

SUMMARY OF UNAUDITED INTERIM RESULTS
FOR THE SIX MONTH PERIOD ENDED 30th JUNE 2023

SUMMARY STATEMENTS OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME

Interest income and similar income
Interest expense
Net interest income
Other income
Net income
Operating expenses
Profit before impairment losses on loans and advances
Net impairment losses on loans and advances
Profit before taxation
Income tax expense
Profit after tax

Other comprehensive income

Gains on property valuations
Deferred tax on revalued assets
Other comprehensive income net of tax

Total comprehensive income for the year

Profit attributable to shareholders

Owners of the Parent
Non-Controlling Interest (Minorities)

Comprehensive income attributable to shareholders

Owners of the Parent
Non-Controlling Interest (Minorities)

DIVIDENDS PAID

Interim
Final (for prior year)
Total

Earnings per share (Kwacha)
Dividend per share (Kwacha)
Number of ordinary shares in issue (millions)

SUMMARY STATEMENTS OF FINANCIAL POSITION

LIABILITIES & EQUITY

Customer deposits
Current income tax liabilities
Other liabilities
Lease liability
Deferred tax
Loans and borrowings
Equity attributable to equity holders of the parent company
Minority interest
Total liabilities and equity

ASSETS

Cash and funds with Central Banks
Placements with other banks
Other money market investments
Other assets
Income Tax Receivable
Equity investments
Government of Malawi Promissory Notes
Government Securities
Loans and advances to customers
Investment in associates
Investment in subsidiaries
Property and equipment
Intangible assets
Right of use assets
Deferred tax
Goodwill

Total assets

Memorandum items

Contingent liabilities - Letters of credit and guarantees

SUMMARY STATEMENTS OF CHANGES IN EQUITY

As at beginning of period

Total comprehensive income for the year
Dividends paid
Translation differences

As at end of period

SUMMARY STATEMENTS OF CASH FLOWS

Cash flows from operating activities

Profit before tax

Adjustments for:
Depreciation of property and equipment
Amortisation of intangible assets
Amortisation of right of use of assets
Interest on lease liability
Net gains on financial instruments classified as held for trading
Gains on disposal of financial instruments classified as held for trading
(Profit) loss on disposal of property and equipment
Dividends received
Share of (profits)/loss of associate
Net fair value loss on revaluation of property
Net losses on modified and restructured loans
Movement in allowance for impairment in loans and advances

Operating cashflows before working capital movements

Increase in operating assets
Movement in investments
Movement in liabilities to other banks
Increase in operating liabilities

Net cash flow from operating activities

Tax paid

Net cash from operating activities

Net cash outflow from investing activities

Net cash outflow from financing activities

Net increase /(decrease) in cash and cash equivalents

Cash and cash equivalents at beginning of the period
Cash and cash equivalents at end of the period

	GROUP			COMPANY		
	30-Jun-23 Unaudited K'm	30-Jun-22 Unaudited K'm	31-Dec-22 Audited K'm	30-Jun-23 Unaudited K'm	30-Jun-22 Unaudited K'm	31-Dec-22 Audited K'm
	71,449 (10,871)	53,731 (5,308)	111,984 (13,111)	64,054 (9,267)	47,889 (4,265)	99,662 (10,775)
	60,578	48,423	98,873	54,787	43,624	88,887
	40,959	21,851	45,232	37,085	19,943	40,919
	101,537 (42,414)	70,274 (33,031)	144,105 (70,747)	91,872 (34,552)	63,567 (26,850)	129,806 (57,587)
	59,123	37,243	73,358	57,320	36,717	72,219
	(1,787)	(4,586)	(3,995)	(2,507)	(4,050)	(1,002)
	57,336	32,657	69,363	54,813	32,667	71,217
	(21,853)	(10,539)	(23,419)	(20,925)	(10,127)	(22,082)
	35,483	22,118	45,944	33,888	22,540	49,135
	-	-	3,696	-	-	3,696
	-	-	2,032	-	-	2,032
	-	-	5,728	-	-	5,728
	35,483	22,118	51,672	33,888	22,540	54,863
	35,424	22,280	47,474	33,888	22,540	49,135
	59	(162)	(1,530)	-	-	-
	35,483	22,118	45,944	33,888	22,540	49,135
	35,424	22,280	53,202	33,888	22,540	54,863
	59	(162)	(1,530)	-	-	-
	35,483	22,118	51,672	33,888	22,540	54,863
	10,002	7,003	8,003	10,002	7,003	8,003
	-	11,038	18,005	-	11,001	18,005
	10,002	18,041	26,008	10,002	18,004	26,008
	75.85	47.71	101.66	72.57	48.27	105.21
	21.42	38.63	55.69	21.42	38.55	55.69
	467	467	467	467	467	467
	819,217	638,953	809,562	631,323	502,931	568,644
	14,979	5,777	7,712	14,034	5,628	7,189
	47,679	52,824	64,292	35,930	43,748	53,276
	6,057	7,377	6,849	1,335	2,226	1,838
	2	-	2	-	-	-
	13,387	10,651	11,108	5,644	10,851	8,105
	197,470	149,509	172,180	193,117	144,912	169,231
	1,704	3,012	1,644	-	-	-
	1,100,495	868,103	1,073,349	881,383	710,096	808,283
	56,497	51,216	64,650	45,127	38,484	53,604
	101,507	45,555	83,515	100,692	45,555	83,302
	139,422	65,869	169,277	19,123	-	-
	21,436	9,633	16,580	15,709	6,057	11,408
	-	947	16	-	-	-
	15,498	4,905	6,892	15,498	4,905	6,892
	307	-	-	307	-	-
	363,249	321,251	345,939	326,933	283,058	309,930
	324,292	297,516	310,440	273,087	257,293	262,768
	1,050	1,450	918	992	992	992
	-	-	-	18,169	15,641	15,641
	46,675	40,121	44,936	45,642	39,569	44,338
	10,582	8,965	9,496	10,355	9,268	9,268
	4,228	5,577	4,946	401	1,177	792
	11,793	11,139	11,785	9,348	8,648	9,348
	3,959	3,959	3,959	-	-	-
	1,100,495	868,103	1,073,349	881,383	710,096	808,283
	22,536	18,283	29,376	22,536	18,283	29,376
	173,824	146,169	146,169	169,231	140,376	140,376
	35,483	22,118	51,672	33,888	22,540	54,863
	(10,002)	(18,041)	(26,045)	(10,002)	(18,004)	(26,008)
	(131)	2,275	2,028	-	-	-
	199,174	152,521	173,824	193,117	144,912	169,231
	57,336	32,657	69,363	54,813	32,667	71,217
	1,885	1,556	3,146	1,697	1,414	2,913
	654	638	1,356	654	638	1,288
	705	663	1,347	395	393	787
	454	500	1,035	143	230	417
	(8,606)	387	(931)	(8,606)	387	(931)
	-	23	163	-	23	163
	(76)	3	3	(76)	3	3
	(113)	(48)	(202)	(863)	(558)	(731)
	(131)	10	1,042	-	-	-
	-	-	(93)	-	-	(93)
	(55)	553	126	(55)	553	126
	3,445	4,884	6,141	3,345	4,737	2,785
	55,498	41,826	82,496	51,447	40,487	77,944
	(21,726)	(50,456)	(81,201)	(17,384)	(50,772)	(58,534)
	-	-	(2,174)	-	-	6,173
	(21,543)	-	(16,037)	(21,692)	-	(21,551)
	13,793	71,646	256,547	66,522	46,739	115,564
	26,022	63,016	239,631	78,893	36,454	119,596
	(14,560)	(9,647)	(18,511)	(14,080)	(9,288)	(18,350)
	11,462	53,369	221,120	64,813	101,246	101,246
	(23,118)	(7,863)	(38,927)	(23,677)	(3,996)	(41,654)
	(8,360)	(19,024)	(27,567)	(13,100)	(18,558)	(29,690)
	(20,016)	26,482	154,626	28,036	4,612	29,902
	317,442	111,139	162,816	136,906	57,494	107,004
	297,426	137,621	317,442	164,942	62,106	136,906

IMPAIRMENT LOSSES/NON PERFORMING CREDIT FACILITIES AND PROVISIONS FOR LOSSES BY INDUSTRY SECTOR

Sector	30th June 2023			30th June 2022		
	Outstanding Amount	Impaired Amount	Expected Credit Losses	Outstanding Amount	Impaired Amount	Expected Credit Losses
	K'm	K'm	K'm	K'm	K'm	K'm
Agriculture, Forestry, Livestock and Fishing	49,690	5,825	1,773	58,731	2,043	1,446
Manufacturing	21,470	623	165	37,416	4,430	804
Mining and Quarrying	3,252	2,885	859	107	2	2
Construction and Engineering	6,016	1,623	437	4,190	472	142
Energy/Electricity, Gas, Air conditioning, Water supply & Waste management	19,027	863	156	19,665	12,758	245
Transport/Storage	11,818	3,413	466	9,129	881	353
Communication	12,815	133	720	9,961	121	512
Financial/Insurance/Professional/Scientific & Technical services	21,340	1,369	1,166	8,516	301	337
Wholesale/Retail	60,913	7,296	2,136	50,038	10,128	3,170
Individual/Households	78,700	2,098	1,788	56,123	1,855	1,681
Real Estate	6,887	4,988	10	7,238	5,636	28
Tourism	29,038	14,984	184	28,096	1,460	716
Other	13,460	601	273	18,954	3,017	1,210
TOTAL	334,426	46,702	10,134	308,164	43,104	10,646

CREDIT CONCENTRATION

Total Credit Facilities including guarantees, acceptances and other similar commitments extended to any one customer or group of related customers where amounts exceed 25% of core capital.

SECTOR OF BORROWER

	30th June 2023		30th June 2022	
	K'm	% OF CORE CAPITAL	K'm	% OF CORE CAPITAL
Wholesale/Retail	-	0%	-	0%

LOANS TO DIRECTORS, SENIOR MANAGEMENT AND OTHER RELATED PARTIES

	30th June 2023	30th June 2022
	K'm	K'm
DIRECTORS:		
Balance at beginning of the half year	173	429
Loans granted during the half year	130	140
Repayments	(67)	(361)
Balance at end of half year	236	208
SENIOR MANAGEMENT OFFICIALS:		
Balance at beginning of year	12,861	1,150
Loans granted during the half year	5,266	157
Repayments	(68)	(134)
Balance at end of half year	18,059	1,173
OTHER RELATED PARTIES:		
Balance at beginning of half year	1,098	7,554
Loans granted during the half year	135	6,726
Repayments	(325)	(2,542)
Balance at end of half year	908	11,738
Total related party lending	19,203	13,119
Total related party lending as a percentage of core capital	16%	15%

INVESTMENTS IN SUBSIDIARIES

	Name of Subsidiary	Percentage Holding
	30th June 2023	30th June 2022
NBM Capital Markets Limited	100%	100%
NBM Securities Limited	100%	100%
National Bank of Malawi Nominees Limited	100%	100%
NBM Bureau De Change Limited	100%	100%
NBM Development Bank Limited	100%	100%
NBM Pension Administration Limited	100%	100%
Akiba Commercial Bank	60.48%	60.48%
Stockbrokers Malawi Limited	75%	75%

LENDING RATES

	30th June 2023	30th June 2022
Malawi Kwacha facilities		
Base Lending Rate	21.4%	13.9%
Lending Rate Spread	1% to 11%	1% to 11%
Foreign Currency facilities	7% to 12%	7% to 12%

Financial
Highlights

Profit
After Tax

K35.48b

↑
60%

Net
Income

K101.54b

↑
44%

Customer
Deposits

K819.22b

↑
28%

Loans &
Advances

K324.29b

↑
9%

Balance
Sheet

K1,100.50b