



UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31ST MARCH 2013

I BALANCE SHEET		Bank	Bank	Bank	Group	Group	Group
		31st Mar, 2012	31st Dec 2012	31st Mar 2013	31st Mar 2012	31st Dec 2012	31st Mar 2013
		Unaudited	Audited	Unaudited	Unaudited	Audited	Unaudited
		Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'
A ASSETS							
1	Cash (both Local & Foreign)	172,528	171,683	144,173	172,535	215,514	173,063
2	Balances due from Central Bank of Kenya	585,437	1,572,266	1,033,658	585,437	1,572,266	1,069,392
3	Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-
4	Financial Assets at fair value through profit and loss	-	-	-	-	-	-
5	Investment Securities:						
	a) Held to Maturity:	2,659,010	3,901,037	3,649,223	2,659,010	3,952,452	3,800,072
	a. Kenya Government securities	2,272,064	3,572,430	3,310,696	2,272,064	3,623,845	3,461,545
	b. Other securities	386,946	328,607	338,527	386,946	328,607	338,527
	b) Available for sale:	817,977	1,609,883	1,898,564	817,977	1,609,883	1,898,564
	a. Kenya Government securities	817,977	1,609,883	1,898,564	817,977	1,609,883	1,898,564
	b. Other securities	-	-	-	-	-	-
6	Deposits and balances due from local banking institutions	300,546	86,166	42,812	307,252	93,796	825,676
7	Deposits and balances due from banking institutions abroad	308,978	458,064	748,438	308,978	987,724	748,438
8	Tax recoverable	16,880	26,805	26,805	18,603	28,665	28,763
9	Loans and advances to customers (net)	7,448,532	9,789,658	9,568,144	7,448,532	10,133,792	9,923,181
10	Balances due from banking institutions in the group	1,611	3,597	3,800	-	-	0
11	Investments in associates	177,482	-	-	178,908	-	-
12	Investments in subsidiary companies	217,850	612,519	818,158	-	-	-
13	Investments in joint ventures	-	-	-	-	-	-
14	Investment properties	-	-	-	-	-	-
15	Property and equipment	445,701	470,376	493,117	447,382	481,200	504,222
16	Prepaid lease rentals	-	-	-	-	-	-
17	Intangible assets	30,306	57,611	57,288	283,310	283,781	283,029
18	Deferred tax asset	-	8,852	8,852	5,342	4,762	4,762
19	Retirement benefit asset	-	-	-	-	-	-
20	Other assets	386,049	302,262	511,948	399,654	334,000	566,990
21	TOTAL ASSETS	13,567,987	19,070,779	19,004,980	13,633,631	19,697,835	19,826,152
B LIABILITIES							
22	Balances due to Central Bank of Kenya	-	-	-	-	-	-
23	Customer deposits	11,386,423	15,255,406	15,667,541	11,361,914	15,529,235	16,135,429
24	Deposits and balances due to local banking institutions	-	609,039	16,688	-	652,025	59,356
25	Deposits and balances due to foreign banking institutions	-	-	-	-	-	-
26	Other money market deposits	-	-	-	-	-	-
27	Borrowed funds	-	759,919	737,210	-	759,919	737,210
28	Balances due to banking institutions in the group	-	-	-	-	-	-
29	Tax payable	30,926	-	42,824	30,926	7,083	30,712
30	Dividends payable	-	-	30,712	-	-	-
31	Deferred tax liability	3,114	-	-	-	-	-
32	Retirement benefit liability	-	-	-	-	-	-
33	Other liabilities	373,972	334,806	396,681	394,645	385,431	482,699
34	TOTAL LIABILITIES	11,794,435	16,959,170	16,891,656	11,787,485	17,333,693	17,445,405
C SHARE HOLDERS' FUNDS							
35	Paid up/Assigned capital	1,050,000	1,050,000	1,050,000	1,050,000	1,050,000	1,050,000
36	Share premium/(discount)	-	-	-	-	-	-
37	Revaluation reserves	(74,558)	(4,919)	(74,865)	(74,558)	(23,302)	(74,865)
38	Retained earnings/Accumulated losses	730,330	972,506	1,044,167	771,999	961,531	1,036,646
39	Statutory loan loss reserves	67,780	94,022	94,022	67,780	102,736	94,022
40	Other Reserves	-	-	-	-	-	-
41	Proposed dividends	-	-	-	-	-	-
42	Capital grants	-	-	-	30,925	273,177	274,944
43	TOTAL SHAREHOLDERS' FUNDS	1,773,552	2,111,609	2,113,324	1,846,146	2,364,142	2,380,747
44	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	13,567,987	19,070,779	19,004,980	13,633,631	19,697,835	19,826,152
II PROFIT AND LOSS ACCOUNT							
1.0 INTEREST INCOME							
1.1	Loans and advances	396,112	1,713,948	415,005	396,112	1,739,705	433,232
1.2	Government securities	72,449	420,939	140,724	72,449	422,236	143,042
1.3	Deposits and placements with banking institutions	5,805	46,165	5,559	5,805	59,425	22,308
1.4	Other interest income	11,462	43,629	9,919	11,477	43,688	10,242
1.5	Total interest income	485,828	2,224,681	571,206	485,843	2,265,054	608,823
2.0 INTEREST EXPENSE							
2.1	Customer deposits	286,571	1,325,631	308,398	286,319	1,330,726	318,002
2.2	Deposits and placements from banking institutions	699	7,668	3,793	698	7,668	3,989
2.3	Other interest expenses	32	16,070	17,423	32	16,070	17,462
2.4	Total interest expenses	287,302	1,349,369	329,614	287,050	1,354,464	339,448
3.0	NET INTEREST INCOME/(LOSS)	198,526	875,312	241,593	198,793	910,590	269,376
4.0 NON-INTEREST INCOME							
4.1	Fees and commissions on loans and advances	28,727	96,158	30,691	28,727	96,158	33,528
4.2	Other fees and commissions	40,413	174,933	53,812	40,413	183,040	54,970
4.3	Foreign exchange trading income/(Loss)	40,732	160,494	32,906	40,732	161,864	33,586
4.4	Dividend income	315	315	315	315	315	315
4.5	Other income	3,305	74,699	11,759	9,325	48,702	19,544
4.6	Total Non-interest income	113,492	506,599	129,168	119,512	490,079	141,627
5.0	TOTAL OPERATING INCOME	312,018	1,381,911	370,761	318,305	1,400,669	411,003
6.0 OTHER OPERATING EXPENSES							
6.1	Loan loss provision	23,699	24,219	29,000	23,699	31,113	33,962
6.2	Staff costs	91,866	436,162	125,602	94,397	466,037	144,321
6.3	Directors' emoluments	5,040	23,250	5,100	5,040	23,410	5,199
6.4	Rental charges	10,886	49,964	11,372	11,223	54,474	14,220
6.5	Depreciation charge on property and equipment	6,858	30,987	12,707	6,947	32,590	13,689
6.6	Amortisation charges	1,679	7,973	1,959	1,679	9,211	3,075
6.7	Other operating expenses	69,803	252,111	81,923	70,723	258,295	88,945
6.8	Total Other Operating Expenses	209,631	824,666	268,389	213,888	875,130	303,409
7.0	Profit/(loss) before tax and exceptional items	102,387	557,245	102,373	104,417	525,539	107,594
8.0	Exceptional items	-	-	-	-	-	-
9.0	Profit/(loss) after exceptional items	102,387	557,245	102,373	104,417	525,539	107,594
10.0	Current tax	30,926	130,402	30,712	30,926	147,363	30,712
11.0	Deferred tax	-	2,960	-	-	(2,467)	-
12.0	Profit/(loss) after tax and exceptional items	71,461	423,883	71,661	73,491	380,643	76,882
13.0 Other Comprehensive Income							
13.1	Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	(30,808)	17,646
13.2	Fair value changes in available for sale financial assets	-	69,639	(4,919)	-	69,639	(4,919)
13.3	Revaluation surplus on Property, plant and equipment	-	-	-	-	-	-
13.4	Share of other comprehensive income of associates	-	-	-	-	-	-
13.5	Income tax relating to components of other comprehensive income	-	-	-	-	-	-
14.0	Other Comprehensive Income for the year net of tax	-	69,639	(4,919)	-	38,831	12,727
15.0	Total comprehensive income for the year	71,461	493,522	66,742	73,491	419,474	89,609
16.0	EARNINGS PER SHARE-BASIC & DILUTED	0.68	4.04	0.68	0.70	3.63	0.73
17.0	DIVIDEND PER SHARE-DECLARED	-	0.80	-	-	0.80	-
III OTHER DISCLOSURES							
1.0 NON-PERFORMING LOANS AND ADVANCES							
(a)	Gross Non-performing loans and advances	307,373	433,403	435,555	307,373	433,403	498,758
(b)	Less: Interest in Suspense	75,910	98,308	109,490	75,910	98,308	125,164
(c)	Total Non-Performing Loans and Advances(a-b)	231,463	335,095	326,065	231,463	335,095	373,594
(d)	Less: Loan Loss Provision	133,987	130,326	130,326	133,987	130,326	152,272
(e)	Net Non-Performing Loans and Advances(c-d)	97,476	204,769	195,739	97,476	204,769	221,322
(f)	Discounted Value of Securities	97,476	204,769	195,739	97,476	204,769	221,322
(g)	Net NPLs Exposure(e-f)	-	-	-	-	-	-
2.0 INSIDER LOANS AND ADVANCES							
(a)	Directors, Shareholders and Associates	39,164	39,769	37,351	39,164	39,769	43,242
(b)	Employees	94,659	161,650	172,358	94,659	161,650	172,454
(c)	Total Insider Loans and Advances and other facilities	133,823	201,419	209,709	133,823	201,419	215,696
3.0 OFF-BALANCE SHEET ITEMS							
(a)	Letters of credit, guarantees, acceptances	2,758,463	2,926,305	3,154,505	2,758,463	2,926,305	3,157,650
(b)	Forwards, swaps and options	485,108	695,190	1,047,932	485,108	695,190	1,047,932
(c)	Other contingent liabilities	976,656	305,819	441,701	976,656	305,819	441,701
(d)	Total Contingent Liabilities	4,220,227	3,927,314	4,644,138	4,220,227	3,927,314	4,647,283
4.0 CAPITAL STRENGTH							
(a)	Core capital	1,567,118	1,644,815	1,475,008	1,567,118	1,644,815	1,475,008
(b)	Minimum Statutory Capital	700,000	1,000,000	1,000,000	700,000	1,000,000	1,000,000
(c)	Excess/(Deficiency)(a-b)	867,118	644,815	475,008	867,118	644,815	475,008
(d)	Supplementary Capital	67,780	94,022	94,022	67,780	94,022	94,022
(e)	Total Capital(a+d)	1,634,898	1,738,837	1,569,030	1,634,898	1,738,837	