DBN Development Bank of Nigeria RC 1215724

...Financing Sustainable Growth

SUMMARY FINANCIAL INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2022

The directors present the summary financial information of Development Bank of Nigeria Plc and its subsidiary for the year ended 31 December 2022. These summary financial information were derived from the full financial statements for the year ended 31 December 2022 and are not the full financial statements of the Bank and its subsidiary. The full financial statements, from which these summary financial information were derived, will be delivered to the Corporate Affairs Commission within the required deadline. The Bank's Auditors issued an unmodified audit opinion on the full consolidated and separate financial statements for the year ended 31 December 2022 from which these summary financial information were derived.

CONSOLIDATED AND SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER	Group		Bank	
	Dec-22	Dec-21	Dec-22	Dec-21
In thousands of Naira				
Gross earnings	**49,362,546**	**39,583,460**	**47,552,077**	**38,181,383**
Interest income	48,184,147	38,554,242	46,999,580	37,726,675
Interest expense	(11,215,724)	(11,688,620)	(11,215,724)	(11,688,620)
Net interest income	**36,968,423**	**26,865,622**	**35,783,856**	**26,038,055**
Impairment loss on financial assets	(1,250,411)	349,266	(1,217,699)	351,334
Net interest income after impairment charge on financial assets	**35,718,012**	**27,214,888**	**34,566,157**	**26,389,389**
Guarantee income	694,491	621,782	-	-
Guarantee expense	(514,928)	(37,542)	-	-
Other income	483,908	407,436	552,497	454,708
Fee and commission expense	(11,797)	(22,598)	(9,202)	(20,844)
Net operating income	**36,369,686**	**28,183,966**	**35,109,452**	**26,823,253**
Personnel expenses	(2,671,793)	(2,117,513)	(2,373,758)	(1,906,848)
Depreciation and amortisation	(426,427)	(438,228)	(391,933)	(410,903)
General and administrative expenses	(3,019,329)	(1,847,860)	(2,821,175)	(1,745,689)
Total expenses	**(6,117,549)**	**(4,403,601)**	**(5,586,866)**	**(4,063,440)**
Profit for the year before minimum taxation	**30,252,137**	**23,780,365**	**29,522,586**	**22,759,813**
Tax expense	(10,118,913)	(7,338,035)	(9,988,671)	(7,041,505)
Profit for the year after taxation	**20,133,224**	**16,442,330**	**19,533,915**	**15,718,308**
Profit for the year after taxation attributable to:				
Owners of the parent	20,133,224	16,442,330	19,533,915	15,718,308
Non-controlling interests	-	-	-	-
Other comprehensive income	-	-	-	-
Total comprehensive Income	**20,133,224**	**16,442,330**	**19,533,915**	**15,718,308**
Total comprehensive profit attributable to:				
Owners of the parent	20,133,224	16,442,330	19,533,915	15,718,308
Non-controlling interests	-	-	-	-
	20,133,224	**16,442,330**	**19,533,915**	**15,718,308**

CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

AS AT 31 DECEMBER	Group		Bank	
	Dec-22	Dec-21	Dec-22	Dec-21
In thousands of Naira				
Assets				
Cash and cash equivalents	138,623,389	147,167,291	131,058,757	135,321,043
Loans and advances to customers	369,402,568	321,694,875	369,402,568	321,694,875
Investment securities	6,424,507	27,957,211	-	26,618,294
Investment in subsidiary	-	-	11,375,000	11,375,000
Property and equipment	2,434,577	2,332,159	2,402,019	2,293,847
Intangible assets	240,512	160,613	233,649	148,093
Deferred tax asset	1,206,072	743,546	1,140,471	724,664
Other assets	1,992,219	1,445,938	1,623,938	1,066,397
Total assets	**520,323,844**	**501,501,633**	**517,236,402**	**499,242,213**
Liabilities				
Employee benefit obligation	1,793	1,671	-	-
Current income tax liability	11,754,184	7,142,706	11,575,456	6,893,466
Borrowings	291,139,709	298,134,621	291,139,709	298,134,621
Provision for guarantee	324,507	161,527	-	-
Other liabilities	2,594,347	1,685,028	2,342,031	1,568,835
Total liabilities	**305,814,540**	**307,125,553**	**305,057,196**	**306,596,922**
Equity				
Share capital	100,000	100,000	100,000	100,000
Share premium	99,762,570	99,762,570	99,762,570	99,762,570
Retained earnings	76,122,381	61,604,428	73,792,283	59,873,639
Other reserves:				
Statutory reserve	33,863,738	28,003,563	33,863,738	28,003,563
Regulatory risk reserve	4,660,615	4,905,519	4,660,615	4,905,519
Attributable to equity holders of the parent	**214,509,304**	**194,376,080**	**212,179,206**	**192,645,291**
Total liabilities and equity	**520,323,844**	**501,501,633**	**517,236,402**	**499,242,213**

The financial statements were approved by the Board of Directors on 27 February 2023 and signed on its behalf by:

Dr. Shehu Yahaya
Chairman
FRC/2019/IODN/00000019238

Dr. Anthony Okpanachi
Managing Director/CEO
FRC/2016/CISN/00000015033

Mrs. Ijeoma Ozulumba
Executive Director/CFO
FRC/2017/ICAN/00000016105

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Development Bank of Nigeria Plc:

Report on the Summary Financial Information

Opinion

The summary financial information, which comprise:
- the consolidated and separate statements of financial position as at 31 December, 2022;
- the consolidated and separate statements of profit or loss and other comprehensive income ;

are derived from the audited consolidated and separate financial statements of Development Bank of Nigeria Plc for the year ended December 31, 2022.

In our opinion, the accompanying summary financial information are consistent, in all material respects, with the audited consolidated and separate financial statements, in accordance with the Companies and Allied Matters Act (CAMA), 2020, the Banks and Other Financial Institutions Act (BOFIA), 2020.

Summary Financial Information

The summary financial information do not contain all the disclosures required by the IFRS Standards, the Companies and Allied Matters Act (CAMA), 2022, the Financial Reporting Council of Nigeria Act, 2011, the Banks and Other Financial Institutions Act, 2020 and other relevant Central Bank of Nigeria guidelines and circulars. Reading the summary financial information and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated and separate financial statements and the auditor's report thereon.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated and separate financial statements in our report dated 15 March 2023.

Directors' Responsibility for the Summary Financial Information

The Directors are responsible for the preparation of the summary financial information in accordance with the Companies and Allied Matters Act (CAMA), 2020, and the Banks and Other Financial Institutions Act, 2020.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial information are consistent, in all material respects, with the audited consolidated and separate financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

Report on Other Legal and Regulatory Requirements

Compliance with the requirements of Schedule 5 of the Companies and Allied Matters Act (CAMA), 2020

i. We have obtained all the information and explanations which to the best of our knowledge and belief, were necessary for the purpose of our audit.

ii. In our opinion, proper books of account have been kept by the Bank, so far as appears from our examination of those books.

iii. The Bank's statement of financial position and statement of profit or loss and other comprehensive income are in agreement with the books of account;

Compliance with Section 26 (3) of the Banks and the other Financial Institutions Act, 2020 and Central Bank of Nigeria circular BSD/1/2004

I. The Bank did not pay penalties in respect of contraventions of the Banks and Other Financial Institutions Act during the year ended 31 December 2022.

ii. Related party transactions and balances are disclosed in note 31 to the audited consolidated and separate financial statements in compliance with the Central Bank of Nigeria Circular BSD/1/2004.

Signed:

Nneka Eluma, FCA
FRC/2013/ICAN/00000000785
For: KPMG Professional Services
Chartered Accountants
15 March 2023
Lagos, Nigeria