



DBN
Development
Bank of Nigeria Plc
RC 2125724

UNAUDITED MANAGEMENT ACCOUNTS

SEPTEMBER 30, 2022

...Financing Sustainable Growth



Index to the financial statements

For the period ended 30 September, 2022

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**STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED SEPTEMBER 30, 2022**

		2022 3 months (Jul-Sept) N'000	2022 9 months (Jan- Sept) N'000	2021 3 months (Jul - Sept) N'000	2021 9 months (Jan -Sept) N'000
	Notes				
Interest income	1	12,450,298	33,128,797	11,552,659	26,405,500
Interest expense	2	(2,785,177)	(8,306,035)	(2,797,000)	(8,441,723)
Net interest income		9,665,122	24,822,762	8,755,659	17,963,777
Impairment (charge)/write-back	3	(158,601)	(161,534)	(162,807)	(233,660)
Net Interest income after impairment		9,506,520	24,661,228	8,592,852	17,730,116
Other income/(PIU Expense)	4	235,493	64,022	72,617	396,906
Fee and commission expense	5	1,581	(8,393)	(11,368)	(27,767)
Operating expenses	6	(1,273,124)	(3,816,647)	(1,120,851)	(3,035,494)
Profit before tax		8,470,471	20,900,210	7,533,250	15,063,762
Tax @ 10%		(847,047)	(2,090,021)	(753,325)	(1,506,376)
Profit after tax		7,623,424	18,810,189	6,779,925	13,557,385



STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2022			
		September 2022	September 2021
Assets	Notes	N'000	N'000
Cash and bank balances	7	453,555	325,271
Due from financial institutions	8	142,838,902	157,955,165
Loans and advances	9	364,178,507	290,438,942
Investment securities	10	982,058	25,986,694
Investment in subsidiary	11	11,375,000	11,375,000
Other assets	12	1,810,058	965,634
Intangible assets	13	168,275	109,956
Property, plant and equipment	14	2,288,095	1,966,652
Deferred tax	15	724,664	875,249
Total assets		524,819,114	489,998,562
Liabilities			
PFI Deposits for loan repayments	16	1,738,868	198,008
Long term debt	17	306,229,934	296,804,199
Income tax payable	18	1,739,112	2,545
Other liabilities	19	1,559,552	1,003,066
Total liabilities		311,267,466	298,007,818
Equity			
Share Capital		100,000	100,000
Share premium		99,762,570	99,762,570
Statutory reserve		28,003,563	23,288,071
Credit risk reserve		4,973,383	3,195,938
Retained earnings		80,712,130	65,644,165
Shareholders' Fund		213,551,647	191,990,744
Total liabilities and Equity		524,819,114	489,998,562



**STATEMENT OF CHANGES IN EQUITY
AS AT SEPTEMBER 30, 2022**

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 2022	100,000	99,762,570	59,879,784	28,003,563	4,905,520	192,651,437
Profit before tax for the period			20,900,210			20,900,210
Transfer between reserves:						
Transfer to regulatory risk reserve			(67,865)		67,865	
Transfer to statutory reserve				-		-
Total comprehensive income	-	-	20,832,346	-	67,865	20,900,210
Transactions with equity holders, recorded directly in equity:						
Issued shares paid up during the year	-	-				-
Share issue cost	-	-				-
Balance as at September 30, 2022	100,000	99,762,570	80,712,130	28,003,563	4,973,385	213,551,647
	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 after tax for the year			15,724,454			15,724,454
Re-measurement of prior year loan loss provision			-			-
Transfer between reserves:						
Transfer to regulatory risk reserve			(1,709,581)		1,709,581	-
Transfer to statutory reserve			(4,715,492)	4,715,492		-
Total comprehensive income	-	-	9,299,381	4,715,492	1,709,581	15,724,454
Transactions with equity holders, recorded directly in equity:						
Issued shares paid up during the year						-
Share issue cost						-
At 31 December 2021	100,000	99,762,570	59,879,784	28,003,563	4,905,520	192,651,437



**STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED SEPTEMBER 30, 2022**

	2022 9 months (Jan - Sept) N'000	2021 9 months (Jan - Sept) N'000
Cash flows from operating activities		
Profit for the period before tax	20,900,210	15,063,762
2022 YOA Company Income Tax paid	(5,154,353)	(248,401)
Prior years FIRS taxes - Stamp duties	(173,431)	-
Prior years FIRS taxes - WHT	(594,975)	-
Adjust for non-cash items		
Depreciation of plant and equipment	203,780	208,737
Amortization of Intangibles	33,907	34,031
Loss/(Profit) on disposal of PPE	(8,974)	(14,945)
Interest income on treasury bills	(899,325)	(1,254,925)
Impairment on financial assets	161,534	233,660
Interest expense accrual for the period	8,306,035	8,441,723
Changes in working capital		
Net increase/(decrease) in Accruals and other payables	182,335	(174,065)
WHT Credit notes set off against Income Tax liability	-	(83,942)
Net (increase)/decrease in Other assets	(742,011)	(454,549)
Net (increase)/decrease in loans and advances	(40,882,003)	(76,957,491)
Net increase in other financial assets ECL	(96,563)	357,783
Net cash flows from operating activities	(18,763,834)	(54,848,621)



Cash flows from investing activities		
Purchase of treasury bills	(964,438)	(25,008,268)
Proceeds from matured investment in treasury bills	25,008,268	14,035,252
Acquisition of property and equipment	(338,510)	(464,624)
2020 FY Lease accounting ROU Assets impact	-	239,160
2021 FY Lease accounting ROU Assets impact	148,347	-
Proceeds on sale of assets	9,736	31955
(Purchase)/Reclass/Disposal of intangible assets	(89,069)	(20,519)
Net cash flows used in investing activities	26,266,065	(10,722,297)
Cash flows from financing activities		
Principal loan repayments - KfW	(2,311,500)	(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)	(2,220,579)
Principal loan repayments - IBRD	(3,736,979)	(2,687,006)
Tranche 9 inflow - IBRD	16,812,000	-
Interest paid on long term borrowing - KfW	(832,685)	(1,040,840)
Interest paid on long term borrowing - AfDB	(1,205,946)	(1,297,210)
Interest paid on long term borrowing - ADF	(65,885)	(68,670)
Interest paid on long term borrowing - AFD	(668,224)	(660,600)
Interest paid on long term borrowing - IBRD	(2,681,084)	(11,868,345)
Net cash flows from financing activities	476,374	(25,362,469)
Net increase/(decrease) in cash and cash equivalents	7,978,605	(90,933,388)
Cash and cash equivalents, beginning of year	135,313,852	249,213,824
Cash and cash equivalents, end of period	143,292,457	158,280,436



NOTES TO THE MANAGEMENT ACCOUNTS FOR THE PERIOD ENDED SEPTEMBER 30, 2022				
	2022 3 months (Jul-Sept) N'000	2022 9 months (Jan- Sept) N'000	2021 3 months (Jul - Sept) N'000	2021 9 months (Jan -Sept) N'000
I Interest and discount income				
Placements	4,424,481	9,633,262	4,550,090	9,180,393
Placements - SDIS	1,233	2,910	1,320	1,914
Treasury bills	17,620	899,325	666,224	1,254,925
Loans and advances	8,029,232	22,655,145	6,335,026	15,968,269
Total interest income	12,472,566	33,190,643	11,552,659	26,405,500
Provision for IDB	22,268	61,846	-	-
Net Interest Income	12,450,298	33,128,797	11,552,659	26,405,500
2 Interest and similar expense				
Borrowed funds	2,785,177	8,306,035	2,797,000	8,441,723
Interest expense	2,785,177	8,306,035	2,797,000	8,441,723
3 Net Impairment (charge)/write back				
ECL - Loan assets	(154,044)	(64,971)	(43,935)	(591,444)
ECL - Other assets	(4,557)	(96,563)	(118,871)	357,783
	(158,601)	(161,534)	(162,807)	(233,660)
4 Other incomes				
Profit/(loss) on disposal of fixed assets	8,974	8,974	8,426	14,945
Other income	112	29,453	47	31,258
PIU other income	-	-	38,006	324,566
Recovered Shared Service Cost	37,772	37,772	26,138	26,138
Grant Income (PIU)	256,289	307,871	-	-
PIU Expense	(67,654)	(320,048)	-	-
	235,493	64,022	72,617	396,906
5 Fee and commission income/Expense				
Fees	1,581	(8,393)	(11,368)	(27,767)
	1,581	(8,393)	(11,368)	(27,767)



6 Operating expenses				
Staff cost (6a)	669,562	2,009,639	649,461	1,412,538
Administration and general expenses (6b)	352,011	1,088,831	268,250	1,040,931
Depreciation of property plant and equipment	65,656	203,780	68,370	208,737
Amortization of intangible assets	12,704	33,907	8,992	34,031
Auditor's remuneration	9,675	20,425	3,628	12,497
Directors emolument	60,272	180,817	57,647	172,942
Legal, consultancy and other professional fees	103,243	279,247	64,502	153,817
Operating expenses	1,273,124	3,816,647	1,120,851	3,035,494
6a Staff Cost				
Salaries	358,581	1,078,600	352,936	1,033,238
ITF Level & NSITF	5,460	16,715	5,536	16,133
Performance bonus	227,500	682,500	256,250	256,250
Staff training	50,389	148,745	12,121	42,263
Recruitment expenses	1,969	1,969	128	158
Other staff expense	25,664	81,110	22,490	64,496
Staff cost	669,562	2,009,639	649,461	1,412,538
6b Administrative and General expenses				
Stationery	85	4,200	287	2,538
Outsourcing	4,551	14,753	6,749	27,770
Office rent and rates	25,629	65,420	23,393	67,879
Marketing, advertising and Sponsorship	87,263	198,491	69,206	213,324
Subscriptions, publications, and communications	12,746	41,043	8,239	37,847
Insurance and licences	6,256	17,567	6,390	16,137
Repairs and maintenance	7,286	25,417	9,300	26,714
Other administration and general expenses	83,498	181,393	28,743	67,624
Bank charges	1,524	3,752	748	2,496
Travels and accommodation	25,567	71,685	15,973	28,196
IT and Communications expenses	55,190	146,135	39,755	118,652
Board expenses	42,415	145,546	32,999	107,186
Stamp Duty Levy	-	173,431	26,468	324,566
Total admin and general expense	352,011	1,088,831	268,250	1,040,931



7 Cash and bank balances				
With Local Banks:				
- Guaranty Trust Bank	64,016	64,016	23,489	23,489
- United Bank for Africa	3,482	3,482	15,969	15,969
- First Bank of Nigeria	1,002	1,002	268	268
- Eco Bank	20,924	20,924	15,160	15,160
- Stanbic IBTC	1,363	1,363	1,363	1,363
- Access Bank	127	127	189	189
- Zenith bank	1,779	1,779	238	238
- Fidelity bank	1,390	1,390	1,922	1,922
- FCMB	5,171	5,171	2,850	2,850
- Union bank	14,049	14,049	15,417	15,417
- Wema bank	474	474	899	899
- FSDH	497	497	244	244
	114,272	114,272	78,007	78,007
Current account with CBN:				
- DBN-CBN Operations account	209,534	209,534	103,370	103,370
- DBN-PIU CBN Operations account - NGN	12,345	12,345	43,717	43,717
- DBN-PIU CBN Operations account - USD	113,475	113,475	95,632	95,632
- DBN-IBRD account with CBN	310	310	926	926
- DBN-AFD account with CBN	643	643	643	643
- DBN-KfV 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	572	572
	339,283	339,283	247,264	247,264
Total Cash and Bank balances	453,555	453,555	325,271	325,271
8 Due from financial institutions				
Fixed placements	140,777,000	140,777,000	152,337,000	152,337,000
Call placements	1,632,000	1,632,000	5,492,000	5,492,000
Fixed Placements - SDIS	41,593	41,593	39,040	39,040
	142,450,593	142,450,593	157,868,040	157,868,040
Interest receivable - Bank placements	820,527	820,527	870,714	870,714
Interest receivable - Call placements	268	268	(0)	(0)
Interest receivable - SDIS Fixed placements	1,203	1,203	(0)	(0)
	821,999	821,999	870,714	870,714
Other asset ECL	(433,689)	(433,689)	(783,589)	(783,589)
	142,838,902	142,838,902	157,955,165	157,955,165



9 Loans and advances to customers				
PFI Loans	365,803,048	365,803,048	292,137,044	292,137,044
	365,803,048	365,803,048	292,137,044	292,137,044
Term loan ECL	(1,624,541)	(1,624,541)	(1,698,102)	(1,698,102)
	364,178,507	364,178,507	290,438,942	290,438,942
10 FGN Treasury securities				
Treasury bills at amortized cost	1,000,000	1,000,000	27,500,000	27,500,000
	1,000,000	1,000,000	27,500,000	27,500,000
Unearned discount income - Treasury bills	(17,942)	(17,942)	(1,513,306)	(1,513,306)
	(17,942)	(17,942)	(1,513,306)	(1,513,306)
Total investment securities @ amortized cost	982,058	982,058	25,986,694	25,986,694
11 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
12 Other assets				
Other receivables	229,327	229,327	68,283	68,283
WHT Receivable	1,419,940	1,419,940	729,746	729,746
	1,649,267	1,649,267	798,029	798,029
Prepayments	160,790	160,790	167,605	167,605
Non Financial Asset	160,790	160,790	167,605	167,605
Total other assets	1,810,058	1,810,058	965,634	965,634
13 Intangible assets				
Computer software	334,964	334,964	238,831	238,831
Amortisation-computer software	(166,689)	(166,689)	(128,875)	(128,875)
	168,275	168,275	109,956	109,956



14 Property Plant and equipment				
Motor Vehicles	1,027,563	1,027,563	831,820	831,820
Furniture and Fittings	89,083	89,083	79,418	79,418
Computer Equipment	270,674	270,674	211,621	211,621
Office Equipment	108,549	108,549	101,429	101,429
Leasehold Improvement	105,937	105,937	104,104	104,104
Work In Progress - PPE	1,245	1,245	2,574	2,574
Asset Under Construction	1,542,736	1,542,736	1,337,948	1,337,948
Book Value of PPE	3,145,787	3,145,787	2,668,914	2,668,914
Accumulated Depreciation on PPE				
Motor Vehicles - Depreciation	(415,598)	(415,598)	(378,636)	(338,940)
Furniture and Fittings - Depreciation	(64,544)	(64,544)	(43,160)	(47,131)
Computer Equipment - Depreciation	(192,060)	(192,060)	(151,347)	(163,333)
Office Equipment - Depreciation	(82,003)	(82,003)	(56,902)	(61,960)
Leasehold Improvement - Amortization	(103,487)	(103,487)	(88,110)	(90,898)
Accumulated Depreciation on PPE	(857,692)	(857,692)	(718,155)	(702,263)
Net Book Value of PPE	2,288,095	2,288,095	1,950,759	1,966,652
15 Deferred Tax				
Deferred Tax Asset	724,664	724,664	875,249	875,249
	724,664	724,664	875,249	875,249
16 PFI Deposits for loan repayments				
Deposit for loan repayments	1,738,868	1,738,868	177,201	198,008
	1,738,868	1,738,868	177,201	198,008



17 Long term debt				
Long term debt - IBRD	153,856,031	153,856,031	127,549,534	128,824,891
Long term debt - AFD	36,100,615	36,100,615	40,207,553	40,565,206
Long term debt - KfW	44,036,489	44,036,489	49,410,083	49,906,999
Long term debt - ADF	12,986,720	12,986,720	13,528,610	13,562,639
Long term debt - AfDB	59,250,079	59,250,079	63,311,419	63,944,464
	306,229,934	306,229,934	294,007,199	296,804,199
18 Current income tax liabilities				
Income tax payable	1,556,416	1,556,416	83,943	-
Education Tax	86,780	86,780	-	-
Police Trust Fund Levy	3,338	3,338	2,545	2,545
NITDA Levy	35,680	35,680	-	-
NASENI Levy	56,900	56,900	-	-
	1,739,112	1,739,112	86,487	2,545
19 Other liabilities				
Accrued expenses	1,178,934	1,178,934	769,463	769,463
Other liabilities	277,005	277,005	206,176	206,176
Provision on IDB Loans	103,613	103,613	27,427	27,427
	1,559,552	1,559,552	1,003,066	1,003,066



DEVELOPMENT BANK OF NIGERIA PLC				
UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME				
FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2022				
	2022	2022	2021	2021
	3 months	9 months	3 months	9 months
	(Jul-Sept)	(Jan- Sept)	(Jul - Sept)	(Jan -Sept)
	N'000	N'000	N'000	N'000
Revenue	12,685,792	33,192,819	11,625,276	26,802,406
Gross profit	9,506,520	24,661,228	8,592,852	17,730,116
Profit before tax	8,470,471	20,900,210	7,533,250	15,063,762