD	40,565,206	40,565,206	30,124,383	30,124,383
Long term debt - KfW	49,906,999	49,906,999	55,776,894	55,776,894
Long term debt - ADF	13,562,639	13,562,639	14,139,595	14,139,595
Long term debt - AfDB	63,944,464	63,944,464	68,677,699	68,677,699
	296,804,199	296,804,199	306,984,523	306,984,523
18 Current income tax liabilities				
Police Trust Fund Levy	2,545	2,545	1,631	1,631
	2,545	2,545	1,631	1,631
19 Other liabilities				
Accrued expenses	769,463	769,463	858,017	858,017
Other liabilities	206,176	206,176	202,287	202,287
Provision on IDB Loans	27,427	27,427	-	-
	1,003,066	1,003,066	1,060,304	1,060,304



UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE 3RD QUARTER ENDED 30 SEPTEMBER

2021

2021	2021	2020	2020
3months	9months (Jan-	3months	9months
(Jul-Sept)	Sept)	(Jul-Sept)	(Jan-Sept)
N'000	N'000	N'000	N'000
11,552,659	26,405,500	8,365,164	27,489,358
8,755,659	17,963,777	5,551,020	19,021,736
7,533,249	15,063,762	3,698,223	15,434,813



DEVELOPMENT BANK OF NIGERIA PLC
REPORT CERTIFICATION
SEPTEMBER 30, 2021

We the undersigned, pursuant to section 60 subsection 2 of the Investments and Securities Act 2007, have reviewed the 3rd 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
ED FINANCE&CORPORATE SERVICES

TONY OKPANACHI
MANAGING DIRECTOR/CHIEF EXECUTIVE OFFICER