

THE NEW DEVELOPMENT BANK

UNAUDITED CONDENSED FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED SEPTEMBER 30, 2019



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THE NEW DEVELOPMENT BANK

UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2019  
EXPRESSED IN THOUSANDS OF U.S. DOLLARS

	Notes	Nine months ended September 30, 2019	Nine months ended September 30, 2018	Three months ended September 30, 2019	Three months ended September 30, 2018	Year ended December 31, 2018
Interest income	6	169,249	86,067	61,029	32,130	123,400
Interest expense	6	(21,618)	(10,229)	(9,511)	(3,410)	(13,597)
Net interest income	6	<u>147,631</u>	<u>75,838</u>	<u>51,518</u>	<u>28,720</u>	<u>109,803</u>
Net fee income	7	1,112	319	792	202	418
Net gains/(losses) on financial instruments at fair value through profit or loss	8	<u>35,000</u>	<u>7,265</u>	<u>22,191</u>	<u>3,744</u>	<u>7,809</u>
		<u>183,743</u>	<u>83,422</u>	<u>74,501</u>	<u>32,666</u>	<u>118,030</u>
Staff costs	9	(24,374)	(17,904)	(8,742)	(6,682)	(25,310)
Other operating expenses	10	(11,144)	(8,625)	(3,472)	(3,365)	(11,936)
Impairment (provision)/reversal	4	(525)	(1,632)	391	(351)	(3,758)
Foreign exchange losses		<u>(31,671)</u>	<u>(4,840)</u>	<u>(21,241)</u>	<u>(3,210)</u>	<u>(4,989)</u>
Operating profit for the period/year		<u>116,029</u>	<u>50,421</u>	<u>41,437</u>	<u>19,058</u>	<u>72,037</u>
Unwinding of interest on paid-in capital receivables		<u>54,519</u>	<u>71,581</u>	<u>17,901</u>	<u>23,722</u>	<u>93,822</u>
Profit for the period/year		<u>170,548</u>	<u>122,002</u>	<u>59,338</u>	<u>42,780</u>	<u>165,859</u>
Total comprehensive income for the period/year		<u>170,548</u>	<u>122,002</u>	<u>59,338</u>	<u>42,780</u>	<u>165,859</u>

THE NEW DEVELOPMENT BANK

UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2019

EXPRESSED IN THOUSANDS OF U.S. DOLLARS

	Notes	As at September 30, 2019	As at December 31, 2018
<b>Assets</b>			
Cash and cash equivalents	11	279,742	122,988
Due from banks other than cash and cash equivalents	12	6,012,473	4,800,559
Derivative financial assets	13	4,728	710
Debt instruments measured at amortised cost	14	7,165	-
Loans and advances	15	1,074,193	628,104
Paid-in capital receivables	16	4,295,485	4,846,783
Right-of-use assets	17	162	-
Property and equipment	18	1,149	1,205
Intangible assets	19	1,005	931
Other assets	20	1,298	1,133
<b>Total assets</b>		<u>11,677,400</u>	<u>10,402,413</u>
<b>Liabilities</b>			
Derivative financial liabilities	13	19,561	6,374
Financial liabilities designated at fair value through profit or loss	21	855,124	443,809
Note payables	22	668,810	-
Lease liabilities	23	149	-
Contract liabilities	24	11,437	3,866
Other liabilities	25	3,513	3,501
<b>Total liabilities</b>		<u>1,558,594</u>	<u>457,550</u>
<b>Equity</b>			
Paid-in capital	26	10,000,000	10,000,000
Other reserves	27	(104,515)	(162,429)
Retained earnings		223,321	107,292
<b>Total equity</b>		<u>10,118,806</u>	<u>9,944,863</u>
<b>Total equity and liabilities</b>		<u>11,677,400</u>	<u>10,402,413</u>

THE NEW DEVELOPMENT BANK

UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2019  
EXPRESSED IN THOUSANDS OF U.S. DOLLARS

	Paid-in capital	Other reserves	Retained earnings	Total
As at January 1, 2019	10,000,000	(162,429)	107,292	9,944,863
Operating profit for the period	-	-	116,029	116,029
Unwinding of interest on paid-in capital receivables for the period	-	-	54,519	54,519
Profit and total comprehensive income for the period	-	-	170,548	170,548
Impact of early payment on paid-in capital receivables (Note 16)	-	3,395	-	3,395
Reclassification of unwinding of interest arising from paid-in capital receivables	-	54,519	(54,519)	-
As at September 30, 2019	10,000,000	(104,515)	223,321	10,118,806

	Paid-in capital	Other reserves	Retained earnings	Total
As at January 1, 2018	10,000,000	(266,646)	35,255	9,768,609
Operating profit for the period	-	-	50,421	50,421
Unwinding of interest on paid-in capital receivables for the period	-	-	71,581	71,581
Profit and total comprehensive income for the period	-	-	122,002	122,002
Impact of early payment on paid-in capital receivables	-	9,895	-	9,895
Reclassification of unwinding of interest arising from paid-in capital receivables	-	71,581	(71,581)	-
As at September 30, 2018	10,000,000	(185,170)	85,676	9,900,506

THE NEW DEVELOPMENT BANK

UNAUDITED CONDENSED STATEMENT OF CASH FLOWS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2019  
EXPRESSED IN THOUSANDS OF U.S. DOLLARS

	Nine months ended September 30,2019	Nine months ended September 30,2018
<b>OPERATING ACTIVITIES</b>		
Profit for the period	170,548	122,002
Adjustments for:		
Interest expense	21,618	10,229
Interest income from debt instruments at amortised cost	(649)	-
Depreciation and amortisation	427	146
Unrealised gains on financial instruments	(31,808)	(1,614)
Unwinding of interest on paid-in capital receivables	(54,519)	(71,581)
Impairment provisions for loans and commitments	525	1,632
Exchange losses on debt instruments at amortised cost	1,149	-
Exchange gains on lease liabilities	(3)	-
Debt issuance cost	552	-
Operating cash flows before changes in operating assets and liabilities	<u>107,840</u>	<u>60,814</u>
Net increase in due from banks	(1,211,914)	(1,038,581)
Net increase in loans and advances	(442,652)	(356,622)
Net increase in other assets	(178)	(44,227)
Net increase in other liabilities and contract liabilities	3,623	994
Interest paid on bond	(13,414)	(13,910)
Interest paid on lease liability	(3)	-
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<u>(1,556,698)</u>	<u>(1,391,532)</u>
<b>INVESTING ACTIVITIES</b>		
Proceeds from redemption of debt instruments at amortised cost	40,810	-
Purchase of debt instruments at amortised cost	(48,475)	
Purchase of property and equipment, intangible assets	(383)	(1,012)
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<u>(8,048)</u>	<u>(1,012)</u>
<b>FINANCING ACTIVITIES</b>		
Paid-in capital received	609,212	600,000
Proceeds from issuance of short-term borrowings	-	13,000
Proceeds from issuance of bonds	448,012	-
Proceeds from issuance of note payables	765,020	-
Repayment of short-term borrowings	-	(13,000)
Repayment from note payables	(100,000)	
Payment of bond issuance cost	(683)	-
Payment of lease liability	(61)	-
<b>NET CASH PROVIDED BY FINANCING ACTIVITIES</b>	<u>1,721,500</u>	<u>600,000</u>

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UNAUDITED CONDENSED STATEMENT OF CASH FLOWS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2019  
EXPRESSED IN THOUSANDS OF U.S. DOLLARS

	Nine months ended September 30,2019	Nine months ended September 30,2018
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	156,754	(792,544)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	122,988	1,019,854
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>279,742</u>	<u>227,310</u>

